

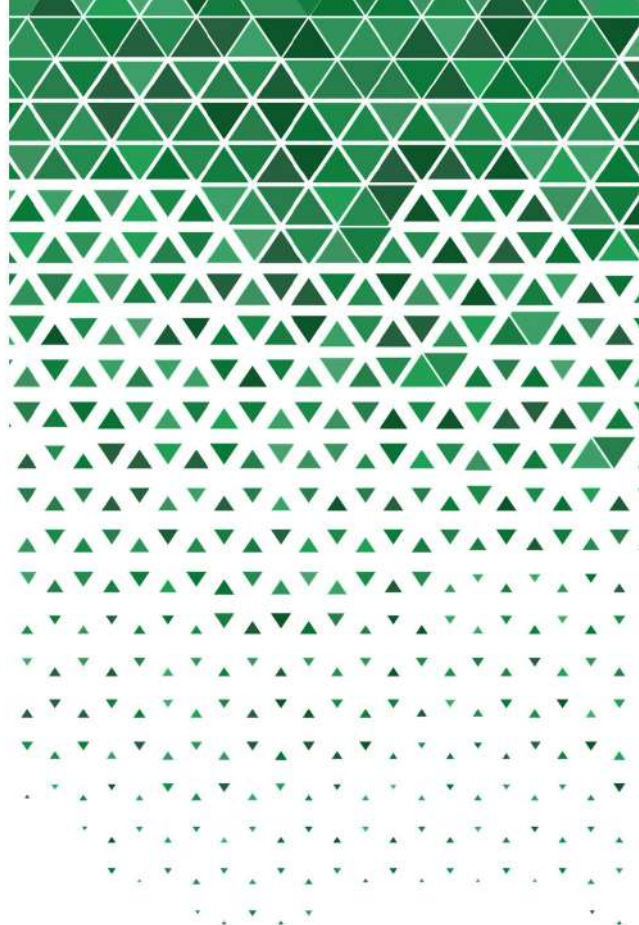
8TH | ANNUAL REPORT

आठौं वार्षिक प्रतिवेदन

(आ. व. २०८१/८२)



सानिमा जिआईसी इन्स्योरिन्स लि.
Sanima GIC Insurance Ltd.



2081/082

Sanima GIC Insurance Ltd.

8TH ANNUAL REPORT

We are pleased to present the 8th Annual Report of Sanima GIC Insurance Ltd. for the fiscal year 2081/082. This report outlines our financial performance, operational milestones, corporate governance practices, and the strategic initiatives pursued during the year.

It includes audited financial statements, management's analysis and discussions, key business accomplishments, risk management frameworks, and our outlook for the future reinforcing our commitment to transparency, accountability, and responsible growth. As we navigate a dynamic and evolving insurance landscape, the year reflects our continued focus on innovation, customer-centric solutions, operational resilience, and sustainable business practices.

We extend our sincere gratitude to our customers, employees, shareholders, regulators, and partners for their enduring trust and support, which remain central to our progress and long-term success.



"It is not the mountain we conquer, but ourselves."

-Tenzing Norgay



सानिमा जिआईसी इन्स्योरेन्स लिमिटेडको आठौं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

श्री शेयरधनी महानुभावहरू,

यस सानिमा जिआईसी इन्स्योरेन्स लिमिटेडको सञ्चालक समितिको मिति २०८३०११० गते बसेको १८२ औं बैठकको निर्णयानुसार कम्पनीको आठौं वार्षिक साधारण सभा निम्न मिति, समय र स्थानमा निम्न विषयहरूमा छलफल गरी निर्णय गर्न बस्ने भएको हुँदा कम्पनी ऐन, २०६३ को दफा ६७ बमोजिम सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिका लागि हार्दिक अनुरोध गर्दछौं ।

समा हुने मिति, समय र स्थान :

मिति : २०८३ साल जेष्ठ ०६ गते (तदनुसार २० मे, २०२६) बुधबार ।

समय : विहान ११:०० बजे ।

स्थान : नेपाल पुलिस क्लब, प्रदर्शनीमार्ग, काठमाडौं ।

छलफलका विषयहरू :

(क) सामान्य प्रस्ताव :

- कम्पनीको आठौं वार्षिक साधारण सभामा सञ्चालक समितिको तर्फबाट अध्यक्षज्यूद्वारा प्रस्तुत हुने आ.व. २०८१/०८२ को वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने ।
- कम्पनीको लेखापरीक्षण प्रतिवेदन सहित आ.व. २०८१/०८२ आषाढ मसान्तको वासलात, मिति २०८१०४१०१ गते देखि २०८२१०३१२ गते सम्मको नाफा नोक्सान हिसाब, नगद प्रवाह विवरण सहित सम्बन्धित अनुसूचीहरू छलफल गरी पारित गर्ने ।
- कम्पनी ऐन, २०६३ को दफा १११ बमोजिम आर्थिक वर्ष २०८२/०८३ को लागि वाह्य लेखापरीक्षकको नियुक्ती तथा निजको पारिश्रमिक निर्धारण गर्ने ।
- सञ्चालक समितिबाट प्रस्ताव गरिएको कम्पनीको हाल कायम चुक्ता पुँजी रु. २,१५,००,००,०००/- (अक्षरुपी दुई अर्ब पन्ध्र करोड) को ०.२६३२ प्रतिशतका दरले नगद लाभांश रु. ५६,५७,८९५/- (अक्षरेपी : छपन्न लाख सन्ताउन्न हजार आठ सय पन्चानब्बे मात्र) पारित गर्ने । (प्रस्तावित लाभांश कर प्रयोजनार्थ)

(ख) विशेष प्रस्ताव :

- सञ्चालक समितिबाट प्रस्ताव गरिएको कम्पनीको हाल कायम चुक्ता पुँजी रु. २,१५,००,००,०००/- (अक्षरुपी दुई अर्ब पन्ध्र करोड) को ५ प्रतिशतका दरले हुने बोनस शेयर रु. १०,७५,००,०००/- (अक्षरेपी : दश करोड पचहत्तर लाख मात्र) बराबरको बोनस शेयर पारित गर्ने ।
- कम्पनी ऐनको दफा १०५ को उपदफा १(ग) बमोजिम आ.व. २०८१/०८२ मा भएको खर्चको अनुमोदन गर्ने ।
- कम्पनीको सातौं वार्षिक साधारण सभाबाट पारित भएको चुक्ता पुँजीको १७ प्रतिशत हकप्रद शेयर बमोजिम हुन आउने ३६,५५,००० कित्ता समावेश गरि यस साधारण सभाबाट पारित हुने बोनस शेयर जारी गरे पश्चात हुने चुक्ता पुँजीमा हकप्रद शेयर सहितको विवरण पुनरावलोकन गर्न सक्ने अधिकार तथा संशोधित प्रबन्धपत्र तथा नियमावली अभिलेख वा स्वीकृती गर्ने निकायबाट कुनै फेरबदल गर्न निर्देशन प्राप्त भएमा सो बमोजिम संशोधन वा परिवर्तन गर्न तथा अन्य कार्यहरू समेत गर्न सञ्चालक समितिलाई पुर्ण अख्तियारी प्रदान गर्ने ।

(ग) विविध :

सञ्चालक समितिको आज्ञाले
कम्पनी सचिव

साधारण सभा सम्बन्धी सामान्य जानकारी

- (१) यस साधारण सभामा भाग लिने प्रयोजनका लागि कम्पनीको शेयर दाखिला खारेजका लागि मिति २०८३।०१।२३ गते एक दिन शेयर दर्ता किताब बन्द गरिनेछ । उक्त मिति भन्दा अघिल्लो दिन सम्म नेपाल स्टक एक्सचेञ्ज लि. मा कारोवार गरी सिडिएस एण्ड क्लियरिङ्ग लि. बाट राफसाफ भएको र कम्पनीको शेयर रजिष्ट्रार सानिमा क्यापिटल लि. को शेयर अभिलेखमा दर्ता भएका शेयरधनीहरू साधारण सभामा भाग लिन योग्य मानिनेछन् ।
- (२) सभामा उपस्थित शेयरधनी महानुभावहरूले सभा हलमा प्रवेशको लागि आफ्नो परिचय खुल्ने आधिकारिक परिचय पत्र वा हितग्राही खाता खोलिएको कागजात साथमा लिई आउनुहुन अनुरोध छ ।
- (३) सभामा भाग लिन प्रतिनिधि नियुक्त गर्न चाहने शेयरधनी महानुभावहरूले सभा सुरु हुने समय भन्दा कम्तीमा ४८ घण्टा अगावै यस कम्पनीको केन्द्रीय कार्यालय, टंगाल, काठमाण्डौमा प्रोक्सी फारम दर्ता गरिसक्नु पर्नेछ । सभामा भाग लिन प्रतिनिधि नियुक्त गरिसकेपछि उक्त प्रतिनिधि बदर गरी अर्कै मुकरर गर्ने भएमा सोको लिखित सूचना सोही अवधि भित्र कम्पनीको केन्द्रीय कार्यालय, टंगाल, काठमाण्डौमा दर्ता गरि सक्नु पर्नेछ । यसरी प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको व्यक्ति समेत कम्पनीको शेयरधनी हुनु पर्नेछ । प्रोक्सी फारम यस कम्पनीको वेभसाइटबाट पनि Download गर्न सकिनेछ ।
- (४) एकै शेयरधनीले एक भन्दा बढी प्रतिनिधि नियुक्त गरेको अवस्थामा जसको नियुक्ति सबै भन्दा पहिले प्राप्त भएको हो माथि (३) मा लेखिए बमोजिम बदर गरिएमा बाहेक उसैलाई प्रतिनिधि मानिनेछ, तर सभामा सम्बन्धित शेयरधनी आफै उपस्थित हुन आएमा शेयरधनीले दिएको प्रोक्सी स्वतः खारेज हुनेछ ।
- (५) नाबालक शेयरधनीको तर्फबाट संरक्षकले (शेयरधनीको दर्ता किताबमा उल्लेख भएको) सभामा भाग लिन, छलफल गर्न, प्रतिनिधि नियुक्त गर्न र मत दिन समेत सक्नेछ ।
- (६) सभामा भाग लिन प्रत्येक शेयरधनी महानुभावले सभा हुने स्थानमा उपस्थित भई सभास्थलमा रहेको हाजिरी पुस्तिकामा हाजिरी गर्नु पर्नेछ । हाजिरी पुस्तिका विहान १० बजे देखि खुला रहनेछ ।
- (७) प्रतिनिधि नियुक्त गर्नु भएको शेयरधनीहरूको निवेदनमा भएको दस्तखत कम्पनीको शेयरको अभिलेखमा रहेको दस्तखतसंग मिल्नु पर्नेछ ।
- (८) कुनै शेयरधनी महानुभावले साधारण सभामा आफ्नो मन्तव्य राख्न चाहेमा सभा हुनु भन्दा अगावै आफ्नो नाम कम्पनी सचिवलाई टिपाउनु पर्नेछ ।
- (९) अन्य कुनै जानकारी आवश्यक भएमा कम्पनीको केन्द्रीय कार्यालय, टंगाल, काठमाण्डौमा सम्पर्क गर्नुहुन अनुरोध गरिन्छ ।
- (१०) सभा सम्बन्धी अन्य काम कारवाही कम्पनी ऐन, २०६३ बमोजिम हुनेछ ।

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Company Overview

Sanima GIC Insurance is a non-life insurance company in Nepal, formed from the merger of Sanima General Insurance Ltd. and General Insurance Company Nepal Ltd. With a focus on innovation and adaptability, Sanima GIC Insurance is poised to lead Nepal's insurance sector, driven by a legacy of integrity and a forward-thinking vision.

The company is promoted by various banks, financial institutions and esteemed group of investors who have made contributions to economic development inside and outside of Nepal and have substantial experience in establishing and scaling successful business during the politically and economically challenging environment in Nepal.

At Sanima GIC Insurance Ltd., we strive towards customer centricity and tirelessly work towards a better and safer life. We value transparency and believe in continuous innovation through exploring, learning and implementing new ideas.



Our Mission

To design every product according to the needs of our client, develop every process keeping in mind the ease of our clients, make every decision focusing on our shareholder's profitability and communicate with full transparency.



Our Vision

To become the leading insurance company in Nepal and provide our clients with unmatched quality – focusing on innovation for better products & customer service.



Our Values

TRANSPARENCY

Here in Sanima GIC Insurance, we believe that all information and services should be provided in the most transparent and ethical manner.

RELIABILITY

We thrive to become the most reliable general insurance company by providing our customers the most trustworthy information and services.

UNBIASED

We serve our customers with the highest ethical standards in an unbiased, efficient and professional manner.

SERVICE

We believe in providing high quality service and consistent development of innovative and desirable products with an aim to ensure customer satisfaction.

TEAMWORK

Teamwork is significant to SGIC as it encourages mutually supportive employee relationships as we strive to achieve the common goals and objectives of the company.



OVERALL STRATEGY & OBJECTIVES

Underwriting Discipline

Sanima GIC Insurance Limited adopts underwriting discipline as a core institutional principle to ensure sustainability, solvency, and regulatory compliance. The Company continuously strengthens its risk selection framework in line with approved underwriting policies, reinsurance arrangements, and defined risk appetite. Underwriting decisions are supported by technical evaluation, adequate documentation, and pricing methodologies based on actuarial assumptions, historical loss experience, and prevailing market conditions. Regular portfolio reviews are conducted to monitor concentration risks across lines of business, sectors, and geographic exposure. By emphasizing pricing adequacy and portfolio balance, the Company seeks to enhance underwriting profitability, protect capital strength, and maintain financial resilience in compliance with guidelines.

Claims Management Excellence

Claims management is treated as a strategic and regulatory priority for Sanima GIC Insurance Limited. The Company operates structured claims handling procedures that ensure transparency, consistency, and accountability from claim registration to settlement. Internal verification and approval controls are strengthened to minimize leakage, fraud, and operational errors. Turnaround time is monitored through management information systems, and policyholders are regularly informed about claim progress and documentation requirements. Continuous coordination between underwriting, surveyors, and claims units supports accurate assessment and timely resolution. By reinforcing process efficiency and regulatory compliance, the Company aims to strengthen policyholder confidence and uphold service standards expected by the Nepal Insurance Authority.

Capital and Investment Efficiency

The Company manages capital and investment activities with a focus on solvency, liquidity, and risk-adjusted return optimization. Capital adequacy is reviewed regularly to ensure alignment with regulatory capital requirements and the Company's strategic growth plans. Investment decisions are guided by approved investment policies that prioritize safety, diversification, and matching of assets with liability profiles. Portfolio performance is monitored against market movements and risk limits. Adequate liquidity is maintained to meet claims obligations and operational needs without disruption. Through prudent capital utilization and disciplined investment management, Sanima GIC Insurance Limited ensures financial stability and value creation in accordance with directives.

Digital Enablement and Process Optimization

Sanima GIC Insurance Limited recognizes digital enablement as an essential component of operational efficiency and governance strengthening. The Company continues to integrate technology across underwriting, claims, accounting, compliance, and customer service functions to improve accuracy and control. Process optimization initiatives focus on reducing manual intervention, enhancing turnaround time, and strengthening management reporting. Digital platforms support data-driven decision-making, risk monitoring, and regulatory reporting. Internal controls are reinforced through system-based authorizations and audit trails. By advancing digital transformation in line with regulatory expectations, the Company aims to improve productivity, transparency, and service consistency across its nationwide operations.

Customer-Centric Service Culture

The Company's service philosophy is grounded in regulatory compliance, ethical conduct, and stakeholder accountability. Sanima GIC Insurance Limited promotes a customer-centric culture that emphasizes responsiveness, fairness, and professionalism in all interactions with policyholders. Service standards are established in line with regulatory requirements and are monitored through performance indicators and feedback mechanisms. Employees are trained to handle customer concerns efficiently while ensuring procedural integrity. Transparent communication regarding policy terms, claims processes, and timelines supports informed customer engagement. By maintaining consistent service quality and regulatory-aligned practices, the Company seeks to strengthen trust, enhance satisfaction, and sustain long-term relationships with its customers.

A close-up photograph of a hand holding several small, light-colored wooden human figures on a wooden surface. The figures are arranged in a line, and the hand is positioned as if supporting or guiding them. The background is a blurred wooden surface.

CODE OF CONDUCT AND ETHICAL

Identification and Management of Conflicts of Interest

The Company requires Directors, management, and employees to proactively disclose, avoid, and properly manage any actual or potential conflicts of interest to ensure objective decision-making, institutional integrity, and protection of stakeholder confidence.

Protection of Confidentiality and Information Security

Sanima GIC Insurance Limited safeguards all customer, financial, and operational information through strict confidentiality obligations, controlled access systems, and responsible data handling practices to prevent misuse, leakage, or unauthorized disclosure.

Compliance with Applicable Laws, Regulations, and Supervisory Directives

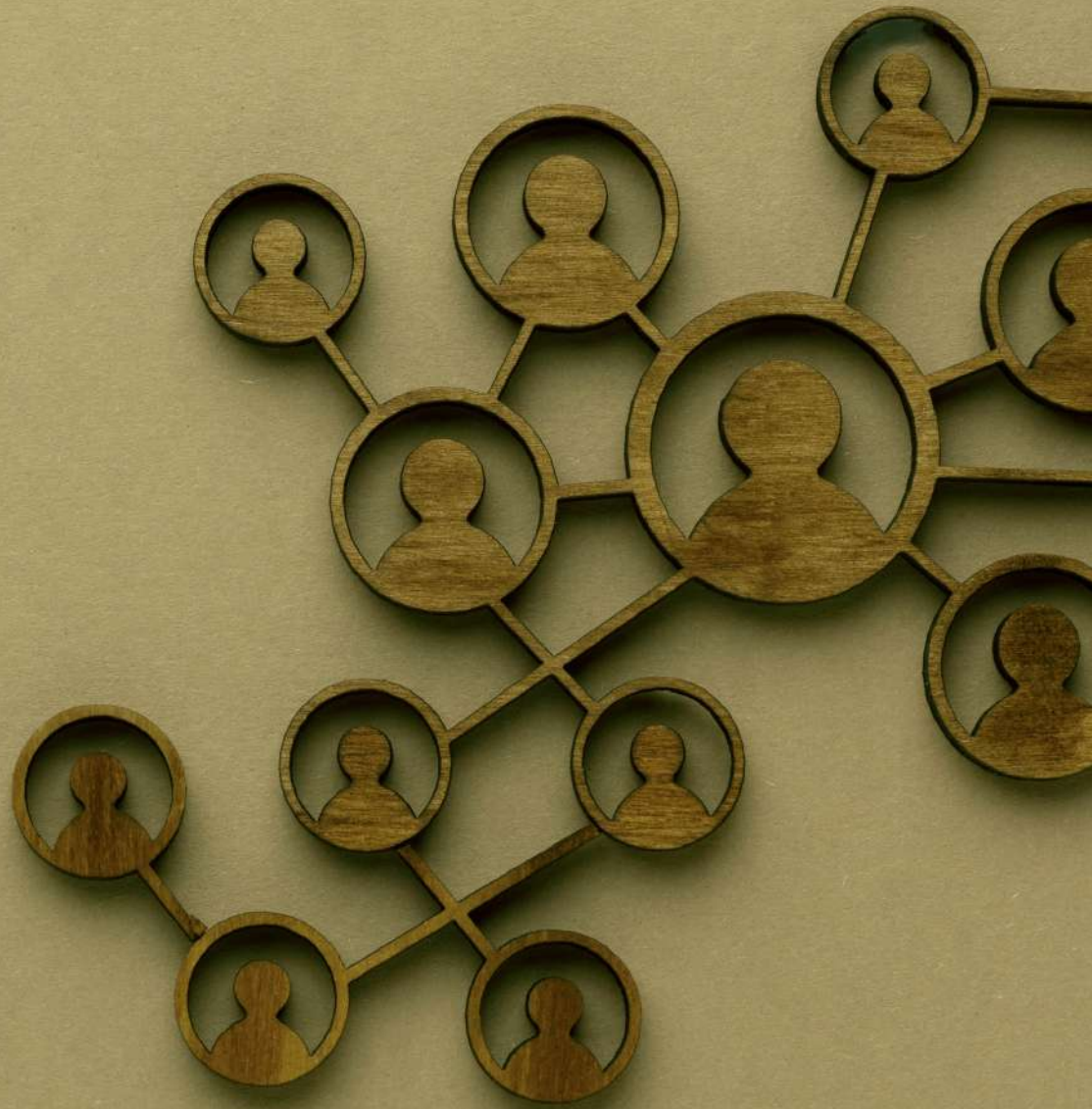
The Company is committed to full compliance with all relevant laws, Nepal Insurance Authority regulations, internal policies, and supervisory directives, ensuring disciplined operations, regulatory accountability, and sustainable institutional governance.

Fair, Non-Discriminatory, and Respectful Workplace Practices

The Company promotes a workplace culture based on fairness, dignity, inclusion, and mutual respect, ensuring equal opportunity, professional behavior, and protection against discrimination, harassment, or unfair treatment.

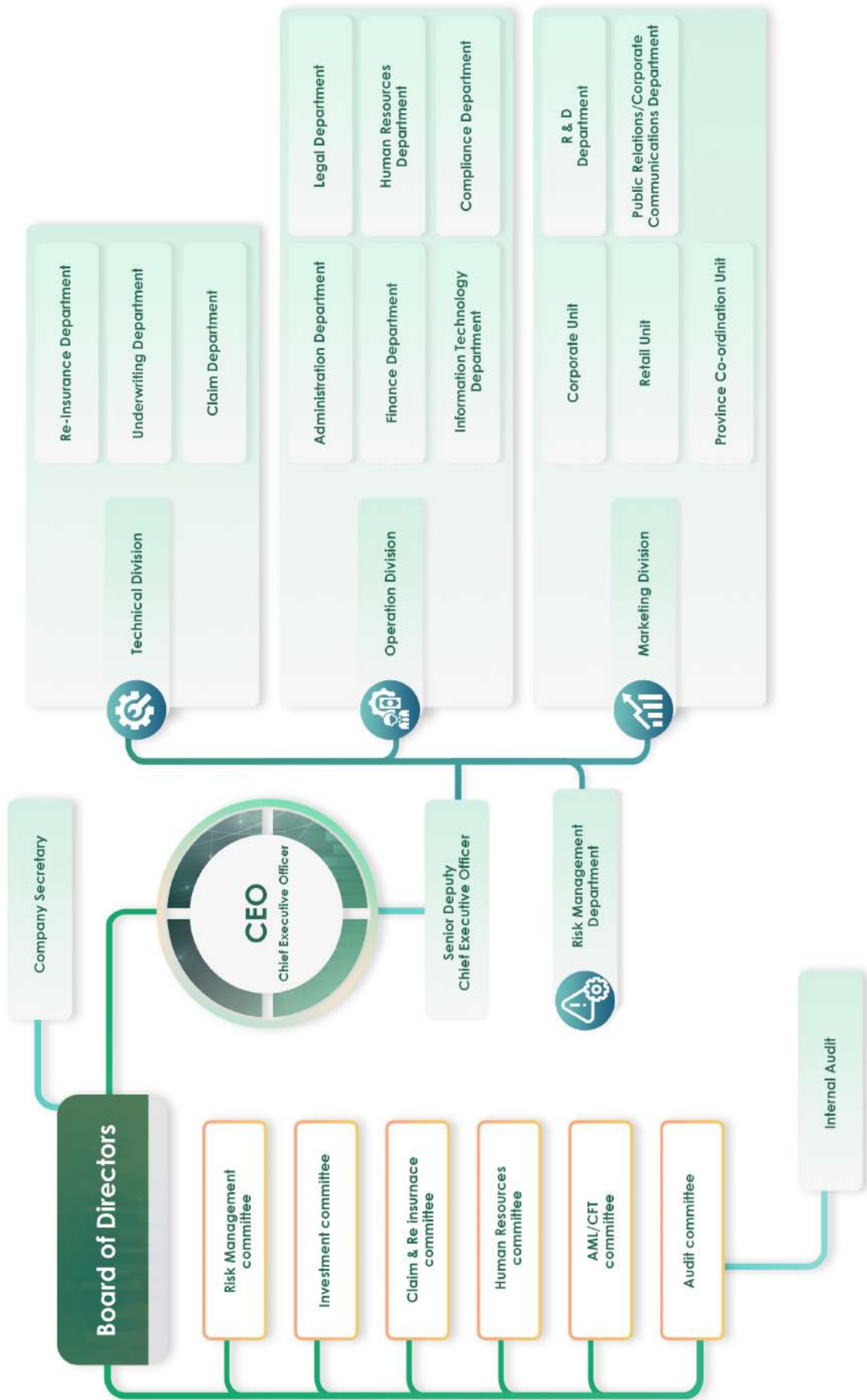
Accountability and Responsibility Framework

Sanima GIC Insurance Limited promotes a strong culture of accountability across the Board, management, and employees to ensure that responsibilities are clearly defined and performance is measurable. Each individual is required to act in accordance with approved policies, delegated authority, and ethical standards while remaining answerable for decisions and actions taken. The Company enforces transparent reporting lines, performance monitoring, and corrective mechanisms to address deviations promptly. Accountability supports operational discipline, regulatory compliance, and stakeholder confidence by ensuring that commitments are honored and risks are responsibly managed throughout the organization.

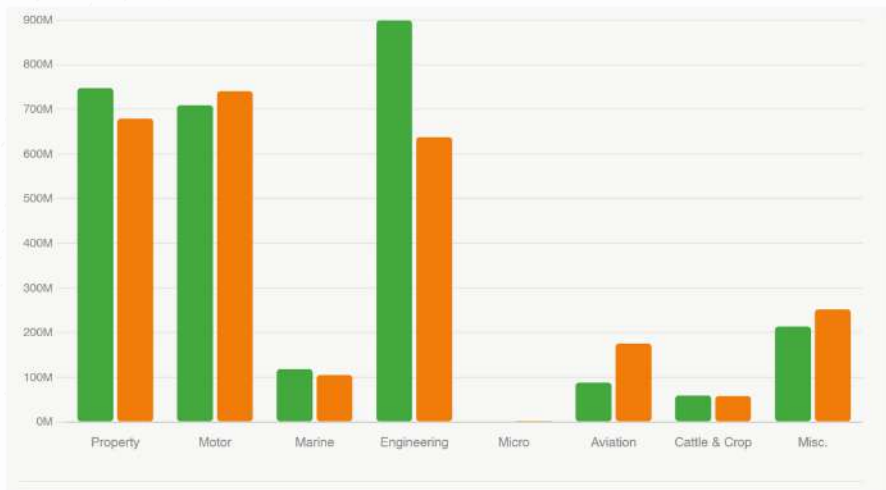


ORGANIZATIONAL STRUCTURE

ORGANISATION STRUCTURE



COMPANY HIGHLIGHTS



Net profit

Rs. 33.67 Crores

↑

5.85%

Growth rate

POLICIES OVERVIEW

<p>Policies issued</p> <p>148k+</p>	<p>Claims paid</p> <p>8,300+</p>	<p>Policies renewed</p> <p>59k+</p>
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Nationwide presence

60+ Branches and Sub Division

A team of over
350+
Staff members

2.15
Billion
Capital

EARNINGS PER SHARE

<p>Basic EPS</p> <p>15.66</p>	<p>Diluted EPS</p> <p>15.66</p>
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Ownership Structure

51 %	49 %
Promoter Holding	Public Holding

Board of Directors



Mr. Prakash M. Shrestha
Public Director

Dr. Anil Raj Bhattarai
Independent Director

Dr. Hemanta Kumar Dabadi
Public Director

Mr. Kunal Kayal
Chairman

Mr. Dilip Shrestha
Promoter Director

Ms. Mita Murarka Agrawal
Promoter Director

Ms. Saraswatee Gautam Gyawali
Public Director

Board of
Directors

Chairman Profile



Mr. Kunal Kayal, a Chartered Accountant with over a decade of diverse experience, currently serves as the Director of Kayal Group and represents the organization on its Board. Throughout his career, he has held significant roles, including General Manager of Public Development Bank Ltd. where he managed branch performances, investments, and regulatory interactions. He was also a Partner at N. Krishnaswamy & Co. and the Proprietor of Kayal & Associates, specializing in tax, financial, and business advisory services.

Mr. Kayal began his professional journey with articleship training at N. Krishnaswamy & Co., followed by roles at Kayal & Co., where he honed his skills in auditing, financial reporting, and consulting. A distinguished achiever, he secured an All-India Rank of 37 in the CA Final Examination (2009) and was the highest scorer in the Membership Examination of the Institute of Chartered Accountants of Nepal. He has represented Nepal internationally, including at the SEARCC International School Software Competition (1999) in Singapore, and is a two-time goldmedalist in Mathematics from the prestige University of New South Wales.

Board of Director's Profile



Dilip Shrestha
Director

Mr. Dilip Shrestha, holding a Master's degree in Hydropower Engineering from Moscow, Russia, has an extensive experience in business and diversified investments across hydropower, banking, insurance, construction, and hospitality. He is the Chairperson of Sudina Investment Pvt. Ltd. and has served as the Promoter and Director of Bavari Construction Pvt. Ltd., Sanima Bank Ltd., and Sanima Hydro and Engineering Consultancy.

He is currently the Chairman of Revive Leisure Park Pvt. Ltd. and has previously held key roles as the Director and Promoter of Sanima Life Insurance Co. Ltd., Sanima Bank Ltd., and Sanima Hydropower Co. Ltd. Additionally, he is the Director of Swet Ganga Hydropower Consulting Company and Construction Ltd. His contributions reflect his strong expertise and leadership in Nepal's hydropower and business sectors.



Mita Murarka Agrawal
Director

Ms. Mita Murarka Agrawal has developed herself as a professional in the financial services industry. She started her career with Charu Fiscal Services Ltd where she took up the role of Business Development Manager (2010-2012), and later assumed the position of Marketing Manager (2012-2016) in which she improved the brand's visibility and the market's share.

Mita's academic background includes studying in Woodvine Public School in Darbhanga, as well as doing her higher secondary (+2) at Lalit Narayan Mithila University (LNMU) (2004-2006) and Bachelor of Commerce (B.Com) from Mithila University (2006-2009).



Dr. Hemanta K. Dabadi
Public Director

Dr. Hemanta Kumar Dabadi is a well known academician and consultant on the matters of economic planning and development. He obtained his Ph.D. in Economics from the Supreme Attestation Commission in the former USSR (1985), as well as his M.Sc. in Economics from the Moscow Lumumba University, in 1980.

Some of the international training programs that Dr. Dabadi is known to have extra ordinary participated include, the International Debate Best Practices Symposium in Washington and a Management Training Program for Employers Organizations in Tokyo. Starting from July 2017, he is also serving as a CEO of Nepalese Association in as a Copco Paksha. This position has allowed him to look after a number of flagship projects and events. Additionally, he served the World Bank/IFC as a consultant on some of their sustainability projects and aided in the drafting of the Foreign Investment Act of Nepal.

He was earlier the Executive Director at the Federation of Nepalese Chambers of Commerce and Industry where he was in charge of policy services and management of the organizations via corporate social responsibility. His career shows that he is greatly resourced focused on economic development and regional managerial role.

Mr. Prakash Man Shrestha is the Managing Director of Chandragiri Investment Pvt. Ltd and has diligently worked in the banking sector specifically in managing relationships and credit portfolios. He has served as a Relationship Officer at Siddhartha Bank Limited and as a Relationship Manager at NIC ASIA Bank Limited, excelling in customer service, credit management, and business growth. He has been recognized with multiple awards for his achievements in credit sales and life insurance.

Mr. Shrestha holds an MBS and BBS from Tribhuvan University, Kathmandu, and has completed advanced training in banking and life risk appraisal.

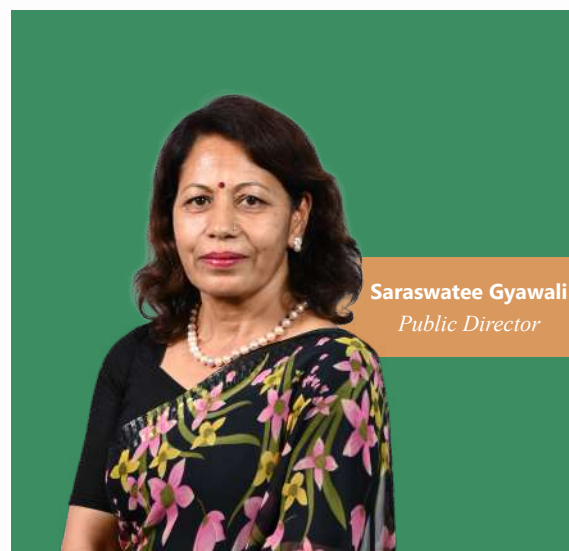


Prakash M. Shrestha
Public Director

Ms. Saraswatee Gautam Gyawali is a famous management and education name for cooperatives. She is also connected with Agantuk Resort Pvt. Ltd. in Dhulikhel and We Kidz Pre-School in Tokha, Kathmandu.

She had previously worked at Aarati Multipurpose Co-operative Limited and was a Board Director at Key Concept Nepal Jhonse. She is also the Chief of the New Voice Initiative under Lions Club International District 325 M Nepal.

She has a Bachelor of Arts from Tribhuvan University, indicating a very strong academic background that gives full support to her vast experience in leadership in cooperatives and community development.

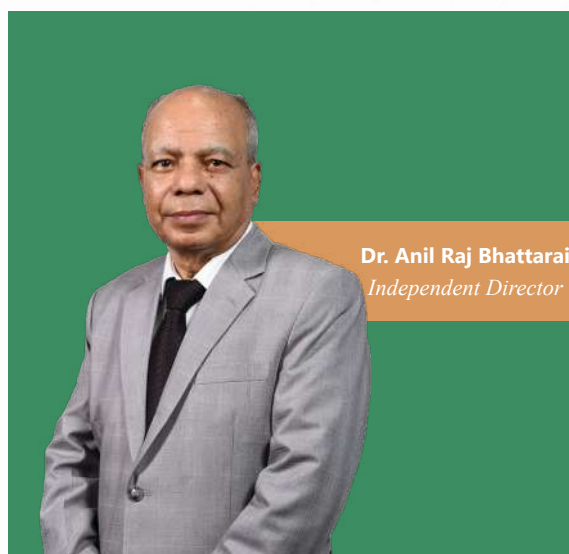


Saraswatee Gyawali
Public Director

Dr. Anil Raj Bhattarai is an eminent insurance and economics expert. He received his Ph.D. in Insurance from the University of Pune, India, in 2004 regarding "Management Audit in Insurance Business in Nepal and India." He also did his Master's in Economics (1986) and Bachelor in Law (1992) from Tribhuvan University, Nepal.

He served in excess of 32 years to date at Nepal Insurance Authority, also serving in various other capacities: Acting Executive Director and Board Secretary. Dr. Bhattarai also served as a fund supervisor for Siddhartha Mutual Fund Limited and consulted for many insurance companies. He has taught in various universities in Nepal for courses such as MBA and LLB programs.

He is highly accredited for his contribution to the field, as he was awarded the Nepal Vidhya Bhushan Class A award by former President Dr. Ram Baran Yadav. Dr. Bhattarai participates in different national and international insurance conferences and seminars.



Dr. Anil Raj Bhattarai
Independent Director

Executive Team



Binesh Maskey
Assistant General
Manager

Raju Poudel
Deputy General
Manager

**Ram Chandra
Shrestha**
Sr. Deputy Chief
Executive Officer

**Sudyumna
Prasad Upadhyaya**
Chief Executive Officer

Subodh Lal Shrestha
Deputy General
Manager/
Company Secretary

Rohini Karmacharya
Assistant General
Manager

Executive
Team

Head of Department



Pradeep Kumar Yadav
Legal

Bishnu Prasad Acharya
Marketing

Binesh Maskey
Underwriting

Raju Poudel
Claim

Hangma Subba
Risk Management

Ganesh Kadal
Finance

Sudarshan Adhikari
Information Technology

Namrata Dahal
Re-Insurance

Anjana Singh
Internal Control

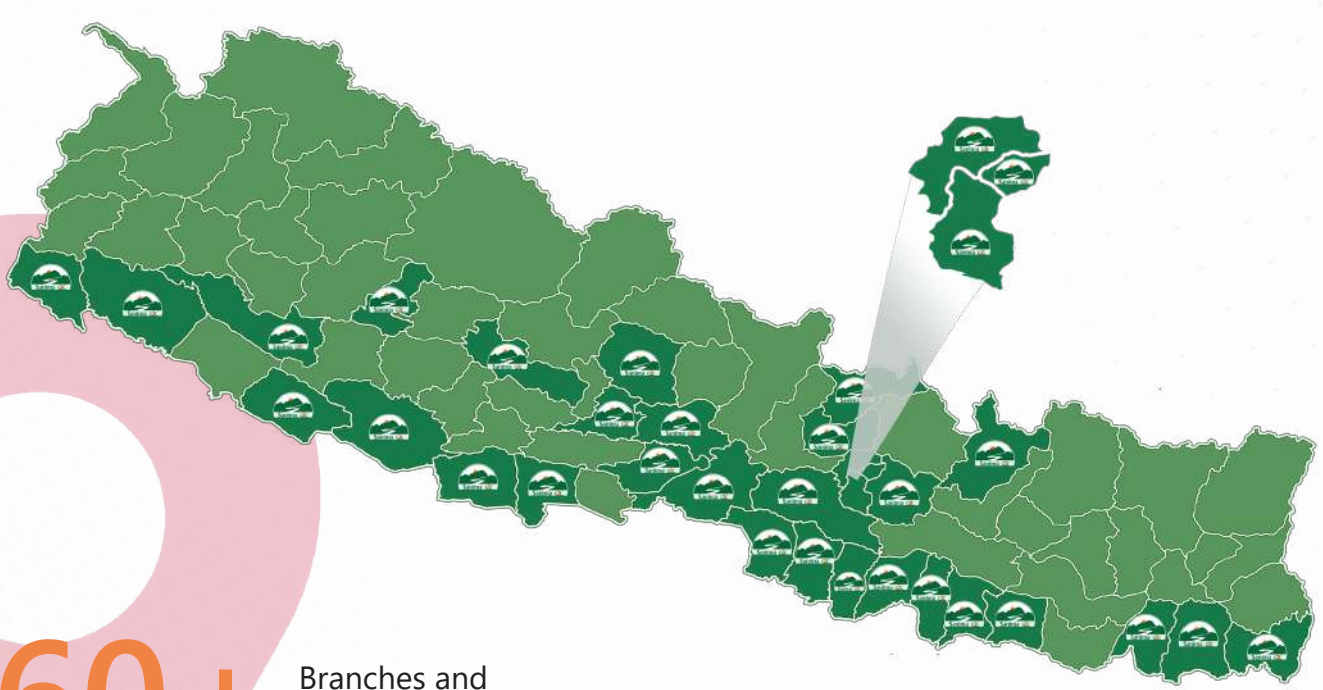
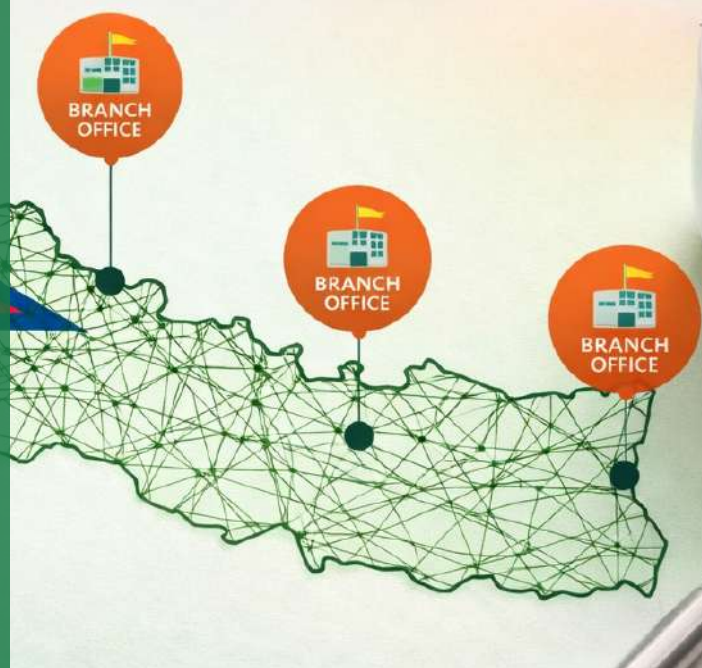
Bhadra Bahadur Bist
Compliance/
Information /
Grievance Officer

Ranjita Chudal
Engineering

Deechya Thakuri
Human Resource



NATIONAL-WIDE PRESENCE



60+

Branches and Sub Division

- | | |
|---------------------|------------------------|
| 11 Koshi Province | 11 Lumbini Province |
| 9 Madhesh Province | 2 Karnali Province |
| 22 Bagmati Province | 7 Sudurpashim Province |
| 6 Gandaki Province | |

150+ Agents **250+** Surveyors

RE-INSURER

hannover re[®]



Asian Re
Asian Reinsurance Corporation



PRODUCTS & SERVICES

We offer a wide range of general insurance policies approved by Nepal Beema Pradikaran and commit to introduce new products that will meet evolving needs of policy holders. We have a dedicated and motivated team of professionals that combines long experiences in the insurance industry with fresh minds to deliver innovative and quality services that exceed customer expectations.

We are committed towards designing new products, exploring new markets, and implementing innovative business solutions with a focus on policy holders' interest. We pledge to offer quality customer service. We ensure that our clients understand their protection needs and options. We promise to settle claims promptly after required documentations are completed.

PROPERTY INSURANCE

It covers loss and damage due to fire, lightning, earthquake, storm, flood, landslide, air craft damage and impact damage (due to animal and vehicle). It can be extended to cover losses from riots, strikes, malicious acts and terrorism.

MOTOR INSURANCE

It covers loss and damage due to fire, accidental damage, natural disasters, third party liability, and personal accident to the driver, conductor and passengers. It can be extended to cover losses from riots, strikes, malicious acts and terrorism.

TRAVEL INSURANCE

It covers the insured in the event of a sudden and unexpected sickness or accident arising during travelling outside the country.

MARINE INSURANCE

It covers a consignment against external perils whilst in transit.

ACCIDENTAL AND MEDICAL INSURANCE

This policy compensate death, bodily injured, medical cost arised due to an accident.

AGRICULTURE INSURANCE

It covers livestock and crops insurance like cattle, fish, poultry, paddy, fruits and vegetables.

ENGINEERING INSURANCE

It covers unforeseen and sudden losses to various civil engineering works including construction and erection of all types of structures viz road, bridge, hydro power, canal, irrigation and installation of machine.





Annual policies can be obtained for electronic items, machine, plants and equipments as described below:

Machinery Insurance: It covers the insured machinery items which suffer any unforeseen and sudden physical loss or damage.

Electronic Equipment Insurance: It covers electronic items for loss due to accident, fire, short circuit, burglary and house breaking. It also covers riot, strikes, malicious damage and terrorism.

Contractor's Plant & Machinery: It covers loss and damage to the insured plant and machinery due to accident, natural calamities, burglary and house breaking.

Contractor's All Risks and Erection All Risks (Project Based):

It covers loss and damage to the project whilst in building or installation like hydropower, road, irrigation, bridge and machine etc. from fire, accidental damage, natural disaster and third party liability etc.

BURGLARY HOUSEBREAKING INSURANCE

It provides compensation against loss or damage to property contained in the premises by acts of burglary and housebreaking.

PROFESSIONAL INDEMNITY INSURANCE

It covers losses from negligent acts, errors or omissions in services performed for principal and third parties.

AVIATION INSURANCE

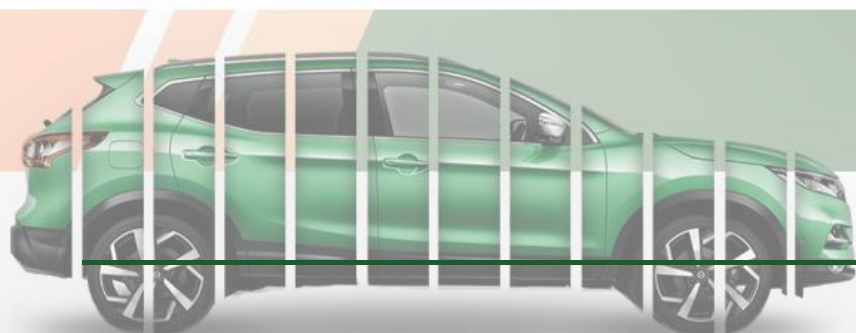
Aviation Insurance provides coverage for aircraft and associated liabilities, including damage to the aircraft, injury to passengers, and third-party property damage, mitigating financial risks within the aviation industry.

TREKKERS INSURANCE

Trekkers Insurance offers coverage for medical emergencies, trip cancellation, baggage loss, and other unforeseen events encountered during hiking or trekking expeditions, providing peace of mind to adventurers exploring remote or rugged terrain.

STUDENT SAFETY INSURANCE

Student Safety Insurance provides comprehensive coverage tailored to the unique needs of students, offering protection for health-related expenses, personal belongings, travel emergencies, and liability concerns, ensuring peace of mind and support throughout their academic journey.



COMPANY HISTORY

2075

Sanima General Insurance Ltd.
Came into Commercial Operation from the month of Asadh 2075



2077

Sanima General Insurance Ltd.
Issued IPO to Public and capital reached 1 Arba



2079

Companies Merged under the name **Sanima GIC Insurance Ltd.** and capital reached 2 Arba



2075

General Insurance Company Ltd.
Came into Commercial Operation from the month of Asadh 2075



2077

General Insurance Company Ltd.
Issued IPO to Public and capital reached 1 Arba

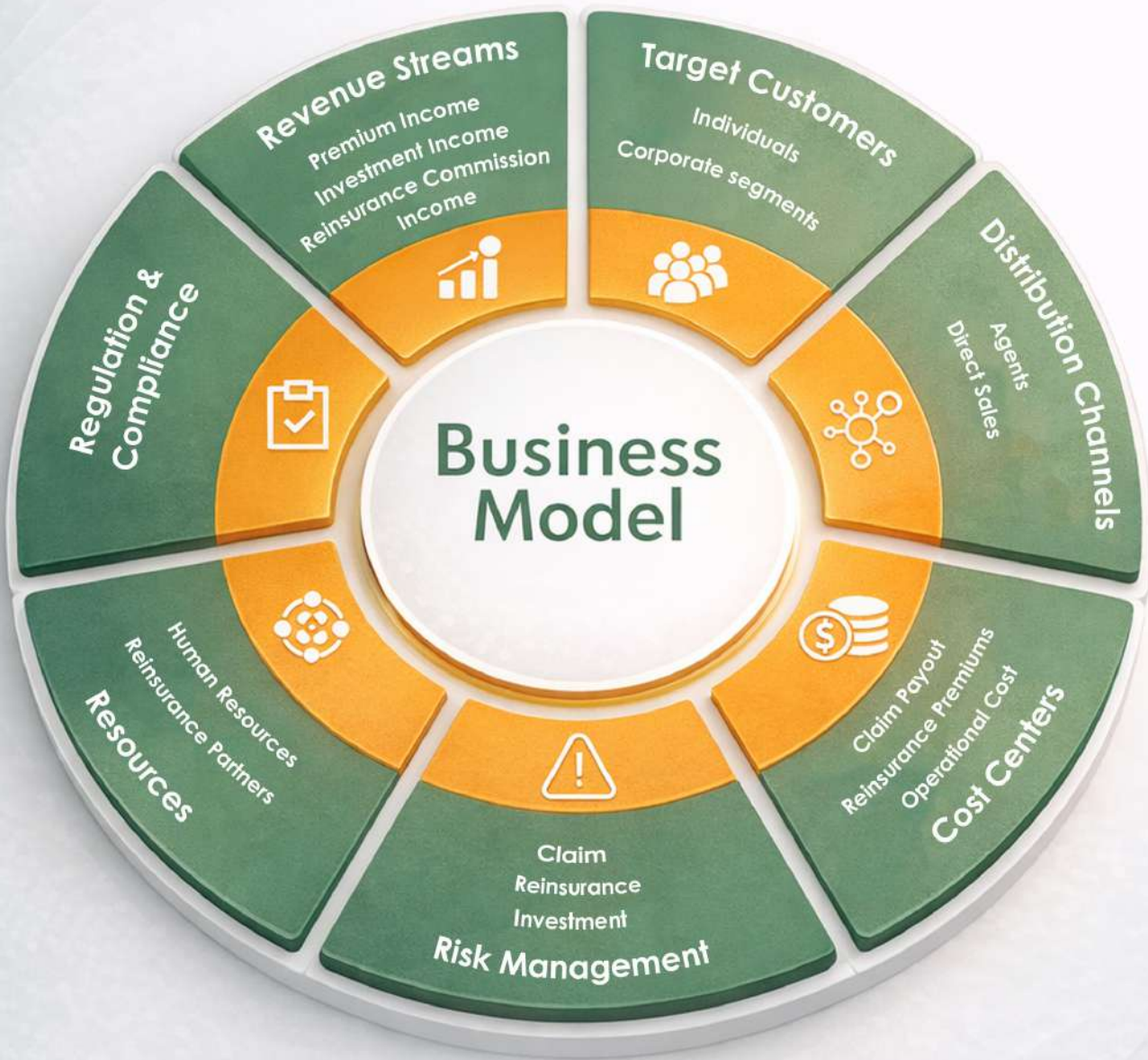


2081

Distributed Bonus shares @ 7.5 per share to Shareholder for the first time since commercial operation



COMPANY'S BUSINESS MODEL



Our company is one of the major non-life insurance companies in Nepal offering various types of non-life insurance products and services.

Revenue Streams

Company's main revenue streams are from the premium income, investment income and reinsurance commission income:

Premium Income

Company manages and pools the risk of the clients for which it collects the premium through the offering of below mentioned insurance products to clients.

- **Property and Casualty Insurance:** Includes home, commercial property and other forms of coverage to protect individuals and businesses from financial loss due to fire, natural catastrophe, damage, or theft.
- **Marine Insurance:** Protection for loss of products during the transit. Transit may be through air, sea or road means.
- **Motor Insurance:** Includes all type of motor vehicles and provides the comprehensive or third-party packages.
- **Engineering Insurance:** Includes the protection to all the project under construction phase and engineering heavy equipment's for risk against the damages caused due to natural catastrophe, accident and other perils.
- **Aviation Insurance:** Provides coverage for hull losses as well as liability for passenger injuries, environmental and third-party damage caused by aircraft accidents.
- **Cattle & Crops Insurance:** Provides cover against loss of or damage to Cattle and crops.
- **Miscellaneous Insurance:** Under miscellaneous various types of products are offered such as:
 - » Health Insurance – Provides coverage against the medical cost for both domiciliary and hospitalization.
 - » Group Personal Accident – Provides coverage against the accident during the working time period.
 - » Product Liability – Provides coverage against the loss or damages of certain features as per customer specification of the mentioned goods/products.
 - » Public Liability – Provides the third-party liability protection to the customers as per needs.
- **Micro Insurance:** Provides coverage to the business of low-income level farmers and communities.

Investment Income:

We invest the amount contributed as capital by owners and premium collected from the customers and generates the income from them by investing in diverse sectors as follows:

- Bonds and Debentures
- Fixed Deposits of Financial Institutions
- Shares of Publicly listed companies
- Investment in share of National priority sector industries
- Mutual funds

Reinsurance Commission Income:

We spread underwriting risk to the various reinsurers from different parts of world and reinsurer provide us with certain commission on the premium ceded to them.

Target Customers

Our customers includes both individual and corporate segments:

- **Individuals:** We offer health, property, motor insurance to individuals.
- **Corporate segments:** We provide business-related insurance for businesses, including property coverage, motor, transit, GPA, Product liability etc.

Distribution Channels

We utilize multiple distribution channels for reaching out to our customers:

- **Agents:** We use our agent channel to sell products directly to customers.
- **Direct Sales:** We have established branches/sub branches/extension counter at various location where customers can purchase insurance products directly.
- **Digital Platforms:** We have apps, websites, and digital service portals to directly connect with customers.

Cost Centers

Our major outgoing cost center are as follows:

- **Claim cost:** We pay out the claim to the clients for the indemnification of the losses suffered by the clients as per the terms and condition of the policy. It is the major cost incurred by us and it includes the claim and claim handling expenses.
- **Reinsurance Premiums:** We pay reinsurance premium to the various reinsurer for their share of risk undertaken.
- **Operational Cost:** This includes all the salaries and other operating cost incurred by the company for smooths operation of the company.

Risk Management

SGIC manages its overall risk as per its risk management guidelines. We identify the context of risk, its implication, our appetite towards particular risk, its mitigation through transfer, reduction and acceptance of risk within tolerance limit. On overall the risk management is obtained through effective management of its all-key operational activities such as:

- **Underwriting:** SGIC adopts its underwriting policy as per its short term and long-term strategic goals and continually reviews it for further improvements. We maintain the balances level of portfolio mix along with its risk matrix and severity level of the risk associated risks.
- **Claim:** SGIC analyses the past claim trends and the emerging claim trends and streamlines its underwriting policy. We manage claim process to updates it regularly in order to provide the smooth claims services to the clients.
- **Reinsurance:** SGIC cedes its risk to the various reinsurer through the proportional treaty and non-proportional treaty through reinsurer brokers. Generally, we place risk with the reinsurer that have high financial strength ratings. Additionally, we take the coverage for the Natural Catastrophic Risk events to protect our net account.
- **Investment:** SGIC follows the regulatory and its own internal guidelines for the effective investment management and it diversifies its investment in various sectors make optimum investment portfolio mix.

Resources

SGIC utilizes its various resources to obtains its overall all goals and objective. Some of the major resources are:

- **Human Resources:** SGIC has a strong human resource that are experienced and well qualified for providing the underwriting, claim, reinsurance and investment services.
- **Reinsurance Partners:** SGIC has strong reinsurer for its reinsurance treaty, which gives us cutting edge in managing the underwriting risk.

Regulation & Compliance

We regulate in strict government regulations and oversight to ensure solvency and customer protection. We comply with local laws applicable to us.

We focus on offering a diverse range of insurance products, leveraging both traditional and digital distribution channels, emphasizing customer-centric services, and ensuring financial stability through strong reinsurance and investment management. The company is also increasingly focused on sustainability and digital innovation to maintain its competitiveness.

I. Description of Resources, Usage, Sustainable Competitive

We have dynamic resources in the form of capital, human, data and technology and use those in the competitive environment to create the value addition to all the stakeholders.

Resources

Our major resources are as follows:

Financial Resources

Our Company has a strong capital base of Rs. 2.15 billion rupees and net-worth over 3.25 billion Rupees and similarly our solvency ratio is 585 %, which indicates the sound financial health. The above statistics represents that we have adequate financial resources to meet all the policy holder obligation and to handle all the potential risks.

Human Resource

We have a dynamic human resource consisting of the well experienced, young professional and technically qualified team of people.

Gender	Aged <30	Aged 31 to 50	Aged > 50	Total
Females	43	87	4	134
Males	83	125	13	221
	126	212	17	355

We have a pool of young and talented human resources who are dedicated to provide the standard services to all the relevant stakeholders. We have a process of talent acquisition through head hunting and employee succession plan for grooming the employee for the next assignment.

We provide the various kinds of training to all level of our employee to keep them above the industry standard experience. With all this type of efforts it helps us to develop the new industry leaders and strong workforce within the industry.

Data:

We have the wide range of data required for our business that are beneficial for us in the decision making for all the processes performed. We have strong data base related to all the market information and maintain the customer wise, geography wise and potential risk heat map wise databases.

We view the data as the wealth of our company and maintain it with the professional integrity and use them effectively and efficiently to create the competitive edge over our competitors.

Technology

We have a strong digital technological resource for operating our business. Our core software integrates the data and workflow of the various functions such as Underwriting, Claim, Reinsurance and Finance, that are interlinked with each other. We have developed many other auxiliary digital platforms such as CRM (Customer Relationship Management Software), Online policy issue system and are in process of developing the digital claim processing platform that are insured/Surveyor friendly.

Recently, we are investing highly in the digitization and digital platforms to make them more accessible and user-friendly meeting all the regulatory requirements.

Usages

We use the above-mentioned resources in the most efficient manner as follows in the following processes:

Risk Management

We set the company's risk appetite and mitigate the risk to the reinsurer by utilizing our financial and data resources.

Claims Management

Seamless flow of the data within the system helps to settle the claims efficiently and qualified human resource and superior technology helps to settle the claims more efficiently and build the trust among the insured.

Distribution and Sales

We have direct employee and agency-based channel for policy sales. We have integrated them within our digital platform for the easy distribution and also have CRM platform that help to retain the old clients and discover the potential clients.

Service Management

We use the digital tools to provide the service related to the policy purchase and are in process of developing the digital platform for claim settlement process, which provides the clients a warm experience.

Sustainable Competitive Edge

Having of above resources and it uses in our processes provide us the competitive edge on the following things:

- (1) Building Trust and Brand
- (2) Strong Product Distribution Network
- (3) Cost Efficiency
- (4) Reinsurance Strategy
- (5) Technological Capability

Value Creation

From our usage of the resources, we create the value to all the relevant stakeholders as follows:

(1) Customer

- Protection against the unexpected financial loss
- Quick and fair claim settlement

(2) Shareholder

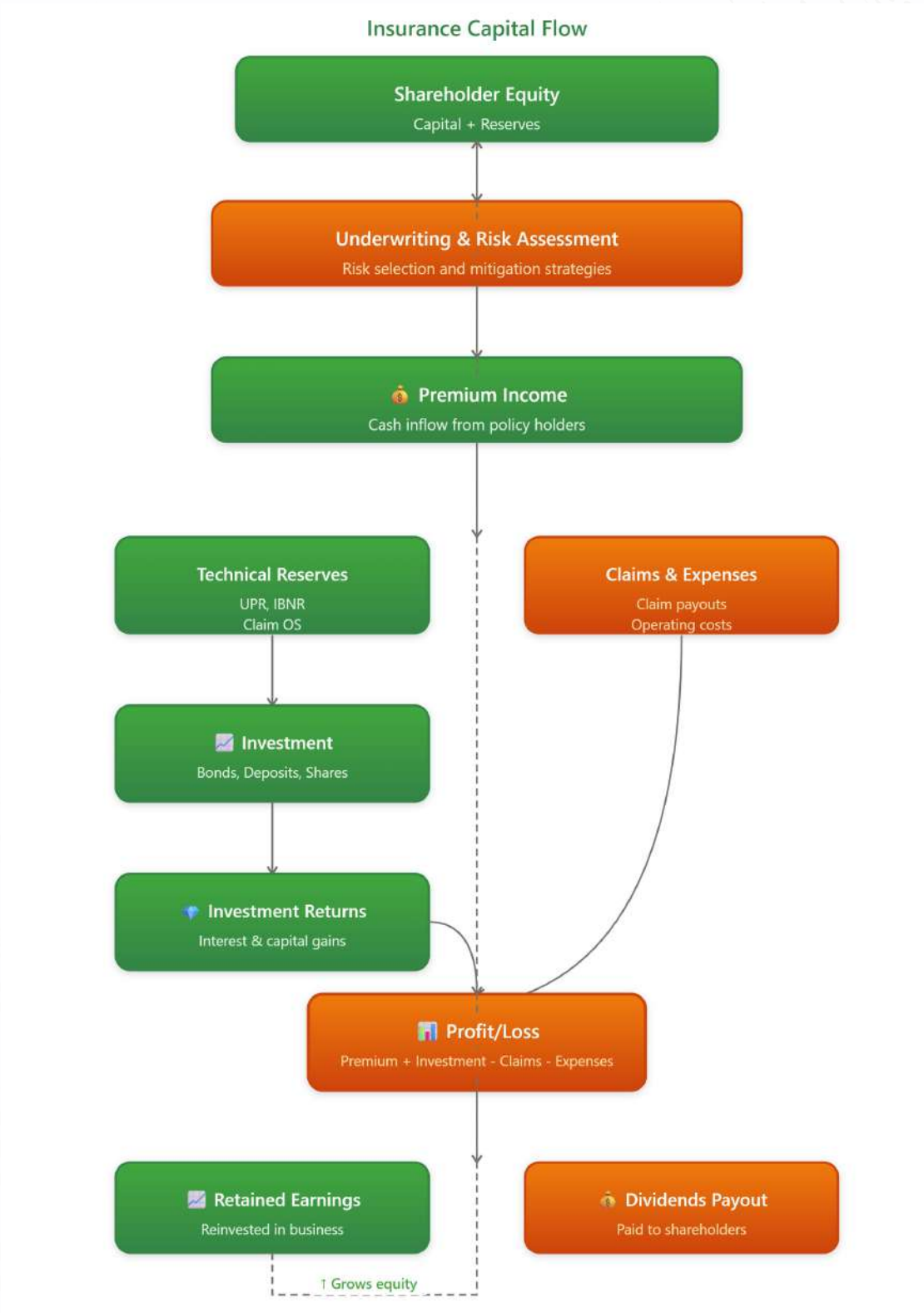
- Dividends in the forms of bonus share/cash for the amount invested by them in form of capital

(3) For Society

- Promoting the risk sharing and maintaining the economic stability

II. Major Source of Capital and their Interconnectedness

Our business is run based on the initial capital injected by the shareholder and reserves accumulated after the business operation and serves as the major source of the capital and its use is explained as below:



III. Plan for Resource Usage, Major Programs and Their Relation

We have a well-defined resource utilization and capital management plan in order to provide the operational efficiency and provide the financial resilience and support the sustainable business growth. We focus on the usage of resource considering our short-term, medium-term and long-term strategies and in line with the regulatory guidelines.

Plan for Resources Usage

We plan for optimal usages of our Financial, Human, Technological resources for the achievement of the overall objective of the company.

Financial Resources

We aim to allocate the available financial resources to have sustainable underwriting growth and mitigate the underwriting risk above our appetite to reinsurer through effective reinsurance management strategy. We invest the amount in various sectors to maintain the adequate liquidity and to generate the stable income in form of interest income/dividend income, which will further strengthen our financial resources being the part of retained earnings unless distributed in form of cash dividend.

Human Resource

We have optimal mix of human resource in form of well experience and young pool of talented individuals. We have placed high focus on providing the various type of training and are providing them with the relevant industry required training to uplift their capability. We align the human resource in line with our current and future requirement for providing the services.

Technological Resources

Our key focus is on digital transformation of the overall services provided from our side and are continually working in upgrading our core insurance software to support the digital transformation and provide us the competitive edge among our competitor's. Our current focus is aligned on improving the policy issuance, claims management, risk management and robust internal control through the use of new technology.

Major Programs

To achieve and improve our business, we have initiated many programs and projects as below:

- Digitization of the records keeping
- Customer Management System
- Digital Policy issuance and claims management system
- Research and Product development
- Robust internal control and risk management system

Resources and Major Program relation to the Capital Plan

We plan our resources and major program by allocating our capital in line with achieving the overall the sustainable business growth goals and strategic plan.

We allocate our capital on the various resources and program majorly based on the following parameters:

- Solvency Adequacy and Risk Management Framework
- Return Optimization
- Sustainable Growth
- Regulatory Requirements



CORPORATE GOVERNANCE & COMPLIANCE

SEBON's Compliance Report

(As per the Corporate Governance Guidelines for Listed Institutions, 2074)

Name of Listed Organized Institution:	Sanima GIC Insurance Limited
Address:	Tangal - 5, Kathmandu
Email:	info@sgic.com.np
Website:	www.sgic.com.np
Phone Number:	01-4527170/71
Fiscal Year Reported:	2081/082

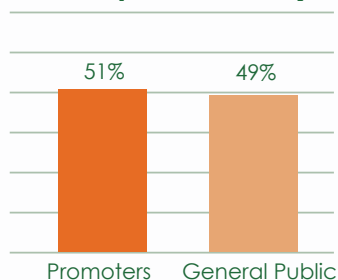
Board of Directors' Profile

Our company is promoted by leading commercial banks, financial institutions and esteemed group of investors who have made contributions to economic development inside and outside of Nepal and have substantial experience in establishing and scaling successful business during the politically and economically challenging environment in Nepal. Our team of promoters include Non- Resident Nepalese along with leading industrialists, trading houses, bankers, and highly qualified professionals of Nepal.

Name and Appointment Date of the Chairperson of the Board:

- Mr. Kunal Kayal (2080.02.32)

Ownership Structure (Promoters, General Public, and Others):



Details of the Board of Directors:

Name and Address of Directors	Representing Group	Shares Held	Appointment Date	Oath Date	Appointment Method
Mr. Kunal Kayal, Minbhawan, KTM	Promoter Shareholders	53,749	2080/02/32	2080/02/32	Elected in General Meeting
Mr. Dilip Shrestha, Ekantakuna, Lalitpur	Promoter Shareholders	53,749	2080/02/32	2080/02/32	Elected in General Meeting
Ms. Mita Murarka Agrawal, Biratnagar, Morang	Promoter Shareholders	106,424	2080/02/32	2080/02/32	Elected in General Meeting
Dr. Hemanta Kumar Dabadi, Koteswar, KTM	General Public Shareholders	215	2080/02/32	2080/02/32	Elected in General Meeting
Mr. Prakash Man Shrestha, Galchhi, Dhading	General Public Shareholders	107	2080/02/32	2080/02/32	Elected in General Meeting
Ms. Saraswatee Gautam Gyawali, Tokha, KTM	General Public Shareholders	1,075	2080/02/32	2080/02/32	Elected in General Meeting
Dr. Anil Raj Bhattarai, Budhanilkantha, KTM	Independent	-	2080/04/28	2080/04/28	Elected by Board

Note: Updates regarding directors appointed after the last general meeting should also include the date the board was informed.

Board Meetings:

- Details of Board Meetings:

Meeting Date for Current Financial Year	Number of Directors Present	Number of Directors opposing Board's Decision	Meeting Date for Last Financial Year
2081.04.27	7	None	2080.04.28
2081.05.17	6	None	2080.04.31
2081.06.18	7	None	2080.05.25
2081.07.02	6	None	2080.06.30
2081.07.14	7	None	2080.07.24
2081.07.25	7	None	2080.08.22
2081.08.04	7	None	2080.09.13
2081.08.10	7	None	2080.10.10
2081.08.26	7	None	2080.11.01
2081.09.01	7	None	2080.11.21
2081.10.15	7	None	2080.12.01
2081.10.24	7	None	2080.12.28
2081.11.16	7	None	2081.01.12
2081.11.26	7	None	2081.01.30
2081.12.19	7	None	2081.02.30
2081.12.29	7	None	2081.03.04
2082.01.09	7	None	2081.03.31
2082.01.31	7	None	
2082.02.27	7	None	
2082.03.06	7	None	
2082.03.10	7	None	
2082.03.22	7	None	
2082.03.29	7	None	
2082.03.32	7	None	

- Details of Meetings postponed for attendance reasons: None

Additional Information on Board Meetings

Whether the director or alternate director attended the meeting of the board of directors (in case of absence, state the reason along with the date of the meeting):	Attended
A separate record of the directors present at the meeting of the board of directors, the matters discussed and the details of the decisions made in that regard (minutes) is/not kept:	Kept
Maximum gap (in days) between two consecutive meetings of the Board of Directors:	44 days
Date of the meeting held regarding the meeting allowance of the Board of Directors:	2081.12.21
Allowance per meeting of Board of Directors:	Chairman's Rs. 12,000
Total Board Meeting Expenses for the Fiscal Year	Member's Rs. 10,000

Code of Conduct and Other Details Related to Directors:

Code of Conduct:

Existence of a code of conduct for Board of Directors of the concerned organization:	Yes
Details if more than one director from the same household:	None

Annual Learning and Refresher Program

Each director has/has not informed the following in writing within fifteen days of his appointment or nomination to the post of director and details of the same if not: <ul style="list-style-type: none"> • If the director or any member of their family has entered into or is about to enter into any kind of agreement with the organization, the details thereof, • Details of the shares or debentures held by them or any member of their immediate family in the organization or the main or subsidiary company of the organization, • If they are a substantial shareholder or director of any other organisation, details thereof, • If any family member of director is working as an employee in the organization, the details of the same. 	Informed
If the director has worked as a Director, Executive Officer, Executive Head or Employee of a listed organization with similar nature of purpose, details of the same:	None
If any action has been taken against the Directors by regulatory bodies and other bodies, details of the same:	None

Risk Management and Internal Control Systems

(a) Whether or not a committee has been formed for risk management: Formed

(b) Information regarding Risk Management Committee:

Structure of the Committee (Names and Positions of Coordinators and Members)

Full Name	Position
Ms. Mita Murarka Agrawal (Director)	Coordinator
Mr. Dilip Shrestha (Director)	Member
Mr. Sudyumna Prasad Upadhyaya (Chief Executive Officer)	Member
Mr. Ram Chandra Shrestha (Sr. Deputy Chief Executive Officer)	Member Secretary

Number of Meetings

The Risk Management Committee convened thrice during the reporting period.

Brief description of the work of the committee

This committee makes necessary decisions regarding the investment, risk management and financial soundness (solvency) of the company and recommends to the board of directors.

Committee for Internal Control System

The Internal Control System Committee has been formed.

Internal Control Procedures/regulations

Internal control procedures and regulations are in place and available for review, ensuring compliance and risk mitigation.

Structure of the Committee (Names and Positions of Coordinators and Members)

Full Name	Position
Ms. Saraswatee Gautam Gyawali (Director)	Coordinator
Ms. Mita Murarka Agrawal (Director)	Member
Dr. Anil Kumar Bhattarai (Director)	Member
Ms. Anjana Singh (Head Internal Control Department)	Member Secretary

Number of Meetings

The Audit Committee convened eight times during the reporting period.

Committee Responsibilities

Committee looks after the effectiveness of overall internal control placed in the organisation and suggest the necessary changes to be made to the existing system to upgrade the control procedures. The committee reviews the internal and external audit reports to identify any deviation in the control measures established and suggest the future course of action plan.

Financial Administration Regulation

Financial Administration Regulation are in place and available.

Information and Communication Management

Notice and Announcements made

Topic	Medium	Date of Announcement
AGM	Rastriya Dainik Karobar & Abhiyan	1st Notice - 2081.11.27 2nd Notice - 2081.12.14
SGM		
Annual Report	Company Website	
Quarterly Report	Rastriya Dainik & Company Website	1st Quarter - 2081.07.30 2nd Quarter - 2080.10.26 3rd Quarter - 2081.01.30 4th Quarter - 2081.04.30
SEBON		

Information related to non-publicity of the information or action taken by the Securities Board and other agencies due to other reasons: **None**

Date of Last General Meeting

The last Annual General Meeting was held on 2081.12.21

Institutional Structure and Personnel Details

Whether there is an employee service condition regulation/system containing the structure, appointment, professional development, training, salary, allowances and other facilities, attendance and leave, code of conduct etc.: **Available**

Attached organizational structure: **Attached**

Name, Education Details & Experience of the Management Team

Full Name	Qualification and Experience
Sudyumna Prasad Upadhyaya	MBA, LLB; 29 years in Insurance
Ram Chandra Shrestha	BSc; 37 years in Insurance
Subodh Lal Shrestha	B.Com; 39 years in Insurance
Raju Paudel	B.Com; 29 years in Insurance
Binesh Maskey	B.Com; 27 years in Insurance
Rohini Karmacharya	B.Com; 30 years in Insurance

Other details related to employees

Whether or not to appoint employees according to the regulations	Appointed according to regulations
Procedure adopted for the appointment of new employees	Public notice measure
Number of management level employees:	6
Total number of employees:	355
Whether or not there is a succession plan for employees:	Yes
The number of trainings given to employees and the number of employees involved:	1) Number of trainings: 18 2) Number of employees: 360
Staff training expenses:	Rs. 4,708,068
Percentage of personnel expenses in total expenses:	67.85%
Percentage of training expenses in personnel expenses	1.32%

Financial Management and Audit Details

Details Related to Accounts

Preparation of Financial Statements following NFRS or not with reasons for the Last Fiscal Year:	Prepared as per NFRS
Date of Approval of the Financial Statement by the Board of Directors:	2082.11.29 (2081-82)
Publication of Quarterly Financial Statements	Within 30 days after the end of each quarter
Date of Completion of Final Audit:	2081.09.11.
Date of Approval of Financial Statements by the General Meeting:	2081.12.21 (2080-81)
Details of Internal Audit of the Organization: <ul style="list-style-type: none"> Internal Audit Conducted /External Audit Expert Appointed Details if External Experts Were Appointed: Frequency of Internal Audit: 	1) Sujan Kafle & Associates - (Internal Auditors) 2) N. Amatya & Co. (Statutory Auditors) 3) Quarterly

Details Related to Audit Committee

Names, Designations and Qualifications of Coordinator and Members:	1) Independent Director Ms. Saraswatee Gautam Gyawali –Coordinator (Bachelor's Degree). 2) Director Ms. Mita Murarka Agrawal – Member (Bachelor's Degree). 3) Director Dr. Anil Raj Bhattarai – Member (Ph.D.).
Meeting Dates and Number of Members Present:	2081.05.27: 3 members. 2081.06.28: 3 members. 2081.08.26: 3 members. 2081.08.27: 3 members. 2081.11.27: 3 members. 2082.01.18: 3 members. 2082.02.29: 3 members. 2082.03.27: 3 members
Per Meeting Allowance: NPR 6,000.	Total Meeting Allowances Paid: NPR 168,000.
Date of Submission of Audit Committee's Report to the Board of Directors:	2082.03.27

Other Details

Loan or Financial Transactions with Directors or Close Family Members:	None
Usage of the Organization's Assets by Individuals or Entities with Financial Interests:	None
Compliance with Conditions Set by Regulatory Authorities During Licensing:	Complied
Compliance with Directives Issued During Regulation, Inspection, or Supervision:	Complied
Details of Legal Cases Against the Organization or Its Directors:	None

Compliance Officer's Name: Mr. Bhadra Bahadur Bist
 Designation: Manager
 Date: 2083.01.09
 Organization's Seal:

Date of Approval of Report by the Board of Directors: 2083.01.10

Certified Auditor:

.....
 C.A. Manish Amatya
 Partner, N. Amatya & Co
 Chartered Accountants

Kunal Kayal Chairman



अध्यक्षको मन्तव्य

आदरणीय शेयरधनी महानुभावहरू,

सानिमा जिआइसी इन्स्योरेन्स लि.को आठौं वार्षिक साधारण सभामा सहभागी हुन पाल्नु भएका आदरणीय शेयरधनी महानुभावहरू लगायत आमन्त्रित अतिथि महानुभावहरूमा कम्पनीको सञ्चालक समितिको तर्फबाट तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत अभिवादन व्यक्त गर्दछु।

कम्पनीले नेपाल वित्तीय प्रतिवेदन मान (NFRS) बमोजिम तयार गरेको आर्थिक वर्ष २०८१।०८२ को वित्तीय विवरण सहितको वार्षिक प्रतिवेदन अनुमोदनका लागि यहाँहरू समक्ष प्रस्तुत गरेका छौं।

कम्पनीको आर्थिक वर्ष २०८१।०८२ सम्मको संचित मुनाफाबाट हालको चुक्ता पूँजी रु.२ अर्ब १५ करोडको ५.०० प्रतिशत बोनस शेयर तथा सो मा लाग्ने लाभांश कर प्रयोजनका लागि ०.२६३२ प्रतिशत नगद लाभांश गरी कुल ५.२६३२ प्रतिशत लाभांशको प्रस्ताव पेश गरेका छौं।

उक्त प्रस्ताव यस सभाबाट पारित भए पश्चात् सम्बन्धित निकायहरूको स्वीकृति लिई बोनस शेयर जारी गरिने व्यहोरा जानकारी गराउन चाहन्छौं।

यसै गरी, नियामक निकाय नेपाल बीमा प्राधिकरणको पूँजी वृद्धि सम्बन्धी निर्देशनलाई आत्मसात गर्दै कम्पनीको हालको चुक्ता पूँजी रु.२ अर्ब १५ करोडको १७ प्रतिशत अर्थात रु.३६ करोड ५५ लाख बराबरको हकप्रद शेयर जारी गरी चुक्ता पूँजी रु.२ अर्ब ५१ करोड ५५ लाख पुऱ्याउन नेपाल बीमा प्राधिकरणबाट प्राप्त सैद्धान्तिक सहमति बमोजिम हकप्रद शेयर जारी गर्ने प्रस्ताव गत सातौं वार्षिक साधारण सभाबाट पारित भएको तथा नेपाल धितापत्र बोर्डबाट स्वीकृती प्राप्त हुने प्रक्रियामा रहेको जानकारी गराउदै स्वीकृती प्राप्त हुनासाथ जारी गरिने व्यहोरा अनुरोध गर्दछौं।

बीमा क्षेत्रमा नयाँ अवसर र चुनौतिहरू बढ्दै गएका छन्। एकातिर जलविद्युत तथा पूर्वाधार विकासका आयोजनाबाट बीमा बजारको विस्तार हुने देखिन्छ भने अर्को तर्फ हरेक वर्ष जलवायु परिवर्तनका

कारण मौसमी प्रभावले बाढी पहिरो जस्ता जोखिमहरू बढ्दै गएका छन्। यस अवस्थामा कम्पनीले आफ्नो व्यवसाय अति सजग र संवेदनशिल भएर गर्नुपर्ने देखिन्छ। यसका लागि कम्पनीले आफ्नो आन्तरिक विभागहरूमा आवश्यक जनशक्तिहरूको व्यवस्थापन गर्ने, जोखिम तथा जोखिमाङ्गन विभागलाई अझ प्रभावकारी बनाउने सोच रहेको छ। डिजिटल प्रविधिको प्रयोगबाट आफ्नो आन्तरिक कार्यशैली अगाडी बढाउने र ग्राहक सेवा अझ परिष्कृत गर्ने लक्ष्य लिएको छ।

अन्त्यमा, कम्पनीको उत्थान एवं प्रगतिमा सधैं सहयोग एवं मार्गदर्शन प्रदान गर्ने नेपाल सरकार, नियामक निकाय नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लि, नेपाल सिडिएस एण्ड क्लियरिङ्ग लि., बैङ्क तथा वित्तीय संस्थाहरू, पुनर्बीमा कम्पनीहरू, लेखा परीक्षकहरू, बीमा अभिकर्ताहरू लगायत अन्य सघं संस्था तथा बीमितवर्गहरू प्रति आभार तथा धन्यवाद ज्ञापन गर्दछु।

साथै कम्पनीको व्यवसाय प्रवर्द्धनमा इमान्दारी र लगनशीलताका साथ योगदान दिनु हुने यस कम्पनीका प्रमुख कार्यकारी अधिकृत लगायत सम्पूर्ण कर्तव्यनिष्ठ कर्मचारीहरूलाई पनि यस अवसरमा सञ्चालक समितिको तर्फबाट विशेष धन्यवाद दिन चाहन्छु। यस साधारण सभामा सहभागी हुन पाल्नु भएका सम्पूर्ण शेयरधनी महानुभावहरू लगायत सबै अतिथिहरूलाई यहाँहरूको गरिमामय उपस्थितिका लागि धन्यवाद ज्ञापन गर्दै यस साधारण सभामा शेयरधनी महानुभावहरूबाट अमूल्य सुझावको अपेक्षा राखेका छौं।

धन्यवाद।

मिति २०८३।०२।०६

कुनाल कयाल
अध्यक्ष

सानिमा जिआईसी इन्स्योरेन्स लिमिटेडको

आठौं वार्षिक साधारण सभामा संचालक समितिको तर्फबाट

अध्यक्ष श्री कुनाल कयालबाट प्रस्तुत आ.व.२०८१/०८२ को वार्षिक प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरू,

यस कम्पनीको आठौं वार्षिक साधारण सभामा भाग लिन पाल्नु भएका सम्पूर्ण शेयरधनी तथा आमन्त्रित महानुभावहरूमा यस कम्पनीको सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत तथा अभिवादन व्यक्त गर्दछु।

कम्पनीले नेपाल बीमा प्राधिकरणबाट जारी बीमकको वित्तीय विवरण सम्बन्धी निर्देशिका, २०८० तथा नेपाल धितोपत्र बोर्डबाट जारी सूचिकृत संगठित संस्थाहरूको संस्थागत सुशासन सम्बन्धी निर्देशिका २०७४ समेतको परिधिभित्र रहि, कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम तथा नेपाल वित्तीय प्रतिवेदन मान (NFRS) बमोजिम तयार गरेको आर्थिक वर्ष २०८१/०८२ को वित्तीय विवरणहरू सहित तयार गरिएको वार्षिक प्रतिवेदन अनुमोदनका लागि यहाँहरू समक्ष प्रस्तुत गरेका छौं।

१) विगत वर्षको कारोवारको सिंहावलोकन :

कम्पनीको विगत वर्ष तथा समिक्षा वर्ष आ.व.२०८१/०८२ को कारोवारको मुख्य सुचाङ्कहरू यहाँहरू समक्ष पेश गर्न चाहन्छु।

विवरण	विगत वर्ष २०८०/०८१	समिक्षा वर्ष २०८१/०८२	बृद्धि %
कुल बीमा शुल्क	२,५१२,२४६,७१०	२,५३१,५३३,८५०	०.७७%
पुनर्बीमा शुल्क भुक्तानी	(१,७८९,७९८,०९५)	(१,७६७,२६६,४६७)	(१.२५%)
खुद बीमा शुल्क	७२२,४४८,६१५	७६४,२६७,३८३	५.७८%
अन्य			
पुनर्बीमा कमिशन आय	४१९,८१८,१८५	४१०,१८३,०५०	(२.३०%)
लगानी तथा अन्य प्रत्यक्ष आय	२५८,३५९,८७५	१७०,१५४,३८४	(३४.१४%)
अन्य आम्दानी	३७,१७,२३५	१२७,१८५,३६९	२४२.१६%
जम्मा आम्दानी	१,४३७,८७७,९१०	१,४७१,७९०,१८६	२.३६%
खुद दावी भुक्तानी	३६२,९८२,३९१	३७८,४०३,९४०	४.२५%
बीमा दायित्वमा भएको परिवर्तन	३७,५९३,३९२	१०,५९१,१९७	(७१.८३)%
व्यवस्थापन तथा अन्य खर्च	५९६,१६४,१४३	५९९,५४५,३८६	०.५७%
जम्मा खर्च	९९६,७३९,८४६	९८८,५४०,५२३	(०.८२%)
आय कर अघि मुनाफा	४४१,१३८,०६४	४८३,२४९,६६३	९.९५%
आयकर व्यवस्था	(१२२,९६९,९७१)	(१४६,४६६,३५०)	१९.११%
खुद नाफा	३१८,१६८,०९३	३३६,७८३,३१३	५.८५%

२) राष्ट्रिय तथा अन्तर्राष्ट्रिय स्थितिबाट कम्पनीको कारोवारमा परेको असर :

विश्व अर्थतन्त्र :

विश्व अर्थतन्त्र मिश्रित रूपमा गुञ्जि रहेको अवस्थामा समग्र विश्वको अर्थतन्त्रको बृद्धिदर न्यून रहेता पनि एसियाली अर्थतन्त्रको बृद्धि दर केही बढी रहेको देखिन्छ। यस वारे समग्र विश्वमा केहि आर्थिक सन्तुलन कायम भएता पनि महंगी तथा उपभोग्य वस्तुहरूमा अत्यधिक मूल्य बृद्धि चूनीतीको रूपमा रहेको छ।

त्यसै गरि भुराजनैतिक तनावका कारण उर्जा संकट तथा विश्वव्यापी आपूर्ती संजालमा अवरोध सृजना गरेको छ। त्यसको अलावा जलवायु परिवर्तनको कारणले प्राकृतिक विपत्तीहरू बढ्दै जाँदा यसबाट विश्व अर्थतन्त्रमा पर्न जाने असरबाट बच्न देशहरूले पुर्व तयारी गर्नुपर्ने आवश्यक देखिन्छ।

यी चुनौतीहरूका बावजूद पनि डिजिटल अर्थतन्त्र र प्रविधिको विकाशले केही नया आशाहरू पलाएका छन्। Artificial Intelligence, E-commerce र Digital भूक्तानी प्रणालीले उत्पादनशिलता र व्यापारको स्वरूप परिवर्तन गरिरहेका छन्।

यसरी समग्र विश्व अर्थतन्त्र बृद्धि, उच्च जोखिम र प्रविधि केन्द्रित परिवर्तनको अवस्थामा भविष्यमा स्थिर बृद्धि हासिल गर्नका लागि महंगी नियन्त्रण, राजनैतिक स्थिरता र दिगो विकासमा ध्यान दिनु पर्ने देखिन्छ।

राष्ट्रिय अर्थतन्त्र :

नेपालको अर्थतन्त्र अहिले “स्थिर तर सुस्त” अवस्थाबाट गुज्रिरहेको छ। जहाँ केही सूचकहरू सुधारोन्मुख देखिए पनि संरचनात्मक चुनौतीहरू अझै कायम छन्। विदेशी रोजगारीबाट आउने रेमिटेन्स नेपालको अर्थतन्त्रको प्रमुख आधार बनेको छ। रेमिटेन्सले उपभोग बढाएको छ र विदेशी मुद्रा सञ्चिति मजबूत राख्न सहयोग गरेको छ, तर निजी लगानी कमजोर, कर्जा प्रवाह सुस्त, उत्पादन र औद्योगिक क्षेत्र कमजोर अवस्थामा छन्। आर्थिक गतिविधि सुस्त हुँदा उद्योग, व्यापार र निर्माण क्षेत्र विस्तार हुन सकेका छैनन्। यसले गर्दा मोटर, आगलागी, सम्पत्ति जस्ता बीमाको माग घटाएको छ। बैंक तथा वित्तिय संस्थाहरूमा अधिक तरलता भई मुद्दती निक्षेपमा न्यून ब्याज दर प्रदान गरिरहेकोले बीमा कम्पनीहरूको लगानी आम्दानीमा असर परिरहेको छ।

“रेमिटेन्समा आधारित र कमजोर उत्पादन नेपाली अर्थतन्त्रले”, निर्जीवन बीमा क्षेत्रको बजार विस्तारलाई सीमित बनाएको छ।

३) प्रतिवेदनको मिति सम्म चालु वर्षको उपलब्धि र भविष्यको सम्बन्धमा सञ्चालक समितिको धारणा :

क) चालु वर्षको उपलब्धि :

चालु आ.व. २०८२/०८३ को चैत्र मसान्त सम्म १ अर्ब ७८ करोड ६० लाख बीमा शुल्क संकलन भईसकेको छ।

चालु आर्थिक वर्ष २०८२/०८३ को दोस्रो त्रैमाससम्मको निम्न आर्थिक सूचाङ्कहरू यहाँहरू समक्ष जानकारीको लागि पेश गरेका छौं।

विवरण	(रकम रु. हजारमा)
कुल बीमा शुल्क आर्जन	१,०७९,०९६,६७७
पुनर्बीमा शुल्क भुक्तानी	(८०१,८७७,९९७)
पुनर्बीमा कमिशन आम्दानी	१६२,४९३,५९३
लगानी, कर्जा तथा अन्यबाट आय	५५,५११,४३६
व्यवस्थापन तथा अन्य खर्च	(२५६,३६४,६११)
कुल दावी भुक्तानी तथा बीमा दायित्वमा भएको परिवर्तन	(३३४,७६४,४१२)
खुद नाफा	(९५,९०५,३१४)

ख) पुनर्बीमा व्यवस्था :

बीमा व्यवसायको मेरुदण्डको रूपमा पुनर्बीमा भएकोले प्रतिष्ठित पुनर्बीमाकर्ताहरूसँगको पुनर्बीमा व्यवस्थामा कम्पनी संवेदनशील छ। नेपाल बीमा प्राधिकरणबाट जारी निर्देशिका बमोजिम कम्पनीले मोटर बीमा, कृषि बीमा तथा विविध बीमा स्वदेशी पुनर्बीमाकर्तासँग गर्ने गरेको छ भने अन्य बीमाको पुनर्बीमा व्यवस्थाको हकमा विश्व विख्यात जर्मनीको A+ Rated पुनर्बीमा कम्पनी Hannover Ruckversicherung AG, को अगुवाईमा निम्न स्वदेशी तथा विदेशी पुनर्बीमाकर्तासँग चालु आर्थिक वर्ष २०८२/०८३ को लागि पनि पुनर्बीमा सम्झौता भई कारोबार भईरहेको छ।

- Nepal Re.
- Himalayan Re.
- Swiss Re.
- Asian Reinsurance Corporation.
- General Insurance Corporation of India.
- Kenya Reinsurance Corporation Ltd.
- GIC Bhutan Re.
- CICA Re.
- Ocean International Reinsurance Co. Ltd.
- Societe Tunisienne D'Assurances (Tunis Re).
- PVI Insurance Corporation.

ठुला परियोजनाहरूको हकमा स्वदेशी पुनर्बीमा कम्पनीहरूको क्षमता अनुरूप पहिलो प्राथमिकता ति पुनर्बीमा कम्पनीहरूलाई दिई बाँकी पुनर्बीमा विदेशी पुनर्बीमाकर्तासँग Facultative पुनर्बीमा गर्दै आएकाछौं।

ग) मानव संसाधन तथा वृत्ति विकास :

कम्पनीले समयानुकूल आन्तरिक तथा बाह्य तालिम प्रदान गरी आफ्ना कर्मचारीहरूको कार्य क्षमता तथा दक्षता अभिवृद्धि गर्दै आएको छ। कम्पनीका कर्मचारीहरूको वृत्ति विकासको लागि नियमित रूपमा आन्तरिक तालिम प्रदान गरिदै आएकाछौं भने Insurance Institute of Nepal Ltd. तथा अन्य स्वदेशी तथा विदेशी संस्थाहरूले सञ्चालन गर्ने विभिन्न तालिममा आवश्यकता अनुसार कर्मचारीहरूलाई तालिममा सहभागी गराउँदै आएकाछौं।

४) औद्योगिक वा व्यवसायिक सम्बन्ध :

कम्पनीले आफूता सम्पूर्ण बीमितवर्ग र व्यवसायिक सम्बन्ध भएका सेवा प्रदायक उद्योगी, व्यवसायी तथा संघ संस्थाहरूसंग सुमधुर सम्बन्ध राख्दै आएको छ। कम्पनीको ग्राहक मैत्री सेवाका कारण स्थापनाको छोटो अवधिमा नै बीमा बजारमा एक छुट्टै पहिचान बनाई औद्योगिक तथा व्यवसायिक सम्बन्ध कायम गर्न सफल भएको छ।

दावी भुक्तानी प्रक्रिया सहज तथा सरल बनाई समयमा नै दावी भुक्तानी गर्न कम्पनी प्रयत्नरत रहेको छ। साथै कम्पनीले आफूता संचालनमा अधिकतम रूपमा Digital प्रविधिको शुरुआत गरि सकिएको हुनाले बीमितहरूलाई Online माध्यमबाट नै बीमालेख सहज रूपमा उपलब्ध भई रहेको जानकारी गराउँदछौं। बीमितहरूबाट Online मोटर तथा यात्रा सम्बन्धी बीमा गर्न व्यवस्था गरिएको छ।

५) सञ्चालक समितिमा हेरफेर

समिक्षा अवधिमा सञ्चालक समितिमा कुनै हेरफेर नभएको जानकारी गराउँदछौं।

६) कारोवारलाई असर पार्ने मुख्य कुराहरू

कम्पनीको कारोवारलाई निम्न कुराहरूले असर पार्ने गरेको छ।

१. राष्ट्रिय तथा अन्तर्राष्ट्रिय आर्थिक वातावरण,
२. नियामक निकायहरूबाट समय समयमा जारी हुने निर्देशनबाट बन्न जाने व्यवसायिक वातावरण,
३. बीमा कम्पनीहरू विच त्रि प्रतिस्पर्धा,
५. देशको भौगोलिक विकटता तथा जलवायु परिवर्तनबाट हुने महाविपत्ती जोखिमहरू,
६. विदेशी पुनर्बीमा बजारको अवस्था,
७. बैंक तथा वित्तीय संस्थाले प्रदान गर्ने निक्षेप व्याजदरमा भइरहेको परिवर्तन,

उपरोक्त विषयहरूको गहन अध्ययन र विश्लेषण गरी उचित रणनीति तयगरी कम्पनीको कारोवार संचालन तथा लक्ष्य हासिल गर्न प्रतिबद्ध रहेको व्यहोरा जानकारी गराउन चाहन्छौं।

७) लेखापरीक्षण प्रतिवेदनमा कुनै कौफियत उल्लेख भएको भए सो उपर सञ्चालक समितिको प्रतिक्रिया:

लेखापरीक्षण प्रतिवेदनमा सामान्य सुझावहरू बाहेक अन्य कुनै कौफियत नरहेको जानकारी गराउँदछौं।

८) लाभोश बाँडफाँड गर्न सिफारिस गरिएको रकम :

कम्पनीको आर्थिक वर्ष २०८१।०८२ सम्मको संचित मुनाफाबाट हालको चुक्ता पूँजी रु.२ अर्ब १५ करोडको ५.०० प्रतिशत वोनश शेयर तथा सोमा लाग्ने लाभोश कर प्रयोजनका लागि ०.२६३२ प्रतिशत नगद लाभोश गरी कुल ५.६३२ प्रतिशत लाभोशको प्रस्ताव पेश गरेका छौं।

नियामक निकाय नेपाल बीमा प्राधिकरणको पूँजी वृद्धि सम्बन्धी निर्देशनलाई अन्तमा गरी कम्पनीको चुक्ता पूँजी रु.२ अर्ब १५ करोडको १७ प्रतिशत अर्थात् रु.३६ करोड ५५ लाख बराबरको हकप्रद शेयर जारी गरी चुक्ता पूँजी रु.२ अर्ब ५१ करोड ५५ लाख पुन्याउन नेपाल बीमा प्राधिकरणबाट प्राप्त सैद्धान्तिक सहमति बमोजिम हकप्रद शेयर जारी गर्ने परिमार्जित प्रस्ताव गत सातौं वार्षिक साधारण सभाबाट पारित भई नेपाल धित्तापत्र बोर्डबाट स्वीकृत हुने प्रक्रियामा रहेको र स्वीकृत प्राप्त हुनासाथ हकप्रद शेयर जारी गरिने व्यहोरा अनुरोध गर्दछौं। कम्पनीले अधिल्लो साधारण सभाबाट पारित भएको हकप्रद शेयरको क्रिता फरक नपर्ने गरी हकप्रद शेयर जारी गर्ने योजना रहेकोछ।

९) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित मूल्य, त्यस्तो शेयर जफत हुनु भन्दा अगावै सो वापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर वापत रकम फिर्ता गरेको भए सोको वितरण:

समिक्षा वर्षमा कुनै शेयर जफत नगरिएको जानकारी गराउँदछौं।

१०) विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन :

यस कम्पनीको कुनै सहायक कम्पनी नरहेको व्यहोरा जानकारी गराउँदछौं।

११) कम्पनी तथा त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोबारहरू र सो अवधिमा कम्पनीको कारोबारमा आएको कुनै महत्वपूर्ण परिवर्तन:

यस कम्पनीको हाल सम्मको कारोवार निर्जीवन बीमा व्यवसाय मात्र भएको र कम्पनीको कारोवारमा कुनै महत्वपूर्ण परिवर्तन नभएको जानकारी गराउँदछौं।

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

आधारभूत शेयरधनीहरूबाट कुनै विशेष जानकारी प्राप्त नभएको जानकारी गराउँदछु ।

१३) विगत आर्थिक वर्षमा कम्पनीका सञ्चालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको वितरण र कम्पनीको शेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी :

कम्पनीको शेयर कारोबारमा कुनै सञ्चालक संलग्न नरहेको जानकारी गराउँदछौं ।

१४) विगत आर्थिक वर्षमा कम्पनीसंग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको ब्यहोरा :

कम्पनीसंग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थ नरहेको जानकारी गराउँदछु ।

१५) कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अंकित मूल्य तथा त्यसरी शेयर खरिद गरे तापत कम्पनीले भुक्तानी गरेको रकम :

कम्पनीले आफ्नो शेयर आफैले खरिद नगरेको जानकारी गराउँदछु ।

१६) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत वितरण :

कम्पनीको आन्तरिक नियन्त्रण प्रणाली प्रभावकारी रहेको छ । "बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८०" बमोजिम सञ्चालक समितिका सदस्यहरूको संयोजकत्वमा निम्न समितिहरू गठन गरिएको छ ।

क) मानव संशाधन समिति:

(क) अध्यक्ष, श्री कुनाल कयाल	संयोजक
(ख) सञ्चालक, डा. हेमन्त कुमार दवाडी	सदस्य
(ग) प्रमुख कार्यकारी अधिकृत, श्री सुद्युम्न प्रसाद उपाध्याय	सदस्य
(घ) वरिष्ठ नायव प्रमुख कार्यकारी अधिकृत, श्री रामचन्द्र श्रेष्ठ	सदस्य सचिव

ख) दाबी भुक्तानी समिति :

(क) सञ्चालक, डा. हेमन्त कुमार दवाडी	संयोजक
(ख) सञ्चालक, श्री प्रकाश मान श्रेष्ठ	सदस्य
(ग) प्रमुख कार्यकारी अधिकृत, श्री सुद्युम्न प्रसाद उपाध्याय	सदस्य
(घ) वरिष्ठ नायव प्रमुख कार्यकारी अधिकृत, श्री रामचन्द्र श्रेष्ठ	सदस्य सचिव

ग) लगानी समिति :

(क) सञ्चालक, श्री प्रकाश मान श्रेष्ठ	संयोजक
(ख) सञ्चालक, श्री सरस्वती गौतम ज्ञवाली	सदस्य
(ग) प्रमुख कार्यकारी अधिकृत, श्री सुद्युम्न प्रसाद उपाध्याय	सदस्य
(घ) नायव महाप्रबन्धक, श्री सुबोध लाल श्रेष्ठ	सदस्य सचिव

घ) जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्भेन्सी) समिति

(क) सञ्चालक, श्री मिता मुरारका अग्रवाल	संयोजक
(ख) सञ्चालक, श्री दिलिप श्रेष्ठ	सदस्य
(ग) प्रमुख कार्यकारी अधिकृत, श्री सुद्युम्न प्रसाद उपाध्याय	सदस्य
(घ) वरिष्ठ नायव प्रमुख कार्यकारी अधिकृत, श्री रामचन्द्र श्रेष्ठ	सदस्य सचिव

ङ) सम्पत्ति शुद्धिकरण निवारण समिति :

(क) स्वतन्त्र सञ्चालक, डा. अनिल राज भट्टराई	संयोजक
(ख) सञ्चालक, श्री दिलिप श्रेष्ठ	सदस्य
(ग) मुख्य प्रबन्धक, श्री हाङ्गमा सुब्बा (जोखिम व्यवस्थापन विभाग)	सदस्य
(घ) प्रबन्धक, श्री भद्र बहादुर विष्ट (परिपालन विभाग)	सदस्य
(ङ) वरिष्ठ प्रबन्धक, श्री प्रदिप कुमार यादव (कार्यान्वयन अधिकारी)	सदस्य सचिव

च) लेखापरीक्षण समिति :

(क) सञ्चालक, श्री सरस्वती गौतम जवाली	संयोजक
(ख) सञ्चालक, श्री मिता मुरारका अग्रवाल	सदस्य
(ग) स्वतन्त्र सञ्चालक, डा. अनिल राज भट्टराई	सदस्य
(घ) प्रबन्धक, श्री अञ्जना सिंह	सदस्य सचिव

उपरोक्त समितिहरूबाट आन्तरिक नियन्त्रण तथा संचालनको लागि आवश्यक प्रणालीहरू तयार गर्ने, व्यवस्थापनलाई आवश्यक निर्देशन दिने तथा मार्गदर्शन गर्ने काम नियमित रूपमा हुदै आएको छ र यसका अतिरिक्त आन्तरिक नियन्त्रण प्रणालीको प्रभावकारिता मापनको लागि स्वतन्त्र चार्टर्ड एकाउण्टेण्टसबाट आन्तरिक लेखापरीक्षण, सूचना प्रविधि सम्बन्धी परीक्षण तथा श्रम सम्बन्धी परीक्षण गराउने गरिएको 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 :

(क) सञ्चालक, श्री सरस्वती गौतम जवाली	संयोजक
(ख) सञ्चालक, श्री मिता मुरारका अग्रवाल	सदस्य
(ग) स्वतन्त्र सञ्चालक, डा. अनिल राज भट्टराई	सदस्य
(घ) प्रबन्धक, श्री अञ्जना सिंह	सदस्य सचिव

समिक्षा वर्षमा उक्त समितिका पदाधिकारीहरूलाई जम्मा रु.१,२८,०००/-भत्ता प्रदान गरिएको जानकारी गराउँदछौं ।

१९) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा :

कम्पनीलाई कुनै रकम बुझाउन बाँकी नरहेको जानकारी गराउँदछौं ।

२०) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाहरूको रकम :

समिक्षा वर्षमा सञ्चालक समितिका अध्यक्षलाई रु १०,०००/- तथा सञ्चालकहरूलाई रु ८,०००/- प्रति बैठक, बैठक भत्ता वापत प्रदान गर्ने गरिएको छ । यस बाहेक अन्य कुनै सुविधा प्रदान नगरिएको जानकारी गराउँदछौं ।

प्रमुख कार्यकारी अधिकृत देखि सहायक महाप्रबन्धक तह सम्मका पदाधिकारीहरूलाई पारिश्रमिक, भत्ता तथा अन्य सुविधा वापत रु.३,२०,२८,४३२/- भुक्तानी गरिएको छ ।

२१) शेयरधनीहरूले बुझिलिन बाँकी रहेको लामांशको रकम :

शेयरधनीहरूले बुझिलिन बाँकी नरहेको जानकारी गराउँदछौं ।

२२) दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण :

वासलातको आर्थिक प्रतिवेदनमा उल्लेख छ ।

२३) दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोवारको विवरण :

यस कम्पनीको कुनै सम्बद्ध कम्पनीहरू नरहेको जानकारी गराउन चाहन्छौं ।

२४) यस ऐन तथा प्रचलित कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा :

यस्तो खुलाउनु पर्ने केही नभएको जानकारी गराउँदछौं ।

१५) कम्पनीको दैनिक कार्यमा संस्थागत सुशासनको महत्वपूर्ण भूमिका रहन्छ । बीमा ऐन, २०७८, बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८०, नेपाल बीमा प्राधिकरणबाट जारी निर्देशनहरू, कम्पनी ऐन, २०६३ मा भएका कानूनी व्यवस्थाहरूको पालन भएको छ । यसमा कम्पनी सदा सजग र सचेत छ ।

१६) अन्य आवश्यक कुराहरू :

केही नभएको ।

१७) धन्यवाद ज्ञापन :

अन्त्यमा, यस कम्पनीको स्थापनाकाल देखि सहयोग गर्नुहुने नियामक निकाय नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेञ्ज लि., उद्योग विभाग, बैंक तथा वित्तीय संस्थाहरू, स्वदेशी र विदेशी बीमा तथा पुनर्बीमा कम्पनीहरू, लेखापरीक्षकहरू, बीमा अभिकर्ताहरू लगायत अन्य संघ संस्था तथा ग्राहकवर्गहरू प्रति हार्दिक आभार तथा धन्यवाद ज्ञापन गर्दछौं ।

कम्पनीको व्यवसाय प्रवर्द्धनमा ईमानदारी र लगनशीलताका साथ योगदान दिनुहुने यस कम्पनीका प्रमुख कार्यकारी अधिकृत लगायत सम्पूर्ण कर्मचारीहरूलाई पनि यस अवसरमा हार्दिक धन्यवाद दिन चाहन्छौं ।

यस साधारण सभामा सहभागी हुन पाल्नु भएका सम्पूर्ण शेयरधनी महानुभावहरूलाई धन्यवाद ज्ञापन गर्दै यहाँहरूको अमूल्य सुभाबको अपेक्षा गरेका छौं ।

धन्यवाद ।

अध्यक्ष

मिति : २०८३ साल जेष्ठ ६ गते, बुधवार ।

Information as required by Securities Registration and Issuance Regulation 2073

(Related to Sub rule (2) of rule 26)

Details Regarding Legal Action

- Case filed by or to company during the quarter:
There are some normal business-related legal issues which do not have significant impact in company's overall business.
- Case by or against the promoter or director of company regarding disobedience of prevailing law commission of criminal offence:
None to our knowledge.
- Case by or against the promoter or director of company regarding commission of financial crime:
None to our knowledge.

Analysis of share transaction and progress of organized institution:

- Management's view of share transactions of organized institution of securities market:
The price of share is determined by the open market, so the management has neutral view regarding share transaction and its movement.
- Maximum, minimum and last share price of the organized institution including total transaction and transaction days during the quarter:

Maximum Price	631.00
Minimum Price	525.00
Closing Price	609.99
No. of Traded Shares	1,602,118
No. of Transaction	13,839
Traded days	63

Problems and Challenges:

Internal

- Increment of Operating cost

External

- Slowdown in economy
- Decreasing market interest rate

Strategies to overcome challenges

- Maintaining appropriate portfolio mix
- Moving towards digitization
- Diversifying the investment

Corporate Governance:

Company is committed to maintain the high standards of corporate governance by complying to legal & regulatory requirements. Required policies and structures are in place and are reviewed regularly and monitored regularly. Audit Committee ensures the establishment of effective internal controls and provides recommendation to management regarding internal control and compliance issues.

Declaration by CEO:

I, CEO of the company, take responsibility for the truthfulness of the information and details disclosed in this report. I also hereby declare that to the best of my knowledge and belief, the information disclosed in this report are true, fair and complete and have not concealed any matters that can adversely affect the investment decision of the investors.

Board Level Committee:

Our Board of Directors has constituted the following committees as per the regulatory requirements:

- Audit Committee
- Investment Committee
- Claim Committee
- Risk Management and Solvency Committee
- Human Resource Committee
- AML/CFT Committee

Audit Committee:

Audit Committee has been formed as per section 163 of companies Act 2063 and in line with NIA regulations. The members of Audit committee are as follows:

Name of Committee Members		
Ms. Saraswatee Gautam Gyawali	Director	Coordinator
Ms. Mita Murarka Agrawal	Director	Member
Dr. Anil Raj Bhattarai	Independent Director	Member

Audit Committee provide assistance to the Board of Directors in fulfilling their oversight responsibility to the shareholders and others relating to the Company's financial statements and financial reporting process, the system of internal accounting and financial controls, the internal audit function, the external audit of the Company's financial statement. In discharging its oversight role, the committee is empowered to investigate any matter brought to its attention with full access to all books, records, facilities and personnel of the company and the power to hire external experts for this purpose. The terms of reference (TOR) of the Audit Committee are as follows:

- Oversight of Company's financial reporting process and submit recommendations to ensure its integrity.
- Oversight of effectiveness of internal quality control, risk management systems and internal audit (where applicable), regarding the financial reporting, without breaching its independence.
- Monitor the performance of audits - taking into account the findings and conclusions of the audit reviews carried out by the competent authorities
- Recommend for the selection of the internal and statutory auditor and fixation of their remuneration.
- Review and recommend to BOD for approval of annual audited financial statements.
- Review quarterly financial statements and other financial reports.
- Review the appropriateness of management's policies and practices with respect to the provision for unpaid claims, reserves and surplus.
- Review and recommend the approval of the assumptions used to prepare the Annual Budget
- Review of Management's step to implement and maintain appropriate internal control procedures including a review of material policies supporting the preparation of accurate and reliable financial information.
- Monitoring compliance with statutory and regulatory obligations
- Obtain reasonable assurance that the Information Management Systems and internal controls are properly designed, implemented, protected and reliable through discussions with and reporting from management, the internal auditor and the external auditor.
- Perform other duties as per the need of the company / as directed by the Board of Directors.

The Audit Committee met 8 times during the year as on the following dates:

Name of Committee Members		12th	14th	11th	12th	11th	14th	12th	11th
		Sep 2024	Oct 2025	Dec 2025	Dec 2025	Mar 2025	Mar 2025	Jun 2025	Jul 2025
Dr. Anil Raj Bhattarai	Member	P	P	P	P	P	P	P	P
Ms. Mita Murarka Agrawal	Member	P	P	P	P	P	P	P	P
Ms. Saraswatee Gautam Gyawali	Coordinator	P	P	P	P	P	P	P	P

Investment Committee:

Followings are the member of Investment Committee:

Name of Committee Members		
Mr. Prakash Man Shrestha	Director	Coordinator
Ms. Saraswatee Gautam Gyawali	Director	Member
Mr. Sudyumna Prasad Upadhyaya	Chief Executive Officer	Member
Mr. Subodh Lal Shrestha	Deputy General Manager	Member Secretary

The committee make the investment decision considering the benefit of the company maintaining the ratio defined by the regulator and assess the internal as well as external risk to the company.

The terms of reference (TOR) of the Investment Committee are as follows:

- Monitor and recommend Investment policy and produce the best possible returns consistent with a prudent approach securing interests of stakeholders
- To periodically review the investment policy based on the performance of investment and evaluation of the market environment and inform to the Board.
- To ensure the adequate returns are obtained on the invested assets with protection, safety and liquidity.
- To review the investment operation and submit the report to the board based on its performance on quarterly/annual basis.

The Investment committee met 8 times during the financial year.

Name of Committee Members		22nd Jul 2024	12th Sep 2024	9th Jan 2025	14th Mar 2025	8th Apr 2025	20th May 2025	23rd June 2025	11th Jul 2025
Mr. Prakash Man Shrestha	Coordinator	P	P	P	P	P	P	P	P
Ms. Saraswatee Gautam Gyawali	Member	P	P	P	P	P	P	P	P
Mr. Sudyumna Prasad Upadhyaya	Member	P	P	P	P	P	P	P	P
Mr. Subodh Lal Shrestha	Member Secretary	P	P	P	P	P	P	P	P

Claim Committee:

The members of Claim Committees are as follows:

Name of Committee Members		
Dr. Hemanta Kumar Dabadi	Director	Coordinator
Mr. Prakash Man Shrestha	Director	Member
Mr. Sudyumna Prasad Upadhyaya	Chief Executive Officer	Member
Mr. Ram Chandra Shrestha	Sr. Deputy Chief Executive Officer	Member Secretary

Claim Committee monitors whether the claim is settled as per Company's claim settlement policy. The terms of reference (TOR) of the Claim Committee are as follows:

- Review of the company's claim policies and operational process of all claims.
- Approve the claims file as per limit of settlement provided by BOD.
- Recommend claim file for approval beyond the limit provided to BOD for approval..
- Review and recommend to BOD for change in the claim policy as and when required.

Claim Committee met 19 times during the financial year:

Name of Committee Members		1 Sep 2024	7 Oct 2024	8 Oct 2024	1 Nov 2024	7 Nov 2024	11 Dec 2024	13 Dec 2024	9 Jan 2025	28 Jan 2025	1 Mar 2025
Dr. Hemanta Kumar Dabadi	Coordinator	P	P	P	P	P	P	P	P	P	P
Mr. Prakash Man Shrestha	Member	P	P	P	P	P	P	P	P	P	P
Mr. Sudyumna Prasad Upadhyaya	Member	P	P	P	P	P	P	P	P	P	P
Mr. Ram Chandra Shrestha	Member Secretary	P	P	P	P	P	P	P	P	P	P

Name of Committee Members		14 Mar 2025	1 Apr 2025	11 Apr 2025	22 Apr 2025	1 Jun 2025	24 Jun 2025	6 Jul 2025	13 Jul 2025	16 Jul 2025
Dr. Hemanta Kumar Dabadi	Coordinator	P	P	P	P	P	P	P	P	P
Mr. Prakash Man Shrestha	Member	P	P	P	P	P	P	P	P	P
Mr. Sudyumna Prasad Upadhyaya	Member	P	P	P	P	P	P	P	P	P
Mr. Ram Chandra Shrestha	Member Secretary	P	P	P	P	P	P	P	P	P

Risk Management and Solvency Committee

Risk Management & Solvency Committee has been formed by the BOD meeting held on 2081.01.30 and the members of the committee are as follows:

Name of Committee Members		
Mr. Dilip Shrestha	Director	Coordinator
Ms. Mita Murarka Agrawal	Director	Member
Mr. Sudyumna Prasad Upadhyaya	Chief Executive Officer	Coordinator
Mr. Ram Chandra Shrestha	Sr. Deputy Chief Executive Officer	Member Secretary

The committee oversees the overall risk management activities of the company.

The terms of reference (TOR) of the Risk Management and Solvency Committee are as follows:

- Committee shall review the risk management system, including but not limited to risk management structure, functions and work flow to discuss the risk management system with management to ensure that management has performed its duty to have effective system.
- Committee shall assess the risks from major decisions and to consider solutions for significant risks and to be responsible for providing guidance about risk prevention on the Company's operational management process.
- Committee shall conduct periodic assessment on Company's risk profile and risk management capabilities and provide recommendations on the improvement of Company's risk management systems and internal control.
- Committee shall consider major investigations findings on risk management matters as delegated by the Board of Directors or on its own initiative and management response to the findings.

The Risk Management and Solvency committee met 3 times during the financial year.

Name of Committee Members		04 Oct 2024	10 Nov 2024	11 Jul 2025
Mr. Dilip Shrestha	Member	P	P	P
Ms. Mita Murarka Agrawal	Coordinator	P	P	P
Mr. Sudyumna Prasad Upadhyaya	Member	P	P	P
Mr. Ram Chandra Shrestha	Member Secretary	P	P	P

Human Resource Committee

The Members of Human resource committees are as follows:

Name of Committee Members		
Mr. Kunal Kayal	Chairman	Coordinator
Dr. Hemanta Kumar Dabadi	Director	Member
Mr. Sudyumna Prasad Upadhyaya	Chief Executive Officer	Member
Mr. Ram Chandra Shrestha	Sr. Deputy Chief Executive Officer	Member Secretary

Committee's primary responsibility includes reviewing, monitoring and making recommendations to the BOD on human resources strategy and policies and development of prudent human resource management in the company.

The terms of reference (TOR) of the Human Resource Committee are as follows:

- Review, monitor and make recommendations to the BOD on Company's human resources strategy and policies pertaining to staffing, compensation, benefits and related issues of strategic importance that directly affect Company's ability to recruit, develop and retain highly qualified staff needed for it to achieve its goals.
- Review Human Resources Development and organizational structure and recommend any significant changes to the Board.
- Ensure that policies are developed and implemented to comply with all human resource related standards, laws and regulations.
- Ensure that succession planning is in place for staff of the company.
- Review the standards and practices established by the company for the safety and physical working conditions of staff to ensure that they are sufficient and maintained.
- Arrange for periodic reviews of employee performance at least annually to ensure that it is operating in maximum effectiveness.

Human Resource Committee met 3 times during the financial year.

Name of Committee Members		01 Sep 2024	12 Jan 2025	11 Jul 2025
Mr. Kunal Kayal	Coordinator	P	P	P
Dr. Hemanta Kumar Dabadi	Member	P	P	P
Mr. Sudyumna Prasad Upadhyaya	Member	P	P	P
Mr. Ram Chandra Shrestha	Member Secretary	P	P	P

AML/CFT Committee

The Members of the AML/CFT Committee are as follows:

Name of Committee Members		
Dr. Anil Raj Bhattarai	Director	Coordinator
Mr. Dilip Shrestha	Director	Member
Ms. Hangma Subba	Chief Manager	Member
Mr. Bhadra Bahadur Bist	Compliance Officer	Member
Mr. Pradeep Kumar Yadav	Legal Officer	Member Secretary

Anti Money Laundering Committee assists the Board of Directors in addressing matters related to Anti Money Laundering and compliance and to combat terrorism finance and financial crimes. AML Committee shall ensure that company cannot be used as a vehicle to legitimize the proceeds of unlawful activities or to facilitate or finance terrorism.

The terms of reference (TOR) of the AML/CFT Committee are as follows:

- Assist the Board of Directors in formulating rules, regulations and standards to combat money laundering and terrorism financing.
- Formulate the effective client due diligence systems and monitoring mechanism
- Review policies and procedures in order to bring them in line and in compliance with local and international laws of Money Laundering combating terrorism financing.
- Committee shall advise Board of Directors on matters related to compliance with laws, regulations and orders affecting insurance sector.

AML/CFT Committee met 2 times during the financial year.

Name of Committee Members		11 Apr 2025	11 Jul 2025
Dr. Anil Raj Bhattarai	Coordinator	P	P
Mr. Dilip Shrestha	Member	P	P
Ms. Hangma Subba	Member	P	P
Mr. Bhadra Bahadur Bist	Member	P	P
Mr. Pradeep Kumar Yadav	Member Secretary	P	P



MANAGEMENT ANALYSIS

**Sudyumna
Prasad
Upadhyaya**
Chief Executive Officer

प्रमुख कार्यकारी अधिकृतको प्रतिबद्धता

आदरणीय शेयरधनी महानुभावहरु,

यस कम्पनीको आठौं वार्षिक साधारण सभामा सहभागी हुन पाल्नु भएका आदरणीय शेयरधनी महानुभावहरु, विभिन्न नियामक निकायहरुका प्रतिनिधिज्यू लगायत आमन्त्रित अतिथि महानुभावहरुमा कम्पनी व्यवस्थापन तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत एवं अभिवादन व्यक्त गर्दछु।

नेपालको निर्जीवन बीमा कम्पनीहरु मध्ये पछिल्लो कम्पनीका रूपमा विगत आठ वर्ष देखि संचालनमा रहेको यस कम्पनीले एक सक्षम, विश्वासनीय तथा प्रतिस्पर्धी कम्पनीका रूपमा आफ्नो पहिचान स्थापित गर्न सफल भएको छ। तीव्र प्रतिस्पर्धात्मक बजारका चूनीतीपूर्ण परिस्थितिहरुको सामना गर्दै संस्थालाई अझ सुदृढ, सक्षम तथा दिगो बनाउदै हामी निरन्तर अगाडि बढिरहेका छौं।

कुनै पनि कम्पनीको दिगो विकासको लागि संस्थागत सुशासन कायम राख्नुका साथै अनुपालनको विषयमा शुन्य सहनशीलताको नीति अवलम्बन गर्नुपर्ने मान्यता सहित हामी अघि बढिरहेका छौं। बदलिंदो आर्थिक परिवेश, प्रविधिको तीव्र विकास तथा ग्राहकहरुको बढ्दो अपेक्षालाई मध्यनजर गर्दै नविन सोच, डिजिटल रुपान्तरण तथा प्रविधिमा आधारित सेवा प्रवाहलाई उच्च प्राथमिकतामा राखी कम्पनीलाई थप प्रभावकारी बनाउने नीति लिएका छौं।

नेपालको पुर्वाधार विकासको तीव्र गतिसँगै बीमाको आवश्यकता अत्यन्तै महत्वपूर्ण बन्दै गएको तथ्य विगतमा भएका विभिन्न दावीहरुको सफल तथा प्रभावकारी भुक्तानीबाट प्रमाणित भइसके

को छ। यस आवश्यकतालाई सम्बोधन गर्न स्वदेशी तथा विदेशी पुनर्बीमा कम्पनीहरुसंगको सहकार्यमा आवश्यकता अनुसारको बीमालेखहरु विकास गर्ने हाम्रो रणनीतिक योजना रहेको छ। साथै, संस्थागत सामाजिक उत्तरदायित्व, जलवायु परिवर्तन प्रतिको संवेदनशीलता, दिगोपना, जोखिम व्यवस्थापन तथा दीर्घकालीन स्थायित्वलाई केन्द्रमा राख्दै कम्पनी अघि बढ्ने प्रतिबद्धता व्यक्त गर्दछु। भविष्यमा सेवा प्रवाह अझ ग्राहकमैत्री, प्रविधिमैत्री तथा विश्वसनीय बनाउदै कम्पनीको साख र शेयरधनीहरुको प्रतिफल अभिवृद्धि गर्ने हाम्रो लक्ष्य रहेको छ।

अन्त्यमा, कम्पनीको उत्थान, प्रगति तथा संस्थागत विकासमा निरन्तर सहयोग, मार्गदर्शन र समर्थन प्रदान गर्नुहुने नेपाल सरकार, नियामक निकाय नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लि, नेपाल सिडिएस एण्ड क्लियरिङ लि., बैङ्क तथा वित्तीय संस्थाहरु, पुनर्बीमा कम्पनीहरु, लेखापरीक्षकहरु, बीमा अभिकर्ताहरु लगायत सम्पूर्ण सरोकारवाला संघसंस्था तथा सम्मानित वीमितवर्गहरु प्रति आभार तथा धन्यवाद ज्ञापन गर्दछु।

मिति २०८३।०२।०६

सुद्युम्न प्रसाद उपाध्याय
प्रमुख कार्यकारी अधिकृत

MANAGEMENT ANALYSIS & DISCUSSION

Sanima GIC Insurance Ltd. is company established under Companies Act 2063, after obtaining the license from Nepal Insurance Authority for carrying out Non-Life Insurance Business and domiciled in Nepal.

INDUSTRY OVERVIEW

During the FY 2081-82 the overall size of the Non-life Insurance Industry grew over by 8.31 % and reached to 44.91 Arab from 41.47 Arab of 2080-81. Industry has not been able to grow by expected margin as required mainly due to the overall lackluster economic situation of the country. The economy of our country has been able to recover from the Covid 19 pandemic and in addition to this due to some regional conflicts has not helped for creating good economic environment.

NIA (Nepal Insurance Authority) has implemented the new Risk Based Capital and Solvency Margin for managing the insurance companies from the risk perspectives and have also instructed for implementation of Own Risk and Solvency Assessment.

Industry's portfolio wise premium growth in 2081-82 as compared to 2080-81 is as follows:

"NPR in Lakhs"

Portfolio	2081-82	2080-81	Growth	Growth %
Property	114,672.20	103,292.28	11,379.92	11.02%
Marine	25,630.11	19,481.88	6,148.23	31.56%
Aviation	23,434.79	26,076.65	(2,641.86)	(10.13%)
Motor	129,058.25	125,643.23	3,415.02	2.72%
Engineering	79,825.45	71,025.83	8,799.62	12.39%
Miscellaneous	49,409.36	45,148.44	4,260.92	9.44%
Agriculture	17,389.01	20,856.06	(3,467.05)	(16.62%)
Micro	9,706.89	3,136.93	6,569.96	209.44%
Total	449,126.07	414,661.30	34,464.77	8.31%

Our Performance

SGIL has done business of Rs. 2.83 Arab capturing the 6.31 % of the whole non-life insurance market shares. Company's growth for the year was 7.06 % compared to the industry's growth rate of 8.31 %.

Following is the portfolio mix and portfolio wise growth of the company of last 2 years.

Portfolio	GWP Growth Rate		GWP Mix	
	2081-82	2080-81	2081-82	2080-81
Property	10.03%	25.99%	26.37%	25.66%
Motor	-4.21%	-9.31%	25.02%	27.97%
Marine	12.26%	0.50%	4.17%	3.98%
Engineering	41.02%	25.85%	31.71%	24.08%
Micro	-100.00%	-95.84%	0.00%	0.01%
Aviation	-49.69%	80.58%	3.11%	6.62%
Cattle and Crop	2.26%	-18.54%	2.08%	2.17%
Miscellaneous	-15.23%	15.75%	7.53%	9.52%
Total	7.06%	12.17%	100.00%	100.00%

We have completed 7 years of operation and have reached at the overall average size of Gross Premium collection in short span of time. We have been focusing on delivering the products as per the rules and regulation and introducing the other products to cater the needs of all types of customers strata through the seamless services, through own or through the network of agents. We have been recently focusing on developing the digital platform to manage our services, so it will be easier for our customer for obtaining the quality services.

Industry vs Company Comparison

ANNUAL PERFORMANCE REPORT Y-O-Y Premium Growth Rate %

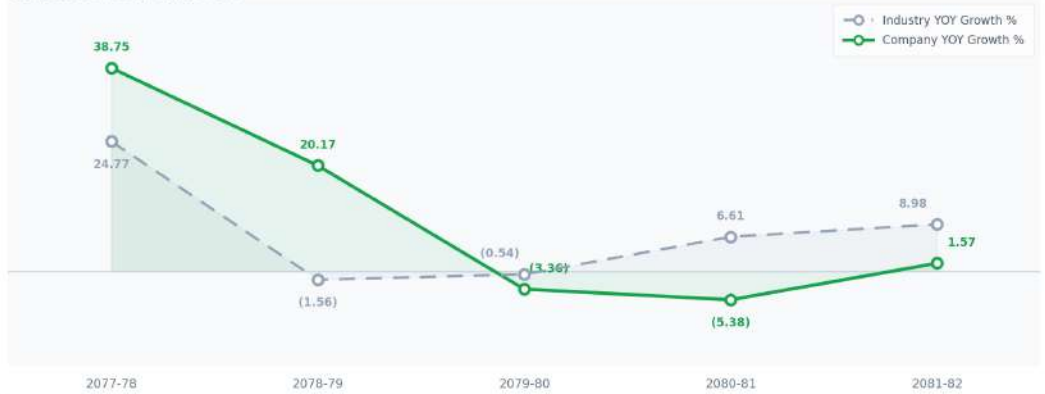
Company vs Industry Comparison



	2077-78	2078-79	2079-80	2080-81	2081-82
Industry YOY Growth %	16.95	13.17	10.17	3.12	8.31
Company YOY Growth %	51.76	43.31	17.41	12.17	7.06

ANNUAL PERFORMANCE REPORT Y-O-Y No. of Policies Growth Rate %

Company vs Industry Comparison

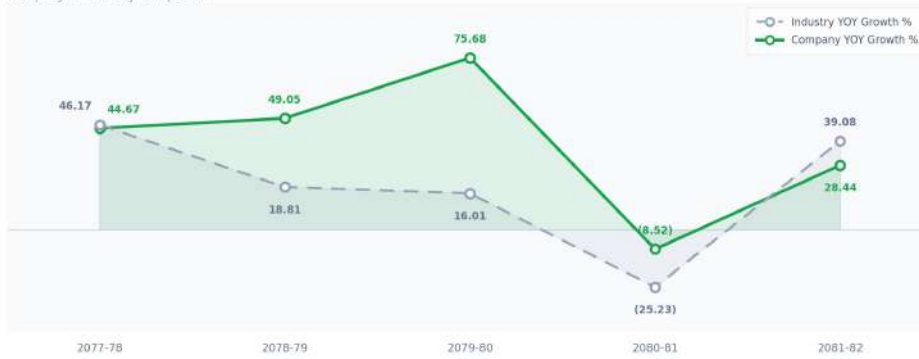


	2077-78	2078-79	2079-80	2080-81	2081-82
Industry YOY Growth %	24.77	(1.56)	(0.54)	6.61	8.98
Company YOY Growth %	38.75	20.17	(3.36)	(5.38)	1.57

ANNUAL PERFORMANCE REPORT

Y-O-Y Gross Claim Paid Growth Rate %

Company vs Industry Comparison

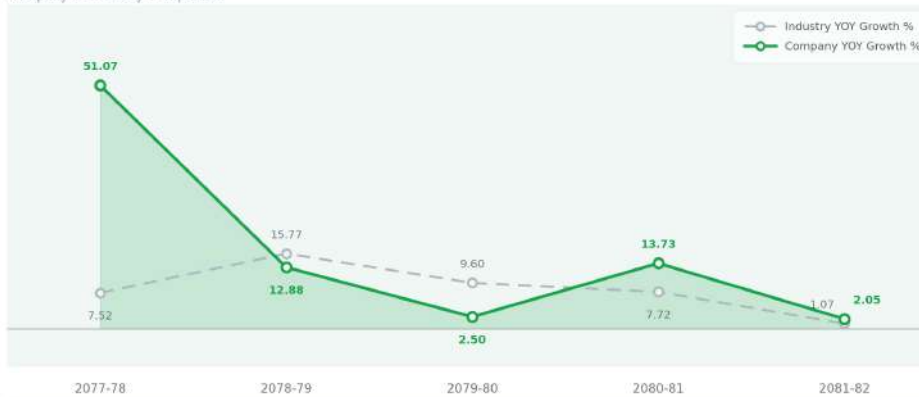


	2077-78	2078-79	2079-80	2080-81	2081-82
Industry YOY Growth %	46.17	18.81	16.01	(25.23)	39.08
Company YOY Growth %	44.67	49.05	75.68	(8.52)	28.44

ANNUAL PERFORMANCE REPORT

Y-O-Y Investment Growth Rate %

Company vs Industry Comparison



	2077-78	2078-79	2079-80	2080-81	2081-82
Industry YOY Growth %	7.52	15.77	9.60	7.72	1.07
Company YOY Growth %	51.07	12.88	2.50	13.73	2.05

MARKET OUTLOOK AND OPPORTUNITIES

There is abundant scope for the non-life insurance sector in Nepal and at current we have not been able to cater all segments of customers. Up to now the companies here have been providing the traditional products only and the time has come for the introduction of the new products types to the customer that fits their need and as per their capacity. Currently we are in the digital era and our regulatory body has also supported by issuing the guidelines related for the digital policy. Thus, it will now be matter of time whoever moves earlier in line with the digital platform will have competitive advantage in the market. Due to the current economic woes going on there will be stiff competition in the traditional market product.

WAYS AHEAD

- Driving the business through the digital platform.
- Providing the services in more transparent and as per customers requirement basis.
- Improving the distribution channels and using the customers services feedback as way to improve the services provided.

KEY FINANCIAL INDICATORS

Particulars	2081-82	2080-81
Gross Written Premium (Lakhs)	28,336.64	26,468.62
Profit After Tax (Lakhs)	3,367.83	3,227.84
Earning per Shares (EPS)	15.66	16.14
Net Worth Per Share	152	149
Return on Equity	10.81	11.47 %
Market Share	6.31 %	6.38 %
Solvency Margin	585.00%	262.85 %
Retention Ratio	30.19%	28.76%
Loss Ratio	49.81%	55.57 %
Number of Employees	357	369
Number of Offices	66	63



STRATEGIC PLAN DEVELOPMENT & RISK MANAGEMENT

STRATEGIC PLAN & DEVELOPMENT



Market Context

Currently there are 14 non-life insurance company operating and have the business volume of around 44 billion Nepalese rupees for the FY 2081-82. Mostly company are selling the traditional insurance product designed and priced by the regulatory body; such as Property, Motor, Marine, Engineering, Miscellaneous, Aviation, Agriculture and Micro Insurance. The existing market is highly competitive as all the company are selling the same product with same pricing. Motor and Property insurance are the major contributing products for the current business portfolio mix.

There is low insurance penetration and there is abundant market for the new products developed as per the requirement of the clients. So, for the future there is abundant scope for the growth and diversification.

Major challenges in current scenario are rising claims severity in the motor and property segments and are also prone to the natural catastrophic risks.

Side by side the regulator is focusing from the risk perspective and compliance side on the followings:

- Capital adequacy
- Corporate governance
- Risk management and solvency

Strategic Plan

Sanima GIC Insurance adopts a structured and forward-looking strategic planning framework to ensure sustainable growth, financial stability, and long-term value creation. The Company's strategic initiatives are designed to strengthen market position, enhance

operational efficiency, expand insurance penetration, and respond effectively to evolving economic and regulatory environments.

Our major focus for the short to long terms will be based on the following major points:

- Shifting focus from volume-driven growth to profitability-led growth
- Strengthening governance, risk management, and capital discipline
- Enabling controlled innovation and digitalization
- Ensuring long-term solvency and stakeholder confidence



Strategic Framework



1. Short-Term Strategy (0–12 Months) [Stabilization, profitability, regulatory strength]

1.1 Portfolio & Underwriting Discipline

- Enforcing underwriting profitability as a key performance metric and reviewing the portfolios as:
 - Motor (private vs commercial)
 - Property (commercial vs personal)
- Exiting or repricing of persistently loss-making segments
- Tightening underwriting authority matrix
- Stronger facultative reinsurance for large risks
- Closely watching the combined ratio trend compared to past years.

1.2 Claims & Loss Control

- Reducing claims leakage and settlement delays
- Centralizing claims monitoring and decentralizing the claim settlement authority
- Deploying the resources for fraud controls for motor and medical claims

1.3 Governance, Risk & Compliance

- Adopting zero tolerance for regulatory non-compliance
- Strengthening Risk Management Committee and Audit & Compliance functions
- Adopting the Own Solvency & Risk Assessment (ORSA) for solvency and stress-testing reviews.
- Regularizing the Board effectiveness assessment

2. Medium-Term Strategy (1–3 Years) [Profitable growth, diversification, digital enablement]

2.1 Product & Business Mix Diversification

- SME & commercial package policies
- Engineering and liability insurance
- Agriculture & micro-insurance

- Limited, well-priced health-related non-life covers

2.2 Distribution Strategy

- Improving the quality of business, not just focusing on the volume.
- Agents based and corporate business focus
 - Bancassurance expansion with risk-based pricing
 - Digital product distribution for the products such as motor, travel medical, etc.

2.3 Technology & Digitalization

- Core insurance system optimization
- Digital policy issuance and renewals
- Online claims intimation and tracking
- MIS dashboards for Board reporting

2.4 Talent & Organization

- Strengthening actuarial and underwriting skills
- Performance-linked incentives tied to profitability
- Leadership succession planning

3. Long-Term Strategy (3–5+ Years) [Market leadership, resilience, sustainability]

3.1 Advanced Risk & Capital Management

- Capital allocation by line of business
- Advanced catastrophe and earthquake risk modeling
- Dynamic reinsurance optimization

3.2 Digital & Analytics Maturity

- Data-driven pricing models
- Predictive claims analytics
- Straight-through processing for retail products

3.3 Ecosystem & Partnership

- Partnerships with:
 - Banks
 - Vehicle dealers
 - Infrastructure developers
- Value-added services:

- o Risk surveys
- o Loss prevention advisory
- o SME risk solutions

3.4 ESG & Sustainability

- Climate-risk-aware underwriting (flood, landslide, earthquake)
- Green insurance products
- Governance transparency and ESG disclosures

3.5. Strategic Alliances & M&A (If Approved by Regulator)

- Acquisition of smaller insurers or portfolios
- Joint ventures with Insurtech's or regional partners

4. Strategy for Insurance Development, Products and Services

The Company's insurance development strategy is centered on expanding access to insurance and offering products that address emerging risks and customer needs. Company continuously reviews and enhances its product portfolio to provide comprehensive and competitive insurance solutions across retail, corporate, and specialized segments.

Service quality improvement remains a strategic priority, with emphasis on timely claims settlement, transparent policy administration, and customer-centric service delivery. The Company leverages both traditional and digital distribution channels to improve reach, efficiency, and customer engagement.

5. Sustainability Strategy with Measurable Objectives

Company integrates sustainability into its strategic planning through responsible underwriting, prudent investment management, and operational efficiency. Key sustainability objectives include reducing operational environmental impact through digitalization, strengthening governance and compliance standards, enhancing employee development, and increasing insurance coverage in underserved segments.

The Company monitors progress through measurable indicators such as digital transaction adoption, training hours per employee, portfolio diversification, claims settlement efficiency, and CSR expenditure in line with regulatory requirements. These initiatives support long-term business resilience and sustainable value creation.

its product portfolio to provide comprehensive and competitive insurance solutions across retail, corporate, and specialized segments.

Service quality improvement remains a strategic priority, with emphasis on timely claims settlement, transparent policy administration, and customer-centric service delivery. The Company leverages both traditional and digital distribution channels to improve reach, efficiency, and customer engagement.

6. Review of Future Business Prospects

The outlook for the non-life insurance sector in Nepal remains positive, supported by growing economic activity, infrastructure development, increasing awareness of insurance, and regulatory reforms. Company anticipates opportunities for growth in areas such as motor, property, engineering, agriculture, and emerging risk segments.

By strengthening underwriting discipline, enhancing customer service, and adopting innovative technologies, Company is well positioned to capitalize on future market opportunities while managing risks effectively.

7. Effect of External Environment on the Insurer's Business

The Company's business performance is influenced by various external factors, including economic conditions, regulatory changes, competitive dynamics, technological advancements, and climate-related risks. Changes in interest rates, inflation, and market competition can affect underwriting results and investment returns.

Company proactively monitors external developments and adapts its strategies accordingly. Through prudent risk management, diversified product offerings, strong reinsurance arrangements, and compliance with regulatory requirements, the Company remains resilient to external challenges and well prepared to navigate an evolving business environment.

IDENTIFY RISKS

RISK MANAGEMENT FRAMEWORK



Risk management is a process of managing the current and emerging risk through independent oversight and application of an integrated approach. SGIC's risk management process is set to identify, assess, acceptance and mitigation of the threats and uncertainties.

Accepting and managing risk are core to the SGIC's business. All risk related activities are guided through the company's Risk Management Policy and its framework. The Risk Management Framework consists of followings:

Risk Identification

Regular risk identifications are done as per the risk register which contains all the possible risks and risk register is updated regularly to accommodate the arising new risks. All the laid down procedures are applied for identifying any possible risks and also the external factors are also collected incase if required.

Risk Bearing Capacity

Risk bearing capacity and risk strategy are defined by the Board of Directors and accordingly the risks are managed by the company. Overall underwriting risk are determined as per the company's capacity and other regulatory requirements and excess of such risk are mitigated through reinsurance to the reinsurers. All the capacity for the underwriting risk is set in the company's core software and any excess risk above its bearing capacity is triggered for mitigation before acceptance.

Risk Analysis and Assessment

All the identified risks are quantitatively analyzed except its impossible, in that case qualitative assessment is done. Qualitative assessment checks for the strategic risk, reputational risks, and other emerging risks. Quantitative assessment is done following the company's Own Risk and Solvency Regime (ORSA) and the Risk Based Capital and Solvency Regime (RBC).

Risk Monitoring

Risk management department monitors all the identified material risks. It also checks whether the risk mitigation strategies, defined limit for risk acceptance and processes are being followed or not.

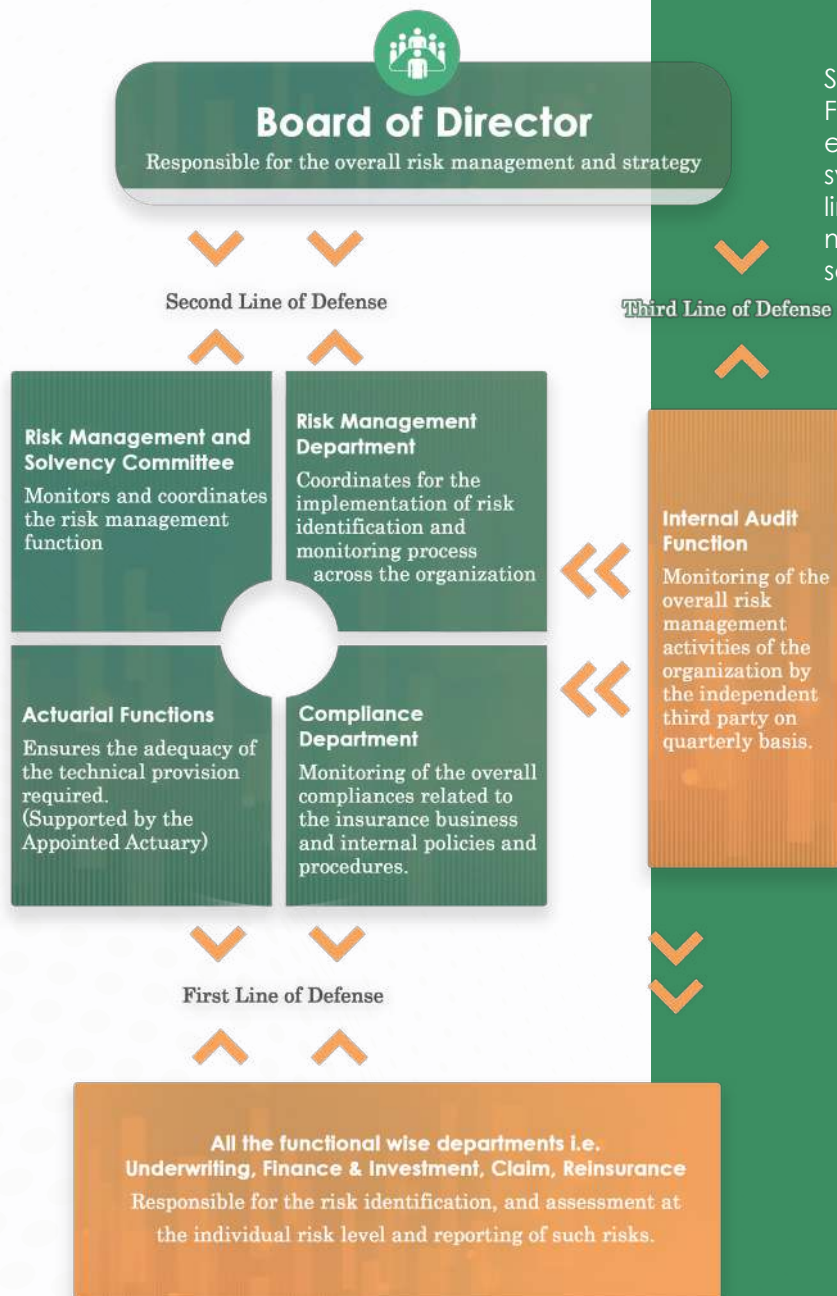
Risk Communication & Culture

Any identified risks are communicated to the next level or department for cross checking. We follow the transparent risk culture for communicating the overall findings. Risk identified by the internal audit functions are communicated in timely manner to address the consequences of the risks.

Risk Reporting

Currently we use the Risk Based Capital and solvency margin approach for meeting the minimum solvency requirement as required by our regulatory body for the external reporting purpose and for internal purpose we are designing the Own Solvency and Assessment (ORSA) framework to incorporate the risk in our strategies.

Organizational RISK MANAGEMENT STRUCTURE



SGIC has set up Risk Management Function at organizational level for efficient and effective risk management system. We have adopted a three line of defense model for the risk management. The first line of defense is set at the departmental level, second line of defense function is setup of risk management and compliance department and the third line of defense function is performed by independent internal audit.

SGIC RISK AREAS



As per the nature of business following are the major risks faced by the company:

- Insurance Risk
- Market Risk
- Operational Risk
- Counter Party Default Risk
- Other Risks

Currently we use the model provided by the regulatory body for the Risk Based Capital and Solvency regime. All the assets are valued as per market value and incorporating the risk factors and liabilities are also valued at fair market value as derived from the actuarial methods and certifications. From this the available economic capital is derived and the risk-based capital along with the solvency ratios.

Insurance Risk

For managing, the insurance risks we have well defined guidelines for managing the risks. We use the reinsurance arrangements to transfer the risks above our capacity and saving our net accounts.

We manage the risk associated with the different portfolios on each portfolio basis, since the risk attached with each portfolio varies from other. In recent time catastrophic risk has become challenging to manage due to overall climate change related risk. In case of Price/Premium risk we do not have that much leverage for amending it, since much of our product are tariff driven.

Required risk Capital for Insurance Risk

Particulars	Amount In NPR	
	Asadh End 2082	Asadh End 2081
Earthquake Premium Risk	492,669	429,029
Reserving Risk	237,610,476	193,762,685
Total Insurance Risk	238,103,145	194,191,714

Note: Required risk capital as per RBC

Market Risk

Market risk includes the Equity risk, interest rate risk, currency risk, default risks. We have a varied investment portfolio maintained within our own guidelines and within the regulator's guidelines also. Majorly our investments are, in fixed income deposits, which are prone to the interest rate risk and investment in equity shares are prone to equity risk and for managing the currency risk volatility we maintain the dollar account to mitigate such risks.

Required risk Capital for Market Risk

Particulars	Amount In NPR	
	Asadh End 2082	Asadh End 2081
Equity Risk	49,591,283	20,101,445
Interest Rate Risk	52,781,293	58,097,615
Currency Risk	5,352,206	151,868
Property Risk	3,369,785	4,705,614
Total Market Risk	111,094,567	83,056,541

Counter Party Default Risk

Counter party default risk deals with the primarily the risk of the complete or partial inability of payment of counter parties or associated on default on payment.

Generally, the risk exists with the various insurance/reinsurance parties and short-term deposits with the banks and financial institutions.

Required risk Capital for Counter Party Default Risk

Particulars	Amount In NPR	
	Asadh End 2082	Asadh End 2081
Bank and finances	8,878,266	222,327,338
Other Parties	72,084,034	22,155,014
Reinsurance/Brokers	76,671,447	339,318,383
Total Counter Party Default Risk	157,633,747	583,800,735

Note: Required risk capital as per RBC

Operational Risk

Operations risk relates to the overall all risk related to the business operation due to lack of good business processes, human resources, system failures and other external events. Major risk that are managed under the operational risk are:

- Business Continuity Risk
- Compliance Risk
- Fraud Risk
- Human Resource Risk
- Information Security Risk

Quantitatively its difficult to measure the operational risk, for this the overall help of each department is required and compliance and internal audit department works to find out any deviation or exposure to the risks.

Required risk Capital for Operational Risk

Particulars	Amount In NPR	
	Asadh End 2082	Asadh End 2081
Operational Risk	39,166,147	72,877,298
Total Counter Party Default Risk	39,166,147	72,877,298

Note: Required risk capital as per RBC

Summary of overall risk capital as per RBC

Particulars	Amount In NPR	
	Asadh End 2082	Asadh End 2081
Insurance Risk	238,103,145	194,191,714
Market Risk	111,094,568	83,056,541
Counter Party Default Risk	157,633,746	583,800,735
Operational Risk	39,166,147	72,877,298
Less: Diversification Benefit	(115,169,987)	(132,276,011)
Total Risk Capital Requirement	430,827,619	801,650,277

Note: Required risk capital as per RBC

INTERNAL CONTROL FRAMEWORK

SGIC have in place a robust internal control mechanism to run the business effectively and efficiently complying with all the regulation and within the ethical standard set by the company. Overall internal control foundation is built upon the integrity and standards set by the board of directors as per the company's overall objective and goals. Major component of our internal framework is as below:



Control Environment

The BOD of directors set the clear guidelines for the company for operating setting the high ethical and compliance standards to be followed. Our BOD has formed the following committees for the effective and creating the strong internal control environment:

- Audit Committee
- Investment Committee
- Claim Committee
- AML/CFT Committee
- Risk Management and Solvency Committee
- Human Resource Committee

Also, the following guidelines approved by our BOD for our overall operations:

- Finance ByLaws
- Claim ByLaws
- Reinsurance ByLaws
- Marketing ByLaws
- Underwriting ByLaws
- AML/CFT ByLaws
- Information Technology ByLaws

Risk Assessment

Company identifies the regular risks relating to business such as insurance, market, reinsurance, credit, and other risks at the departmental level and such are managed through the already in placed risk mitigation strategies as per company's overall appetite level. Any deviation from the regular risk is reported to the management level for proper treatment.

Communications

We have developed proper internal mechanism for the timely reporting of each and every material activity to the relevant reporting authority on monthly/quarterly and yearly basis for making and maintaining the effective control mechanism.

Also, we are required to communicate our financial status as on quarterly basis to external stakeholders and other non-financial details also and are regularly reviewed internally and thereafter made public disclosure.

Control Activities

We have set the following mechanism for the overall controlling activities:

- **Duties and Responsibilities:**
Each and every employee are given the separate duties and responsibilities statement as per their department and are required to follow their reporting line.
- **Approval and Authorizations:**
We have set the maker and checker at every level of the material work function within the department. Each and every work of one person is reviewed or cross check by other to ensure the effective procedure followed.
- **Reconciliations:**
We have a process of carrying out the inter departmental reconciliation on monthly/quarterly/yearly basis to check and effective management of each departments works. We also, carry out the reconciliation with the third-party involvement on regular basis.
- **Compliance:**
We have in place the compliance/internal control department which regularly checks and controls that all the activities carried are within the regulatory guidelines.

Monitoring

We have in place the various in-house department created in our organizational structure that regularly monitors as whether or not they are in line with the policies and procedure laid out by the BOD and within the regulatory and other external bodies statutory guidelines. Generally, the regular monitoring activities are carried out by the following committees or departments:

- Audit Committee
- Risk Management Committee
- Legal and Compliance Department
- Internal Control Department

Also, we rely on the independent audit carried out from the third party for our internal control placed from the following parties:

- Internal Audit (Carried Quarterly)
- External Audit (Carried Annually)
- IT Audit (Carried Annually)



C
Corporate

S
Social

R
Responsibility



Corporate Social Responsibility

We are committed to operate in a way that benefits society, the environment, and various stakeholders, beyond just making profits. Under our CSR activities, we address ethical, social, environmental, and economic concerns in the environment we operate.

We are required to allocate the 1% of net profit after tax for CSR fund every year and we do the CSR activities from that fund created.

CSR fund and its utilization:

Particulars	2081-82	2080-81
CSR Fund		
Opening Balance	6,313,213	3,945,475
Contribution to the fund	3,299,041	2,950,463
Total CSR Fund	9,612,254	6,895,938
Utilization of Fund		
Contribution towards health-related sector of remote area	366,195	-
Contribution towards Old age home, Orphanage and Bal-mandir	511,000	300,000
Contribution towards education sector	1,194,961	282,725
Total Utilization of Fund	2,072,156	582,725

Corporate Social Responsibility (CSR) activities at SGIC are planned and implemented in compliance with prevailing regulatory requirements and internal CSR policies. The Company allocates funds annually for CSR initiatives and ensures transparency in the utilization of such funds. Details of CSR activities, expenditure, and focus areas are disclosed in the Company's annual report in accordance with applicable laws and regulatory guidelines, reflecting its commitment to accountability and responsible corporate citizenship.

Awareness Program & Warm Clothing for Student

We partnered with the Nepal Insurance Professional Society in Lumbini Province to conduct a 7-day traffic awareness program in collaboration with the District Administration Office. This initiative aimed to educate the general public about road safety rules, traffic regulations, and responsible driving behavior. Running over a full week, the program highlights the company's commitment to reducing road accidents and promoting civic responsibility among citizens in Butwal region.

We extended support to the Nepal Insurance Professionals Society in Koshi Province by providing warm clothing for students. This is a particularly impactful initiative for students in the hilly and colder regions who may lack adequate winter clothing. By addressing this basic need, the company demonstrated its compassion and social awareness, ensuring that students remain warm and comfortable during the cold season and can continue their education without disruption.

Shree Rudraksheshwor Secondary School

We extended support to Shree Rudraksheshwor Secondary School by providing various required items to the school such as educational materials, furniture, or other essential supplies necessary for the smooth functioning of the institution. Supporting a secondary school reflects the company's dedication to improving the quality of education and creating a better learning environment for students in the Kathmandu area.

Aasha Kiran Kendra, Birgunj

Company supported Aasha Kiran Kendra, a social welfare organization based in Birgunj. Aasha Kiran Kendra typically works with underprivileged, marginalized, or differently-abled individuals.

Cancer Awareness Program

We funded a large-scale cancer awareness and early detection program. Cancer remains one of the leading causes of mortality in Nepal, and awareness is crucial for early detection and prevention. This initiative aimed to educate communities about the types of cancer, warning signs, preventive measures, and the importance of timely medical consultation. By supporting healthcare awareness, the company demonstrated its commitment to public health and well-being.

Surakchhit Yatra Nepal Program

We collaborated with Surakchhit Yatra Nepal to organize a road accident awareness program covering the Nepalgunj and Kohalpur regions. Given the alarming rate of road

accidents in Nepal, especially on major highways, this program is highly relevant. The initiative likely involved campaigns on traffic rules, helmet and seatbelt usage, drunk driving hazards, and pedestrian safety. Supporting road safety awareness aligns perfectly with the nature of an insurance company that often deals with accident-related claims.

Damauli Drinking Water & Sanitation Consumer Association

This was a highly technical and impactful CSR contribution where we provided a microbiology incubator, photometer, and other accessories to support the distribution of safe and fresh drinking water. The Damauli Drinking Water & Sanitation Consumer Association works to ensure access to clean drinking water in the community. By equipping them with scientific tools to test and monitor water quality, the company directly contributed to improvement of public health and hygiene.

Janajyoti Secondary School, Surkhet



We donated a water tank to Janajyoti Secondary School in Surkhet. Access to clean drinking water in schools is fundamental to the health and hygiene of students and staff. A water tank ensures a consistent and reliable supply of water for drinking, sanitation, and handwashing, which is particularly important in areas where piped water supply may be irregular. This contribution directly improves the basic infrastructure of the school and promotes a healthier learning environment for children.



Janapriya Secondary School, Syangja

Company donated sports materials and furniture to Janapriya Secondary School in Syangja. Sports equipment such as footballs, volleyballs, or cricket gear enables students to engage in physical activities that are crucial for holistic development. Along with furniture, which improves classroom comfort and learning conditions, this contribution addresses both physical and academic needs of the school. Investing in sports infrastructure at the secondary level encourages teamwork, discipline, and a healthy lifestyle among young students.



In addition to the water tank, the company also provided water bottles to the students. Providing personal water bottles to students encourages healthy hydration habits and reduces the use of single-use plastics. This dual contribution — both a water tank and individual bottles — shows a comprehensive approach to addressing water access challenges at the school, ensuring that students at all levels have convenient and personal access to clean drinking water throughout the school day.

Kundahar Basic Level School, Kaski



We donated stationery items to Kundahar Basic Level School in Kaski district. Stationery such as notebooks, pens, pencils, erasers, and other writing materials are essential tools for learning but are often unaffordable for students from low-income families. By supplying these basic educational necessities, the company directly enables children to participate more fully in their education. Supporting basic-level schools in rural or semi-urban areas ensures that even the youngest and most vulnerable students are equipped to learn.

Saraswati Basic Level School, Kaski

We supported Saraswati Basic Level School in Kaski by donating furniture items such as desks, chairs, benches, and shelves that are foundational requirements for any functional school. Many schools in Nepal, particularly at the basic level in rural areas, operate without adequate furniture, forcing students to sit on the floor. By providing furniture, the company significantly improves the dignity and comfort of the learning environment, enabling children to study in proper conditions that support concentration and academic performance.



Chandrajyoti Secondary School, Kaski

Chandrajyoti Secondary School in Kaski received both sports materials and furniture through our CSR program. This dual support addresses two critical dimensions of school life — academic infrastructure and physical education. Sports materials promote physical fitness and extracurricular engagement, while furniture ensures a comfortable and conducive learning space. Supporting a secondary school with these essential resources reflects the company's understanding that quality education requires investment in both the physical and recreational aspects of school life.



Shree Aatma Bikash Aadarbhut School, Budhanilakantha

We funded the wire fencing of the school compound at Shree Aatma Bikash Aadarbhut School in Budhanilakantha. Proper fencing of a school compound is essential for the safety and security of students, especially young children. It prevents unauthorized access, protects students from traffic and stray animals, and clearly demarcates the school premises. This infrastructural contribution significantly enhances the school's security standards and creates a safe, enclosed space where children can learn and play freely. In addition to the wire fencing, company also provided furniture items. This continued support to the same institution demonstrates a deeper commitment to comprehensively upgrading the school's facilities. Furniture such as desks, chairs, and storage units is vital for creating an organized and functional classroom environment. By equipping the school with proper furniture, the company ensures that students can engage in their studies with comfort and appropriate academic support.



Muscular Dystrophy Foundation Nepal

We made a contribution to the Muscular Dystrophy Foundation Nepal by donating a standing frame and a suspension bed with frame. Muscular dystrophy is a progressive genetic disorder that severely weakens muscles, requiring specialized medical and mobility equipment. A standing frame helps patients maintain posture and bone density, while a suspension bed assists caregivers in safely repositioning patients. This donation directly improves the quality of life of patients suffering from this debilitating condition and underscores the company's strong commitment to inclusive and humanitarian CSR.

fundamental to the health and hygiene of students and staff. A water tank ensures a consistent and reliable supply of water for drinking, sanitation, and handwashing, which is particularly important in areas where piped water supply may be irregular. This contribution directly improves the basic infrastructure of the school and promotes a healthier learning environment for children.



Initiatives for Staff Welfare

SGIC proactively undertook numerous initiatives to boost employee involvement, strategic development, and regulatory adherence, ensuring a well-rounded and high-performing workforce. These initiatives encompassed strategic planning sessions, professional training programs, regulatory compliance training, and employee engagement activities — all aimed at cultivating a dynamic, knowledgeable, and motivated organization.

Human Resources Overview

As of the end of fiscal year 2081/82, SGIC maintained a total workforce of 355 employees, reflecting the company's continued growth and its commitment to building a capable and diverse team. Of the total workforce, 221 employees (62.25%) are male and 134 employees (37.75%) are female, demonstrating the company's ongoing efforts to promote gender inclusivity within the organization.

In terms of age distribution, the majority of the workforce — 212 employees (59.72%) — falls within the 31 to 50 age bracket, representing the experienced core of the organization. Employees aged below 30 constitute 126 individuals (35.49%), reflecting the company's active investment in young talent and fresh perspectives. The remaining 17 employees (4.79%) are aged above 50, bringing seasoned expertise and institutional knowledge to the organization. This balanced demographic profile underscores SGIC's workforce planning approach — combining youthful energy with mid-career expertise and senior leadership to build a high-performing and forward-looking organization.

Age Group	Female	Male	Total
Aged < 30	43	83	126
Aged 31 to 50	87	125	212
Aged > 50	4	13	17
Total	134	221	355

Gender distribution

Total: 355 employees

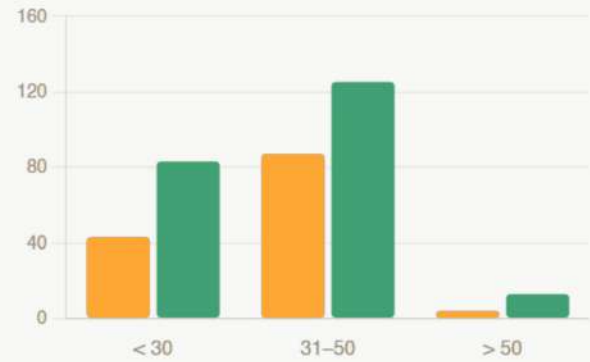
Female 37.7% Male 62.3%



Age group breakdown

By gender within each group

Female Male



Aged < 30

126

35.5% of total

Aged 31-50

212

59.7% of total

Aged > 50

17

4.8% of total

Training and Capacity Development

During fiscal year 2081/82, SGIC organized and participated in a total of 43 training programs and developmental sessions, reflecting its strong commitment to continuous professional growth across all levels of the organization. These programs collectively engaged over 1,253 participants, encompassing staff members, insurance agents, and field representatives from both the Kathmandu Valley and various provinces across Nepal.

The training calendar spanned a diverse range of subjects tailored to the operational and regulatory needs of the company. The largest share of sessions focused on General Insurance — covering product knowledge, underwriting fundamentals, claims procedures, and agent competency — ensuring that both internal staff and distribution partners maintain a strong and up-to-date understanding of the company's core offerings. Specialized programs were also conducted on Underwriting, Hydropower and Engineering Insurance, Business Analysis, and Human Resource Management, strengthening technical depth across departments.

Regulatory compliance remained a priority, with dedicated AML/CFT sessions conducted at the Head Office to ensure all staff are fully aware of their responsibilities under national and international financial regulations. Additionally, large-scale Strategic Meetings were held for branch staff — both within the valley and outside — bringing together over 270 participants in collaborative forums aimed at aligning operational goals, reviewing performance, and reinforcing a unified company direction. Training venues were spread across the country, with programs held at reputable institutions including the Insurance Institute of Nepal Ltd., as well as regional venues in Surkhet, Dhangadhi, Koshi Province, and locations across the Sudurpashchim region — ensuring meaningful reach beyond the central offices. Programs ranged from intensive multi-day sessions to focused single-day workshops, providing flexibility while maintaining educational depth. Through these sustained investments in learning and development, SGIC has reinforced a culture of continuous improvement — equipping its people with the knowledge, skills, and regulatory awareness necessary to deliver quality service and uphold the company's values of professionalism, integrity, and excellence.

Sanima GIC Insurance also supports continuous professional growth by reimbursing employees for successfully completed insurance-related certifications and licenses. This initiative encourages staff to enhance their expertise and stay aligned with industry standards. By investing in employee development, the company fosters a more skilled, confident, and motivated workforce.

Employee Engagement and Recreational Activities

Beyond professional development, company places equal importance on fostering a vibrant, inclusive, and motivated workplace culture. The company actively organizes cultural celebrations and recreational activities that bring employees together, strengthen the sense of community, and promote the overall well-being of its workforce.

Tej Celebration

In keeping with Nepal's rich cultural traditions, company celebrated Tej with great enthusiasm and festivity. Female employees were honored during the occasion, with the company facilitating a dedicated program that included cultural performances, traditional music, and communal celebration. The event served as a joyful reminder of the company's respect for cultural values and its commitment to creating an inclusive environment where every employee feels seen and appreciated.

Annual Staff Picnic

Our company organized an annual staff picnic that brought together employees from across departments for a day of recreation, informal interaction, and team bonding. The outing offered a refreshing break from routine work while fostering camaraderie and mutual appreciation. Activities encouraged teamwork, friendly competition, and open communication — strengthening relationships and enhancing workplace collaboration.

Through such initiatives, the company reaffirms its commitment to the overall well-being of its people, creating a workplace where employees feel valued, motivated, and empowered to thrive.

Our HR Activities



Annual Teej Program 2082



NIA Rally 2082



Staff Training 2082



Annual Branch Meet 2082

Strategic Planning Meeting 2082



Strategic Planning Meeting 2082



Artificial Intelligence Training



Annual Picnic Program 2082





PERFORMANCE EVALUATION & KPI

HORIZONTAL ANALYSIS OF FINANCIAL STATEMENT

Statement of Financial Position

Amount In NPR

PARTICULARS	2081-82	%	2080-81	%	2079-78
Assets					
Goodwill & Intangible Assets	42,437,389	2%	41,807,915	-2%	42,601,268
Property, Plant and Equipment	119,957,184	-16%	142,348,682	58%	89,840,783
Investment Properties	-	0%	-	0%	-
Deferred Tax Assets	148,736,987	16%	127,830,579	20%	106,186,895
Investment in Subsidiaries	-	0%	-	0%	-
Investment in Associates	-	0%	-	0%	-
Investments	3,405,531,873	2%	3,337,036,401	14%	2,934,140,536
Loans	21,035,658	50%	14,027,586	31%	10,713,949
Reinsurance Assets	3,272,976,065	31%	2,502,826,678	11%	2,259,307,852
Current Tax Assets (Net)	35,430,844	4%	34,025,595	-33%	50,815,030
Insurance Receivables	295,219,483	-7%	315,786,647	-9%	348,753,704
Other Assets	400,229,324	138%	167,892,732	60%	104,828,514
Other Financial Assets	138,595,703	68%	82,510,745	-14%	95,846,028
Cash and Cash Equivalents	301,126,235	-26%	407,278,197	35%	302,729,885
Total Assets	8,181,276,745	14%	7,173,371,757	13%	6,345,764,444
Equity & Liabilities					
Equity					
Share Capital	2,150,000,000	8%	2,000,000,000	0%	2,000,000,000
Share Application Money Pending Allotment	-	0%	-	0%	-
Share Premium	-	0%	-	0%	-
Special Reserve	749,574,148	28%	584,622,107	34%	437,098,948
Catastrophe Reserves	45,941,796	22%	37,694,194	24%	30,318,036
Retained Earnings	172,729,113	-5%	181,603,722	104%	88,949,782
Other Equity	142,706,360	-14%	165,151,879	72%	96,113,487
Total Equity	3,260,951,417	10%	2,969,071,902	12%	2,652,480,253
Liabilities					
Provisions	95,368,025	10%	86,962,308	6%	82,208,183
Gross Insurance Contract Liabilities	4,104,734,468	24%	3,307,353,044	9%	3,027,857,888
Deferred Tax Liabilities	-	0%	-	0%	-
Insurance Payables	325,451,476	-23%	424,235,942	38%	306,693,740
Current Tax Liabilities (Net)	-	0%	-	0%	-
Borrowings	-	0%	-	0%	-
Other Liabilities	346,793,425	1%	341,668,767	45%	235,008,757
Other Financial Liabilities	47,977,934	9%	44,079,794	6%	41,515,623
Total Liabilities	4,920,325,328	17%	4,204,299,855	14%	3,693,284,191
Total Equity and Liabilities	8,181,276,745	14%	7,173,371,757	13%	6,345,764,444

Statement of Profit & Loss

Amount In NPR

PARTICULARS	2081-82	%	2080-81	%	2079-78
Income:					
Gross Earned Premiums	2,531,533,850	1%	2,512,246,710	19%	2,102,905,351
Premiums Ceded	(1,767,266,467)	-1%	(1,789,718,095)	16%	(1,547,173,639)
Net Earned Premiums	764,267,383	6%	722,528,615	30%	555,731,712
Commission Income	410,183,050	-2%	419,818,185	7%	392,284,650
Other Direct Income	15,681,440	-17%	18,815,737	83%	10,299,630
Income from Investments & Loans	170,154,384	-34%	258,359,875	4%	247,469,283
Net Gains/ (Losses) on Fair Value Changes	-	0%	-	0%	-
Net Realised Gains/ (Losses)	107,999,373	700%	13,497,925	0%	-
Other Income	3,504,556	-28%	4,857,573	-78%	21,727,138
Total Income	1,471,790,186	2%	1,437,877,910	17%	1,227,512,413
Expenses:					
Gross Claims Paid	1,163,622,859	28%	905,949,798	-9%	990,371,616
Claims Ceded	(785,218,919)	45%	(542,967,487)	-22%	(698,008,513)
Gross Change in Contract Liabilities	495,251,186	242%	144,879,384	-49%	282,629,411
Change in Contract Liabilities Ceded to Reinsurers	(484,659,989)	352%	(107,285,992)	-56%	(243,142,315)
Net Claims Paid	388,995,137	-3%	400,575,703	21%	331,850,199
Commission Expenses	44,865,601	20%	37,251,501	-2%	38,047,674
Service Fees	5,856,814	8%	5,406,837	-7%	5,802,757
Other Direct Expenses	24,959,213	-10%	27,624,828	131%	11,975,271
Employee Benefits Expenses	355,416,835	1%	353,623,271	24%	285,176,466
Depreciation and Amortization Expenses	35,217,933	0%	35,373,660	50%	23,605,991
Impairment Losses	400,226	0%	-	-100%	(611,572)
Other Operating Expenses	129,468,134	-3%	133,222,035	2%	130,351,475
Finance Cost	3,360,630	-8%	3,662,011	0%	-
Total Expenses	988,540,523	-1%	996,739,846	21%	826,198,261
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	483,249,663	10%	441,138,064	10%	401,314,152
Share of Net Profit of Associates accounted using Equity Method	-	0%	-	0%	-
Profit Before Tax	483,249,663	10%	441,138,064	10%	401,314,152
Income Tax Expense	(146,466,350)	19%	(122,969,971)	-4%	(127,766,620)
Net Profit/ (Loss) For The Year	336,783,313	6%	318,168,093	16%	273,547,532

VERTICAL ANALYSIS OF FINANCIAL STATEMENT

Statement of Financial Position

Amount In NPR

PARTICULARS	2081-82	%	2080-81	%	2079-80	%
Assets						
Goodwill & Intangible Assets	42,437,389	1%	41,807,915	1%	42,601,268	1%
Property, Plant and Equipment	119,957,184	1%	142,348,682	2%	89,840,783	1%
Investment Properties	-	0%	-	0%	-	0%
Deferred Tax Assets	148,736,987	2%	127,830,579	2%	106,186,895	2%
Investment in Subsidiaries	-	0%	-	0%	-	0%
Investment in Associates	-	0%	-	0%	-	0%
Investments	3,405,531,873	42%	3,337,036,401	47%	2,934,140,536	46%
Loans	21,035,658	0%	14,027,586	0%	10,713,949	0%
Reinsurance Assets	3,272,976,065	40%	2,502,826,678	35%	2,259,307,852	36%
Current Tax Assets (Net)	35,430,844	0%	34,025,595	0%	50,815,030	1%
Insurance Receivables	295,219,483	4%	315,786,647	4%	348,753,704	5%
Other Assets	400,229,324	5%	167,892,732	2%	104,828,514	2%
Other Financial Assets	138,595,703	2%	82,510,745	1%	95,846,028	2%
Cash and Cash Equivalents	301,126,235	4%	407,278,197	6%	302,729,885	5%
Total Assets	8,181,276,745	100%	7,173,371,757	100%	6,345,764,444	100%
Equity & Liabilities						
Equity						
Share Capital	2,150,000,000	26%	2,000,000,000	28%	2,000,000,000	32%
Share Application Money Pending Allotment	-	0%	-	0%	-	0%
Share Premium	-	0%	-	0%	-	0%
Special Reserve	749,574,148	9%	584,622,107	8%	437,098,948	7%
Catastrophe Reserves	45,941,796	1%	37,694,194	1%	30,318,036	0%
Retained Earnings	172,729,113	2%	181,603,722	3%	88,949,782	1%
Other Equity	142,706,360	2%	165,151,879	2%	96,113,487	2%
Total Equity	3,260,951,417	40%	2,969,071,902	41%	2,652,480,253	42%
Liabilities						
Provisions	95,368,025	1%	86,962,308	1%	82,208,183	1%
Gross Insurance Contract Liabilities	4,104,734,468	50%	3,307,353,044	46%	3,027,857,888	48%
Deferred Tax Liabilities	-	0%	-	0%	-	0%
Insurance Payables	325,451,476	4%	424,235,942	6%	306,693,740	5%
Current Tax Liabilities (Net)	-	0%	-	0%	-	0%
Borrowings	-	0%	-	0%	-	0%
Other Liabilities	346,793,425	4%	341,668,767	5%	235,008,757	4%
Other Financial Liabilities	47,977,934	1%	44,079,794	1%	41,515,623	1%
Total Liabilities	4,920,325,328	60%	4,204,299,855	59%	3,693,284,191	58%
Total Equity and Liabilities	8,181,276,745	100%	7,173,371,757	100%	6,345,764,444	100%

Statement of Profit & Loss

Amount In NPR

PARTICULARS	2081-82	%	2080-81	%	2079-80	%
Income:						
Gross Earned Premiums	2,531,533,850	100%	2,512,246,710	100%	2,102,905,351	100%
Premiums Ceded	(1,767,266,467)	-70%	(1,789,718,095)	-71%	(1,547,173,639)	-74%
Net Earned Premiums	764,267,383	30%	722,528,615	29%	555,731,712	26%
Commission Income	410,183,050	16%	419,818,185	17%	392,284,650	19%
Other Direct Income	15,681,440	1%	18,815,737	1%	10,299,630	0%
Income from Investments & Loans	170,154,384	7%	258,359,875	10%	247,469,283	12%
Net Gains/ (Losses) on Fair Value Changes	-	0%	-	0%	-	0%
Net Realised Gains/ (Losses)	107,999,373	4%	13,497,925	1%	-	0%
Other Income	3,504,556	0%	4,857,573	0%	21,727,138	1%
Total Income	1,471,790,186	58%	1,437,877,910	57%	1,227,512,413	58%
Expenses:						
Gross Claims Paid	1,163,622,859	46%	905,949,798	36%	990,371,616	47%
Claims Ceded	(785,218,919)	-31%	(542,967,487)	-22%	(698,008,513)	-33%
Gross Change in Contract Liabilities	495,251,186	20%	144,879,384	6%	282,629,411	13%
Change in Contract Liabilities Ceded to Reinsurers	(484,659,989)	-19%	(107,285,992)	-4%	(243,142,315)	-12%
Net Claims Paid	388,995,137	15%	400,575,703	16%	331,850,199	16%
Commission Expenses	44,865,601	2%	37,251,501	1%	38,047,674	2%
Service Fees	5,856,814	0%	5,406,837	0%	5,802,757	0%
Other Direct Expenses	24,959,213	1%	27,624,828	1%	11,975,271	1%
Employee Benefits Expenses	355,416,835	14%	353,623,271	14%	285,176,466	14%
Depreciation and Amortization Expenses	35,217,933	1%	35,373,660	1%	23,605,991	1%
Impairment Losses	400,226	0%	-	0%	(611,572)	0%
Other Operating Expenses	129,468,134	5%	133,222,035	5%	130,351,475	6%
Finance Cost	3,360,630	0%	3,662,011	0%	-	0%
Total Expenses	988,540,523	39%	996,739,846	40%	826,198,261	39%
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	483,249,663	19%	441,138,064	18%	401,314,152	19%
Share of Net Profit of Associates accounted using Equity Method						
Profit Before Tax	483,249,663	19%	441,138,064	18%	401,314,152	19%
Income Tax Expense	(146,466,350)	-6%	(122,969,971)	-5%	(127,766,620)	-6%
Net Profit/ (Loss) For The Year	336,783,313	13%	318,168,093	13%	273,547,532	13%

VALUE ADDED STATEMENT

Amount In NPR

Particulars	2024-25	2023-24
Value Added		
Net Earned Premiums	764,267,383	722,528,615
RI Commission Income	410,183,050	419,818,185
VAT on Sales	301,129,764	231,439,645
Income from Investments & Loans	170,154,384	258,359,875
Net Realised Gains/ (Losses)	107,999,373	13,497,925
Other Income	19,185,996	23,673,310
Net Claims Paid	(388,995,137)	(400,575,703)
Commission Expenses	(44,865,601)	(37,251,501)
Other Operating Expenses	(129,468,134)	(142,519,865)
Finance Cost	(3,360,630)	(3,662,011)
Impairment Cost	(400,226)	-
Other Expenses	(24,959,213)	(27,624,828)
Total Value Added	1,180,871,009	1,057,683,647
Distribution		
"To Employees (Salary and Other Benefits)"	355,416,835	344,325,441
"To Regulator (Service Fees)"	5,856,814	5,406,837
"To Government (Corporate Tax)"	446,713,919	341,655,742
To Shareholder	-	150,000,000
"For Expansion and Growth Retained earning including Depreciation & Amortisation & Deffered Tax"	372,883,441	216,295,627
Total Distribution	1,180,871,009	1,057,683,647

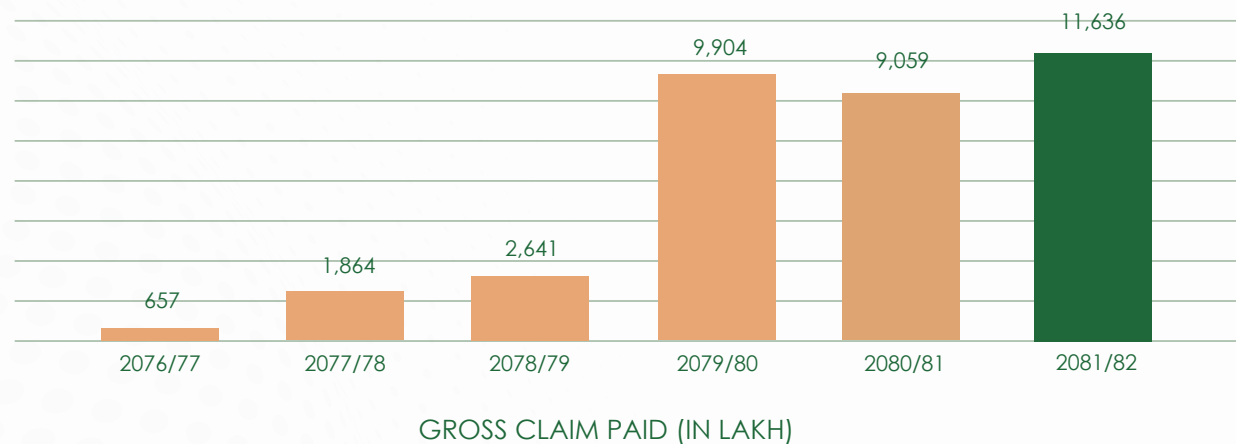
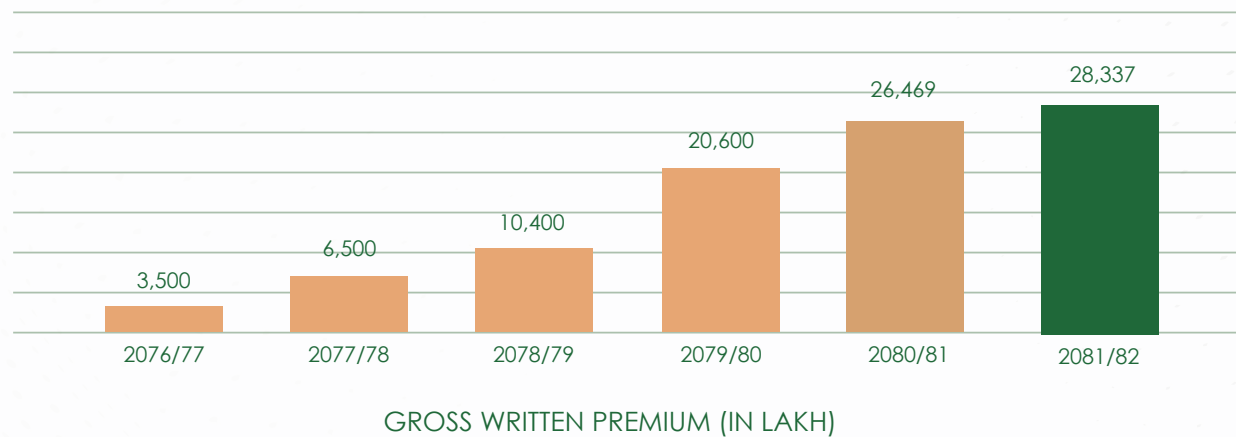
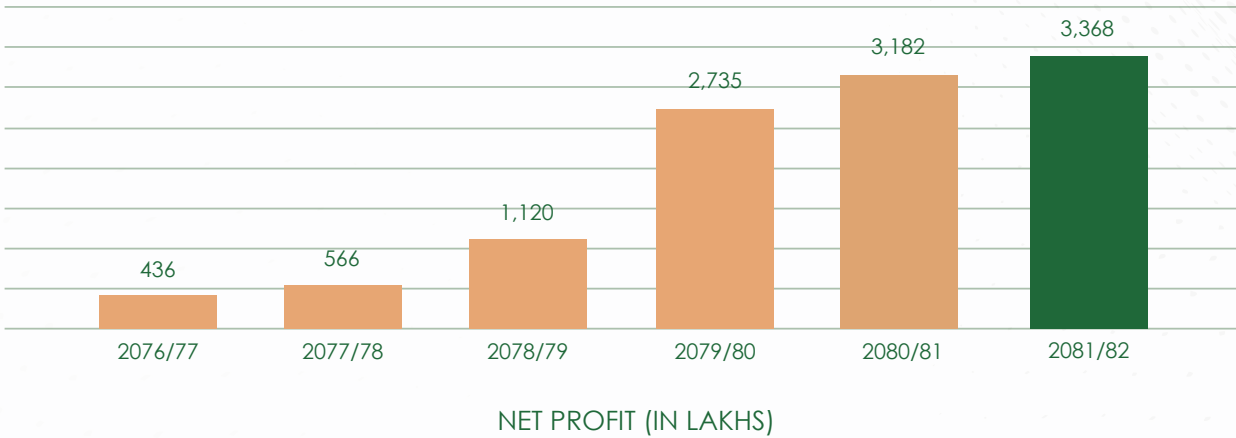
ECONOMIC VALUE ADDED

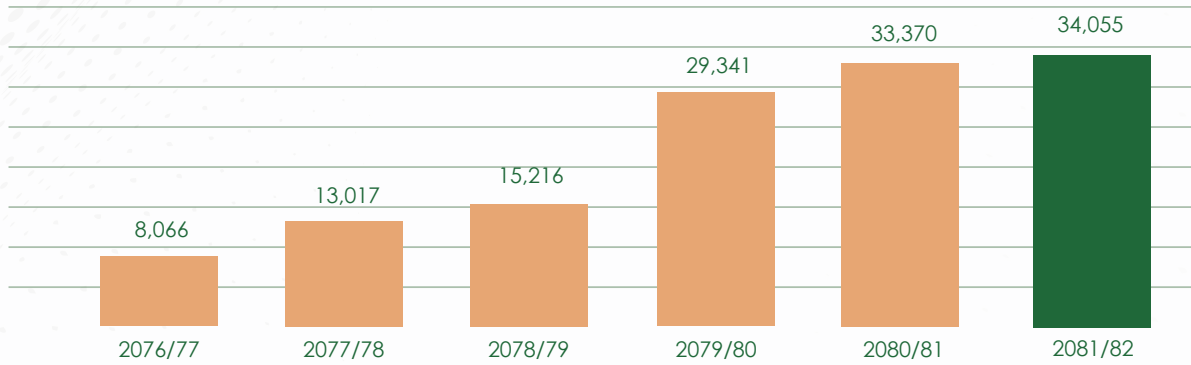
Amount In NPR

Particulars	2024-25	2023-24
Profit Before Tax	483,249,663	441,138,064
Provision for Tax	(146,466,350)	(122,969,971)
Net Profit After Tax (A)	336,783,313	318,168,093
Average Capital Employed (i.e. Shareholder's Fund)	3,115,011,659	2,810,776,077
Cost of Capital (%)*	3.00%	5.00%
Capital Charge (B)	93,450,350	140,538,804
Economic Value Added	243,332,963	177,629,289

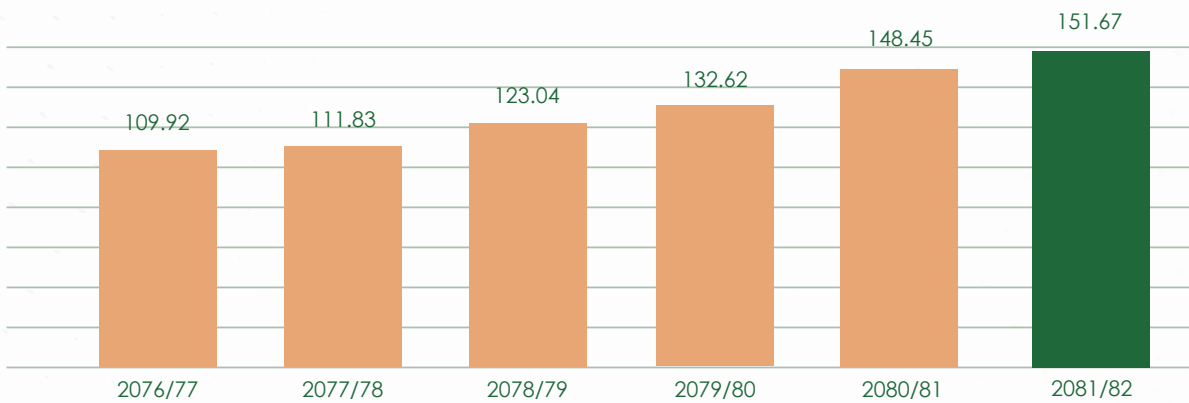
*Cost of Capital is assumed to be average 1 year deposit interest rate provided by banks.

Performance Highlights

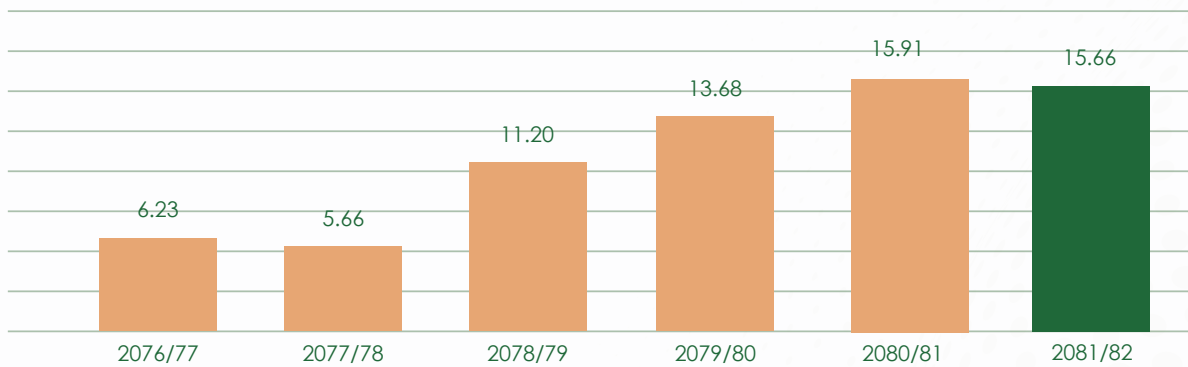




TOTAL INVESTMENT (IN LAKH)



NETWORTH PER SHARE



EARNING PER SHARE

आफ्नो घरको सुरक्षा, उज्ज्वल भविष्यको आधार ।

आफ्नो घरलाई यस कम्पनीमा बीमा गरि भविष्यमा आईपर्ने
जोखिमहरूबाट सुरक्षित गर्नुहोस् ।



SANIMA GIC
PROPERTY INSURANCE



FINANCIAL STATEMENT

CHIEF FINANCE OFFICER'S STATEMENT

The Financial statements are prepared and presented in compliance with the following;

- Nepal Accounting Standards issued by the Institute of Chartered Accountants of Nepal
- Companies Act 2063
- Insurance Act 2079 and other directives related to financial statement issued by Nepal Insurance Authority.

The formats used in the preparation of the Financial Statements and disclosures made comply with the specified formats prescribed Nepal Insurance Authority and in compliance with Nepal Accounting Standards.

The accounting policies used in the preparation of the Financial Statements are appropriate and are consistently applied, unless otherwise stated in the notes accompanying the Financial Statements.

The Board of Directors and the Management of the Company accept responsibility for the integrity and objectivity of these Financial Statements. The estimates and judgments relating to these Financial Statements were made on a prudent and reasonable basis in order that the Financial Statements reflect in a true and fair manner, the form and substance of transactions and that the Company's state of affairs is reasonably presented to ensure the Company has taken proper and sufficient care in installing a system of internal controls and accounting records for safeguarding assets and for preventing and detecting frauds as well as other irregularities, which is reviewed, evaluated and updated on an ongoing basis. The internal audit conducts periodic audits to provide reasonable assurance that the established policies and procedures of the Company are consistently followed. However, there are inherent limitations that should be recognized in weighing the assurance provided by any system of internal controls and accounting. The Board Audit Committee of the Company meets periodically with the Internal Auditors and external auditors to review the manner in which these auditors are performing their responsibilities and to discuss auditing, internal controls and financial reporting issues to ensure complete independence, the external auditors and the internal auditors have full and free access to the members of the Board Audit Committee to discuss any matter of substance. The Financial Statements of the Company were audited by the **N. Amatya & Co. Chartered Accountants** and their report is given on pages 89 of this Annual Report.

We confirm that;

1. To the best of our knowledge, the Financial Statements, significant accounting policies and other financial information included in this Annual Report, fairly present in all material respects the financial condition, results of the operations and the cash flows of the Company during the period under review;
2. The Company has adequate resources to continue in operation and have applied the Going Concern Basis in preparing these Financial Statements;
3. The Company has complied with all applicable laws, regulations and prudential requirements and there is no material non-compliance;
4. There are no material litigations that are pending against the Company other than those disclosed in Note 61 of the Financial Statements of this Annual Report;
5. All taxes, duties, levies and all statutory payments by the Company and all contributions, levies and taxes payable on behalf of and in respect of the employees of the Company as at 16th July 2025 have been paid or where relevant provided for;
6. The Company has complied with all the legal and regulatory provisions of the Regulation of Insurance Industry act;
7. The Company has arranged treaty reinsurance with approved reinsurers as per Nepal Insurance Authority's guidelines;
8. Reserving and solvency guidelines have been complied as per Risk Based Capital & Solvency Directive 2082.
9. The equity capital meets the set minimum capital requirement in accordance with the Risk Based Capital & Solvency Directive 2082.

Ganesh Kadal
Chief Finance Officer

UDIN: 260315CA00209wWyNz

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF
SANIMA GIC INSURANCE LIMITED**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **Sanima GIC Insurance Limited** (the Company), which comprise the statement of financial position as at Ashadh 32, 2082 (July 16, 2025), and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at Ashadh 32, 2082 (July 16, 2025), and its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis for opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics for professional accountant issued by Institute of Chartered Accountants of Nepal (ICAN) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2063 and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN's Code of Ethics for professional accountants. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the financial year ended on Ashadh 32, 2082 (July 16, 2025). 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 the matters described below to be the key audit matters to be communicated in our report.

Key audit matters	How our audit addressed the key audit matter
Investments <i>(Refer Note 3(e) "Financial assets" and Note 10 of the financial statements)</i>	
<p>The Company's investments represent a substantial portion of the assets as at Ashadh 32, 2082 which are valued in accordance with the accounting policy as framed in note 3(e) of the financial statements and in accordance with the framework as per the extent of the regulatory guidelines.</p> <p>Valuation of actively traded equity shares and mutual fund units are done as per the last traded price as on the reporting date in Nepal Stock Exchange (NEPSE). If such securities are not traded on the reporting date, they are valued as per the previous closest traded price.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> ▪ Tested the design implementation and operating effectiveness of key controls over valuation process of investments. ▪ Assessed appropriateness of the valuation techniques with reference to NFRS 9 – Financial Instruments along with the Company's own valuation policy. ▪ We have agreed a sample of year-end investment holdings to external valuations and custody sources to verify the valuation and existence of these investments. ▪ Understood the management's process for identifying the existence of impairment



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Key audit matters	How our audit addressed the key audit matter
<p>Unlisted equity instruments and mutual fund units are measured at cost.</p> <p>All other securities including debt instruments have been measured at historical cost subject to amortization of premium paid, if any, over the residual period. The valuation of these investments is considered to be one of the areas which required attention and was one of the matters of significance in the financial statements.</p>	<p>indicators in respect of the interests in equity instruments measured at fair value through Other comprehensive income.</p> <ul style="list-style-type: none"> ▪ Obtained an understanding of price verification control, which is designed to review the appropriateness of valuation methodologies to derive model inputs. ▪ Based on our audit procedures performed, we concluded that the valuation of level 1 financial instruments is appropriate.
<p>Provision for outstanding claim <i>(Refer Note 3(n) "Claims and expenses"; Note 3 (k) "Insurance contract liabilities"; Note 33 and Note 19 of the financial statements)</i></p>	
<p>Insurance claims are the major area of expenses for the Company.</p> <p>The Company makes the complete provisions of the remaining amounts of the payment against the claim made by the Company before the year-end. Claims incurred but not reported (IBNR) and Claims incurred but not enough reported (IBNER) is recognised as that determined by the actuarial methods.</p> <p>Given the fact that the provision is required to be made in respect of the outstanding claim and complexity of calculations, the same has been considered as Key Audit Matter in our audit of the financial statements of the Company.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> ▪ Verified the operational mechanisms of the Company including the internal guidelines and standard operating procedures relating to claim processing, performed test of controls over claim settlement process and recording processes including analytical procedures on outstanding claims. ▪ Obtained a clear understanding of the process and guidelines as per directives issued by the Insurance Authority for claim processing and compared their implementation and effectiveness in regard to internal operational guidelines relating to claim processing. ▪ Verified the claim paid and provision on sample basis along with evidence of payment, documentation as well as surveyor report and understanding the recording process in the books of account. ▪ In the case of IBNR, the amount of insurance contract liabilities has been estimated by the actuary appointed by the Company. The actuarial valuation of insurance contract liabilities in respect of IBNR and IBN(E)R claims as of Ashadh 32, 2082 is as certified by the Company's appointed actuary. ▪ Verified the sufficiency and adequacy of related insurance contract liability based on report from the Company appointed actuary with the liabilities recognised in the financial statements. ▪ Examined the appropriateness and validity of key assumptions and information provided by the Company to the appointed actuary for valuation of insurance contract liabilities.



Key audit matters	How our audit addressed the key audit matter
<p>Revenue Recognition (Premium Income) <i>(Refer Note 3(m) "Revenue recognition" and Note 25 of the financial statements)</i></p>	
<p>Premium income comprises a major part of revenue which is recorded on issue of policy as prescribed by the Insurance Authority.</p> <p>Unearned premium income of previous and current fiscal year is recorded / adjusted as estimated by the Company appointed actuary and as prescribed by the directives issued by the Insurance Authority.</p> <p>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 daily pro-rata basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.</p> <p>Since the management considers revenue as a key measure of evaluation of performance, there is a risk of revenue being recorded before control is transferred and is not recognised in the correct period.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> ▪ Obtained and read the Company's revenue accounting policy on revenue recognition in accordance with the requirements of relevant standards. ▪ Understood and tested the design, implementation and operating effectiveness of key controls over premium collection and its recognition. ▪ Obtained clear understanding of the process of issuing the policies as per directives issued by the Insurance Authority and understood the process of booking such premium as income. ▪ Tested on a sample basis unallocated premium to ensure that there were no policies where risk assumed were prior to recognition of revenue and corresponding to collection of premiums. ▪ Verified on a sample basis the policies and other related documents, including premium calculations therein as per regulatory requirements and internal policies of the Company along with premium / cash receipt with special attention to the timestamp thereto so as to ascertain the correctness of period of revenue recognition. ▪ Verified on a sample basis, the premium ceded to the reinsurers as per Reinsurance agreement / treaty with the reinsurers. ▪ Verified unearned premium income as assessed by the Company appointed actuary in the actuarial valuation report. ▪ Based on our audit procedures performed, we concluded that the premium income recognition is appropriate.

Information other than the financial statements and auditor's report thereon

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

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

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



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

Responsibilities of management and those charged with governance for the financial statements

The management of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with 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 the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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



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

Report on Other Legal and Regulatory Requirements

We report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company, so far as it appears from our examination of those books.
- c. The enclosed statement of financial position, statement of profit or loss, statement of other comprehensive income and statement of cash flows have been prepared in conformity with the provision of the Company Act, 2063 and format as prescribed by Nepal Insurance Authority and the same are in agreement with the books of account maintained by the Company.
- d. In our opinion and to the best of our information and according to the explanations given to us, the board or any member thereof or any employee of the Company has not acted against the provision of law relating to the accounts nor caused loss or damage to the Company or misappropriated the funds of the Company.
- e. To the best of our knowledge, the Company has maintained insurance fund and other mandatory reserves as prescribed by the directive issued by Nepal Insurance Authority.
- f. We did not obtain any information indicating engagement of the Company in activities other than insurance business as approved/licensed by Nepal Insurance Authority.
- g. We did not obtain any information indicating the Company's activities which are prejudicial to the interest of the insured.
- h. The Company has complied with the directives issued by Nepal Insurance Authority.
- i. We did not obtain any information indicating issuance of insurance policies other than as approved by Nepal Insurance Authority.
- j. It appears that all the financial and other information which is required to be reported/informed to the shareholders as per the prevalent laws has been provided to the shareholders.
- k. To the best of our knowledge, the Company is capable of bearing its long-term liabilities from its assets.
- l. The internal control system implemented by the Company was found to be effective.


Manish Amatya
Partner
N. Amatya & Co.
Chartered Accountants



Place: Kathmandu
Date: March 13, 2026 (Falgun 29, 2082)

STATEMENT OF FINANCIAL POSITION

AS AT ASHADH 32, 2082 (16TH JULY, 2025)

Amount In NPR

Assets	Notes	Current Year	Previous Year
Goodwill & Intangible Assets	4	42,437,389	41,807,915
Property, Plant and Equipment	5	119,957,184	142,348,682
Investment Properties	6	-	-
Deferred Tax Assets	7	148,736,987	127,830,579
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	3,405,531,873	3,337,036,401
Loans	11	21,035,658	14,027,586
Reinsurance Assets	12	3,272,976,065	2,502,826,678
Current Tax Assets (Net)	21	35,430,844	34,025,595
Insurance Receivables	13	295,219,483	315,786,647
Other Assets	14	400,229,324	125,647,691
Other Financial Assets	15	138,595,703	124,755,786
Cash and Cash Equivalents	16	301,126,235	407,278,197
Total Assets		8,181,276,745	7,173,371,757
Equity			
Share Capital	17 (a)	2,150,000,000	2,000,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	-	-
Special Reserve	17 (d)	749,574,148	584,622,107
Catastrophe Reserves	17 (e)	45,941,796	37,694,194
Retained Earnings	17 (f)	172,729,113	181,603,722
Other Equity	17 (g)	142,706,360	165,151,879
Total Equity		3,260,951,417	2,969,071,902
Liabilities			
Provisions	18	95,368,025	86,962,308
Gross Insurance Contract Liabilities	19	4,104,734,468	3,307,353,044
Deferred Tax Liabilities	7	-	-
Insurance Payables	20	325,451,476	424,235,942
Current Tax Liabilities (Net)	21	-	-
Borrowings	22	-	-
Other Liabilities	23	346,793,425	341,668,767
Other Financial Liabilities	24	47,977,934	44,079,794
Total Liabilities		4,920,325,328	4,204,299,855
Total Equity and Liabilities		8,181,276,745	7,173,371,757

The accompanying notes form an integral part of these Financial Statements.

As per our report of even date

Sudyumna Prasad Upadhyaya
Chief Executive Officer

Dilip Shrestha
Director

Kunal Kayal
Chairman

CA Manish Amatya
Partner

Ganesh Kadal
Chief Finance Officer

Mita Murarka Agrawal
Director

Dr. Hemanta Kumar Dabadi
Director

N. Amatya & Co
Chartered Accountants

Dr. Anil Raj Bhattarai
Director

Saraswati Gautam Gyawali
Director

Prakash Man Shrestha
Director

Date: 2082.11.29
Place: Kathmandu

STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

Amount In NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	2,531,533,850	2,512,246,710
Premiums Ceded	26	(1,767,266,467)	(1,789,718,095)
Net Earned Premiums		764,267,383	722,528,615
Commission Income	27	410,183,050	419,818,185
Other Direct Income	28	15,681,440	18,815,737
Income from Investments & Loans	29	170,154,384	258,359,875
Net Gains/ (Losses) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	107,999,373	13,497,925
Other Income	32	3,504,556	4,857,573
Total Income		1,471,790,186	1,437,877,910
Expenses:			
Gross Claims Paid	33	1,163,622,859	905,949,798
Claims Ceded	33	(785,218,919)	(542,967,487)
Gross Change in Contract Liabilities	34	495,251,186	144,879,384
Change in Contract Liabilities Ceded to Reinsurers	34	(484,659,989)	(107,285,992)
Net Claims Paid		388,995,137	400,575,703
Commission Expenses	35	44,865,601	37,251,501
Service Fees	36	5,856,814	5,406,837
Other Direct Expenses	37	24,959,213	27,624,828
Employee Benefits Expenses	38	355,416,835	344,325,441
Depreciation and Amortization Expenses	39	35,217,933	35,373,660
Impairment Losses	40	400,226	-
Other Operating Expenses	41	129,468,134	142,519,865
Finance Cost	42	3,360,630	3,662,011
Total Expenses		988,540,523	996,739,846
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		483,249,663	441,138,064
Share of Net Profit of Associates accounted using Equity Method	9		
Profit Before Tax		483,249,663	441,138,064
Income Tax Expense	43	(146,466,350)	(122,969,971)
Net Profit/ (Loss) For The Year		336,783,313	318,168,093
Earning Per Share	51		
Basic EPS		15.66	15.91
Diluted EPS		15.66	15.91

The accompanying notes form an integral part of these Financial Statements.

As per our report of even date

Sudymna Prasad Upadhyaya
Chief Executive Officer

Dilip Shrestha
Director

Kunal Kayal
Chairman

CA Manish Amatya
Partner

Ganesh Kadal
Chief Finance Officer

Mita Murarka Agrawal
Director

Dr. Hemanta Kumar Dabadi
Director

N. Amatya & Co
Chartered Accountants

Dr. Anil Raj Bhattarai
Director

Saraswati Gautam Gyawali
Director

Prakash Man Shrestha
Director

Date: 2082.11.29
Place: Kathmandu

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

Particulars	Amount In NPR	
	Current Year	Previous Year
Net Profit/ (Loss) For The Year	336,783,313	318,168,093
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		
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	(49,817,046)	443,247
Revaluation of Property, Plant and Equipment/ Intangible Assets		
Remeasurement of Post-Employment Benefit Obligations		
Share of other comprehensive income of associates accounted for using the equity method		
Income Tax Relating to Above Items	14,945,114	(132,974)
Total Other Comprehensive Income For the Year, Net of Tax	(34,871,932)	310,273
Total Comprehensive Income For the Year, Net of Tax	301,911,381	318,478,366

The accompanying notes form an integral part of these Financial Statements.

As per our report of even date

Sudyumna Prasad Upadhyaya
Chief Executive Officer

Dilip Shrestha
Director

Kunal Kayal
Chairman

CA Manish Amatya
Partner

Ganesh Kadal
Chief Finance Officer

Mita Murarka Agrawal
Director

Dr. Hemanta Kumar Dabadi
Director

N. Amatya & Co
Chartered Accountants

Dr. Anil Raj Bhattarai
Director

Saraswati Gautam Gyawali
Director

Prakash Man Shrestha
Director

Date: 2082.11.29
Place: Kathmandu

STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

Particulars	Amount In NPR	
	Current Year	Previous Year
Opening Balance in Retained Earnings	181,603,722	48,849,782
Transfer from OCI reserves to retained earning in current year	-	-
Net profit or (loss) as per statement of profit or loss	336,783,313	318,168,093
Appropriations:		
i) Transfer to Insurance Fund	-	-
ii) Transfer to Special Reserve	(164,952,041)	(147,523,159)
iii) Transfer to Catastrophe Reserve	(8,247,602)	(7,376,158)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(3,299,041)	(2,367,738)
vi) Transfer to/from Regulatory Reserve	-	-
vii) Transfer to Fair Value Reserve	(3,059,789)	(4,483,723)
viii) Transfer of Deferred Tax Reserve	(6,879,235)	(23,121,775)
ix) Transfer to OCI reserves due to change in classification	-	-
x) Others (to be Specified)	(2,178,441)	-
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	(1,743,068)	(2,323,014)
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	(157,894,737)	-
xiv) Deduction as per Sec 17 of Financial directive	-	-
xiv) Deduction as per Sec 18 of Financial directive	(15,120,791)	(11,480,546)
xv) Others		
a) Share Related Cost	(1,219,192)	(541,600)
Adjusted Retained Earning	153,793,098	167,800,162
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	(39,094,419)	(6,364,339)
Add/Less: Others (to be specified)	-	-
Total Distributable Profit/(loss)	114,698,679	161,435,823

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

PREVIOUS YEAR

Amount In NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserves	Other Reserves	Total
Balance as at Shrawan 01, 2079	2,000,000,000	-	-	-	88,949,782	-	437,098,948	-	30,318,036	3,946,475	-	(9,813,218)	-	101,981,230	-	2,652,880,253
Prior Period Adjustments	-	-	-	-	(40,100,000)	-	-	-	-	-	-	-	-	-	40,100,000	-
Equity Components added through merger	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) For the Year	-	-	-	-	318,166,093	-	-	-	-	-	-	-	-	-	-	318,166,093
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) 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	-	-	-	-	-	-	-	-	-	-	-	310,273	-	-	-	310,273
v) Revaluation of Property, Plant and Equipment/ Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	(157,849,780)	-	147,523,159	-	7,376,158	2,950,463	-	-	-	-	-	-
Transfer from Reserves/ Funds	-	-	-	-	582,725	-	-	-	-	(582,725)	-	-	-	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	(23,121,775)	-	-	-	-	-	-	-	23,121,775	-	-	-
Transfer of Depreciation on Revaluation of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVOCI	-	-	-	-	(4,483,723)	-	-	-	-	-	-	4,483,723	-	-	-	-
Prior Period Adjustments	-	-	-	-	-	-	-	-	-	-	-	(1,345,117)	-	-	-	(1,345,117)
Share Issuance Costs	-	-	-	-	(541,600)	-	-	-	-	-	-	-	-	-	-	(541,600)
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	2,000,000,000	-	-	-	181,603,722	-	584,622,107	-	37,694,194	6,313,213	-	(6,364,339)	-	125,103,005	40,100,000	2,969,071,902

The accompanying notes form an integral part of these Financial Statements.

As per our report of even date

Sudymna Prasad Upadhyaya
Chief Executive Officer

Dilip Shrestha
Director

Kunal Kayal
Chairman

CA Manish Amatya
Partner

Ganesh Kadal
Chief Finance Officer

Mita Murarka Agrawal
Director

Dr. Hemanta Kumar Dabadi
Director

N. Amatya & Co
Chartered Accountants

Dr. Anil Raj Bhattarai
Director

Saraswati Gautam Gyawali
Director

Prakash Man Shrestha
Director

Date: 2082.11.29

Place: Kathmandu

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

CURRENT YEAR

Amount in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money/Reserve/Alloement	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserves	Other Reserves	Total
Balance as at Shrawan 01, 2080	2,000,000,000	-	-	-	181,603,722	-	584,622,107	-	37,694,194	6,313,213	-	(6,344,337)	-	125,103,005	40,100,000	2,969,071,902
Prior Period Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equity Components added through merger	-	-	-	-	336,783,313	-	-	-	-	-	-	-	-	-	-	336,783,313
Profit/(Loss) For the Year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,871,932)
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,871,932)
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Gains/(Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Exchange differences on transition of foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Revaluation of Property, Plant and Equipment/Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/Funds	-	-	-	-	(176,498,684)	-	1,64,932,041	-	8,247,602	3,299,041	-	-	-	-	-	-
Transfer from Reserves/Funds	-	-	-	-	2,072,156	-	-	-	-	(2,072,156)	-	-	-	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	(6,879,235)	-	-	-	-	-	-	-	-	6,879,235	-	-
Transfer of Depreciation on Revaluation of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVOCI	-	-	-	-	(3,059,789)	-	-	-	-	-	-	3,059,789	-	-	-	-
Current Tax impact on net realised Gain on equity instrument	-	-	-	-	-	-	-	-	-	-	-	(917,937)	-	-	-	(917,937)
Prior Period Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share Issuance Costs	-	-	-	-	(1,219,192)	-	-	-	-	-	-	-	-	-	-	(1,219,192)
Contribution by Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Bonus Share Issued	150,000,000	-	-	-	(150,000,000)	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	(7,894,737)	-	-	-	-	-	-	-	-	-	-	(7,894,737)
v) Others (To be specified)	-	-	-	-	(2,178,441)	-	-	-	-	-	-	-	-	-	2,178,441	-
Balance as at Ashadh 31, 2081	2,150,000,000	-	-	-	172,729,113	-	749,574,148	-	45,941,796	7,540,098	-	(39,094,419)	-	131,982,240	42,278,441	3,260,951,417

The accompanying notes form an integral part of these Financial Statements.

As per our report of even date

Sudayurna Prasad Upadhyaya
Chief Executive Officer

Kunal Kayal
Chairman

CA Manish Amatya
Partner

Ganesh Kadal
Chief Finance Officer

Mita Murarka Agrawal
Director

Dr. Hemanta Kumar Dabadi
Director

N. Amatya & Co
Chartered Accountants

Dr. Anil Raj Bhattarai
Director

Saraswati Gautam Gyawali
Director

Prakash Man Shrestha
Director

Date: 2082.11.29
Place: Kathmandu

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

Amount In NPR

Cash Flow From Operating Activities	Current Year	Previous Year
Cash Received		
Gross Premium Received	2,778,939,726	2,662,809,372
Commission Received	425,002,298	458,018,182
Claim Recovery Received from Reinsurers	805,786,081	575,934,542
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	(2,602,789)	(6,398,171)
Others		
i) Other Income	3,248,476	4,501,876
ii) Other Direct Income	15,681,440	18,815,737
Cash Paid		
Gross Claims Paid	(1,418,396,471)	(927,250,415)
Reinsurance Premium Paid	(2,075,997,309)	(1,793,964,095)
Commission Paid	(55,087,651)	(38,602,791)
Service Fees Paid	(34,264,058)	(19,271,359)
Employee Benefits Expenses Paid	(296,826,611)	(304,505,007)
Other Expenses Paid	(92,438,071)	(172,672,642)
Other Direct Expenses	(24,959,213)	(27,624,828)
Others (to be specified)		
Income Tax Paid	(152,619,022)	(166,133,096)
Net Cash Flow From Operating Activities [1]	(124,533,174)	263,657,305

Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	-	(180,000)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Rental Income Received	-	-
Acquisitions of Property, Plant & Equipment	(12,481,978)	(20,174,829)
Proceeds From Sale of Property, Plant & Equipment	732,149	959,621
Payment for acquisition of Subsidiaries/ Investment in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	(274,107,874)	(47,168,895)
Proceeds from Sale of Equity Instruments	-	-
Purchase of Mutual Funds	-	-
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	-	2,500,000
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits	140,800,000	(353,300,000)
Maturity of Deposits	-	-
Proceeds from Finance Lease	-	-
Loans Paid	(7,008,072)	(3,313,637)
Proceeds from Loans	-	-
Interest Income Received	169,667,031	259,431,636
Dividend Received	256,080	355,697
Others (to be specified)	-	-
Total Cash Flow From Investing Activities [2]	17,857,336	(160,890,407)

Amount In NPR

Cash Flow From Financing Activities	Current Year	Previous Year
Interest Paid	-	-
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	(1,219,192)	(541,600)
Dividend Paid	-	-
Dividend Distribution Tax Paid	-	-
Others (to be specified)	-	-
Total Cash Flow From Financing Activities [3]	(1,219,192)	(541,600)

Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(107,895,030)	102,225,298
Cash & Cash Equivalents At Beginning of The Year/Period	407,278,197	302,729,885
Effect of Exchange Rate Changes on Cash and Cash Equivalents	1,743,068	2,323,014
Cash & Cash Equivalents At End of The Year/Period	301,126,235	407,278,197

Components of Cash & Cash Equivalents		
Cash In Hand	-	-
Cheques In Hand	-	-
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	301,126,235	407,278,197

The accompanying notes form an integral part of these Financial Statements.

As per our report of even date

Sudymna Prasad Upadhyaya
Chief Executive Officer

Dilip Shrestha
Director

Kunal Kayal
Chairman

CA Manish Amatya
Partner

Ganesh Kadal
Chief Finance Officer

Mita Murarka Agrawal
Director

Dr. Hemanta Kumar Dabadi
Director

N. Amatya & Co
Chartered Accountants

Dr. Anil Raj Bhattarai
Director

Saraswati Gautam Gyawali
Director

Prakash Man Shrestha
Director

Date: 2082.11.29
Place: Kathmandu

Notes to the Financial Statements

FOR THE YEAR ENDED ASHADH 32, 2082 (FOR THE YEAR ENDED JULY 16, 2025)

1. Reporting Entity

Sanima GIC Insurance Limited (herein after referred to as the 'Company') is a public limited company, incorporated on 2064.03.07 and operated as Non-Life Insurance Company after obtaining license on 2074.10.25 under the Insurance Act 2079.

The registered office of the Company is located at Ward no. 1 KMC. The Company's share is listed on NEPSE.

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.

(a) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2081 to 32nd Ashadh 2082 with the corresponding previous year from 1st Shrawan 2080 to 31st Ashadh 2081. These financial statements have been approved by the Board of Directors on 2082.11.29.

(b) 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, 2006, 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.

(c) Basis of Measurement

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

- 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 Reserving.

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

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

estimated using another valuation technique.

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

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical Assets or Liabilities that the entity can access at the measurement date;

Level 2 - Inputs are inputs, other than quoted prices included within Level 1, that are observable for the Asset or Liability, either directly or indirectly; and

Level 3 - Inputs are unobservable inputs for the Asset or Liability.

(d) Use of Estimates

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

(e) Functional and Presentation Currency

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

(f) Going Concern

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

(g) 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.

(h) Recent Accounting Pronouncements

Accounting standards issued and effective

Accounting standards issued and non-effective

NFRS-17-InsuranceContract

NFRS 17 is an updated version of NFRS 4, Insurance Contracts. NFRS 17 requires entities to reflect the time value of money in estimated payments to settle the incurred claims, which is not provisioned by NFRS 4. NFRS 17 requires a company to recognize profits as it delivers insurance services (rather than when it receives premiums) and to provide information about insurance contract profits the company expects to recognize in the future.

(i) Carve-outs

The Company has not applied any carve-outs.

(j) Presentation of financial statements

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

(k) Offsetting

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

(l) Materiality and Aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of dissimilar nature or function are presented separately, unless they are immaterial as permitted by the Nepal Accounting Standard-NAS 1 on 'Presentation of Financial Statements'. Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

3. Significant Accounting Policies

(a) Property and Equipment

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) " based on Useful Life estimated by technical expert of the management.

The Assets Useful Life 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 is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM
Land	Not Applicable
Buildings	20
Leasehold Improvement	Lease Period
Furniture & Fixture	5
Computers and IT Equipment	4
Officer Equipment	5
Vehicles	5-8
Other Assets	5

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 or loss on Straight Line Method (SLM) over the estimated useful life of the intangible assets, 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 is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM
Soft wares	5
Licenses	License Period
Others (to be specified)	

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 Intangible & Goodwill

The Company assesses at each reporting date as to whether there is any indication that Intangible Assets or Goodwill may be impaired. If any such indication exists, the recoverable amount of an asset or goodwill 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

Fair Value Model

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value, which reflects market condition at the reporting date.

Gains or losses arising from changes in the fair values of investment properties are included in the statement of profit or loss in the year in which they arise, including the corresponding tax effect.

The fair value of investment property is determined by an external, independent property valuer, having appropriate recognized professional qualification and recent experience in the location and category by property being valued.

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

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

(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 Application Money Pending Allotment

ii) Share Premium:

If the Company issues share capital at premium, it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution of bonus shares.

iii) Catastrophe Reserve:

The Company has allocated catastrophe reserve with 5% instead of 10% of the distributable profit for the year as per the relaxation provided by Merger and Acquisition Directive 2076.

iv) Fair Value Reserve:

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

v) Regulatory Reserves:

Reserve created out of net profit in line with different circulars issued by Nepal Insurance 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 & intangible assets, other than the reversal of earlier revaluation losses charged to profit or loss.

viii) Special Reserve:

The Company has allocated insurance fund for the amount which is 50% of the net profit every year as per Regulator's Directive

ix) Other Reserves:

Reserve other than above reserves, for e.g. deferred tax reserve, CSR, 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), IBNER, MOBE & EPR

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 over best estimate and earthquake premium reserve.

Reserving

At each reporting date, the Company reviews its unexpired risk and reserving 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.

(l) 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 recognized as soon as the amount of the premiums can be reliably measured. First premium is recognized from inception date. At the end of the financial year, all due premiums are accounted for to the extent that they can be reliably measured.

ii) Unearned Premium Reserves

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

iii) Premiums on Reinsurance Accepted

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

Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net 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 of profit or loss include gains and losses on financial assets and properties. Gains and losses on the sale of investments are calculated as the difference between net sales proceeds and the original or amortized cost and are recorded on occurrence of the sale transaction.

(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.

IBNR, IBNER, are calculated by actuary applying the Basic Chain Ladder method and MOBE is calculated at 75 percent confidence level and Earthquake Premium Reserve is calculated at 15% of Net Earthquake Premium.

ii) Reinsurance Claims

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

(o) 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.

(p) 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.

(q) 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.

(r) 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.

Lease term is determined based on consideration of facts and circumstances that create an economic incentive to exercise an extension option, or not to exercise a termination option. Lease payments associated with short-term leases and low value leases are charged to

the statement of profit and loss on a straight-line basis over the term of the relevant lease.

(s) Income Taxes

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

i) Current Tax

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

ii) Deferred Tax

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

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.

(t) 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.

(u) 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.

(v) 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.

(w) 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.

4. Intangible Assets

Particulars	Amount in NPR			
	Softwares	Goodwill	Website	Total
Gross carrying amount				
As at Ashadh 31, 2080	5,476,764	40,100,000	90,000	45,666,764
Additions during the year				-
Acquisition	180,000			180,000
Internal Development				-
Business Combination	-	-		-
Disposals during the year				-
Revaluation/Adjustment				-
As at Ashadh 31, 2081	5,656,764	40,100,000	90,000	45,846,764
Additions during the year				-
Acquisition				-
Internal Development				-
Business Combination				-
Disposals during the year				-
Revaluation/Adjustment				-
Balance as at Ashadh 32, 2082	5,656,764	40,100,000	90,000	45,846,764
Accumulated amortization and impairment				
As at Ashadh 31, 2080	3,182,669	-	62,827	3,245,496
Additions during the year	775,353		18,000	793,353
Acquired During the Year				-
Disposals during the year				-
Impairment during the year				-
As at Ashadh 31, 2081	3,958,022	-	80,827	4,038,849
Additions during the year	811,353		9,173	820,526
Acquired During the Year				-
Disposals during the year				-
Impairment during the year				-
Balance as at Ashadh 32, 2082	4,769,375	-	90,000	4,859,375
Capital Work-In-Progress				
As at Ashadh 31, 2080	180,000			180,000
Additions during the year	-			-
Capitalisation during the year	(180,000)			(180,000)
Disposals during the year				-
Impairment during the year				-
As at Ashadh 31, 2081	-			-
Additions during the year	1,450,000			1,450,000
Capitalisation during the year	-			-
Disposals during the year				-
Impairment during the year				-
Balance as at Ashadh 32, 2082	1,450,000	-	-	1,450,000
As at Ashadh 31, 2081	1,698,742	40,100,000	9,173	41,807,915
As at Ashadh 32, 2082	2,337,389	40,100,000	-	42,437,389

5. Property, Plant and Equipment

Amount in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As at Shrawan 1, 2080	-	-	10,014,557	43,349,232	27,089,095	26,456,358	54,264,621	6,143,031	167,316,894
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation	-	-	824,862	3,359,376	1,406,504	1,869,116	11,881,672	833,299	20,174,829
Acquisition	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	(398,642)	-	(65,976)	(1,580,962)	-	(2,045,580)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance As at Ashadh 31, 2081	-	-	10,839,419	46,309,966	28,495,599	28,259,498	64,565,331	6,976,330	185,446,143
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation	-	-	-	939,889	1,432,204	3,052,020	6,985,476	72,389	12,481,978
Acquisition	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	(1,448,005)	-	(1,448,005)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2082	-	-	10,839,419	47,249,855	29,927,803	31,311,518	70,102,802	7,048,719	196,480,116
Accumulated depreciation and impairment									
As at Shrawan 1, 2080	-	-	2,569,634	21,448,156	21,239,614	10,777,537	17,795,520	3,645,650	77,476,111
Additions during the year	-	-	-	-	-	-	-	-	-
Depreciation	-	-	1,082,230	8,393,159	3,079,094	5,313,622	7,646,072	1,064,095	26,578,272
Acquired	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	(357,041)	-	(58,293)	(1,026,322)	-	(1,441,656)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
As at Ashadh 31, 2081	-	-	3,651,864	29,484,274	24,318,708	16,032,866	24,415,270	4,709,745	102,612,727
Additions during the year	-	-	-	-	-	-	-	-	-
Depreciation	-	-	1,114,873	7,786,531	2,640,077	5,416,059	8,670,560	767,272	26,395,372
Acquired	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	(971,936)	-	(971,936)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2082	-	-	4,766,737	37,270,805	26,958,785	21,448,925	32,113,894	5,477,017	128,036,163
Capital Work-in-Progress									
As at Shrawan 1, 2080	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
As at Ashadh 31, 2081	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2082	-	-	-	-	-	-	-	-	-

Continued

Amount In NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Net Carrying Amount									
As at Ashadh 31, 2081	-	-	7,187,555	16,825,692	4,176,891	12,226,632	40,150,061	2,266,585	82,833,416
As at Ashadh 32, 2082	-	-	6,072,682	9,979,050	2,969,018	9,842,593	37,988,908	1,571,702	68,443,953
Right-of-Use Assets (after Implementation of INFRS 16)									
Gross carrying amount									
As at Shrawan 1, 2080	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	67,517,301	-	-	-	-	-	67,517,301
Acquisition	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As at Ashadh 31, 2081	-	-	67,517,301	-	-	-	-	-	67,517,301
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2082	-	-	67,517,301	-	-	-	-	-	67,517,301
Accumulated depreciation									
As at Shrawan 1, 2080	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Depreciation	-	-	8,002,035	-	-	-	-	-	8,002,035
Acquisition	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
As at Ashadh 31, 2081	-	-	8,002,035	-	-	-	-	-	8,002,035
Additions during the year	-	-	-	-	-	-	-	-	-
Depreciation	-	-	8,002,035	-	-	-	-	-	8,002,035
Acquisition	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2082	-	-	16,004,070	-	-	-	-	-	16,004,070
Net Carrying Amount									
As at Ashadh 31, 2081	-	-	59,515,266	-	-	-	-	-	59,515,266
As at Ashadh 32, 2082	-	-	51,513,231	-	-	-	-	-	51,513,231

6. Investment Properties

Amount in NPR

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2080			
Additions during the Year			
Acquisition			
Subsequent Expenditure			
Assets classified as held for sales			
Disposals during the year			
Transfer/Adjustments			
As at Ashadh 31, 2081			
Additions during the year			
Acquisition			
Subsequent Expenditure			
Assets classified as held for sales			
Disposals during the year			
Transfer/Adjustments			
Balance as at Ashadh 32, 2082	-	-	-
Depreciation and impairment			
As at Shrawan 1, 2080			
Additions during the year			
Disposals during the year			
Impairment during the year			
Transfer/Adjustments			
Balance as at Ashadh 31, 2081			
Additions during the year			
Disposals during the year			
Impairment during the year			
Transfer/Adjustments			
Balance as at Ashadh 32, 2082	-	-	-
Capital work-in-progress			
As on Shrawan 1, 2080			
Additions during the year			
Capitalisation during the year			
Disposals during the year			
Impairment during the year			
Balance as on Ashadh 31, 2081			
Additions during the year			
Capitalisation during the year			
Disposals during the year			
Impairment during the year			
Capital work-in-progress as at Ashadh 32, 2082			
Net Carrying Amount			
Balance as at Ashadh 31, 2081	-	-	-
Balance as at Ashadh 32, 2082	-	-	-

(i) Amounts recognised in statement of profit or loss for investment properties

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) Contractual obligations: Refer note no. 54 For disclosure of contractual obligations relating to investment properties.

(iii) There are no restrictions on the realisability of investment properties or proceeds of disposal.

(iv) Fair value of investment properties:

Amount In NPR

Particulars	Amount In NPR	
	Current Year	Previous Year
Land		
Building		
Total	-	-

Estimation of 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:

- 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,
- Discounted cash flow projections based on reliable estimates of future cash flows,
- Capitalised income projections based upon a property's estimated net market income and a capitalisation rate derived from an analysis of market evidence.

The main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transactions and industry data.

7. Deferred Tax Assets/ (Liabilities)

Amount In NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Intangible Assets			-	-		-
Property, Plant and Equipment	(14,104,580)		(14,104,580)	(18,397,645)		(18,397,645)
Financial Assets at FVTPL			-			-
Financial Assets at FVTOCI		16,754,750	16,754,750		2,727,574	2,727,574
Provision for Leave Encashment	12,502,085		12,502,085	11,105,732		11,105,732
Provision for Gratuity	-		-	-		-
Impairment Loss on Financial Assets	554,034		554,034	433,966		433,966
Impairment Loss on Other Assets			-			-
Unearned Premiums Reserve	2,875,517		2,875,517	6,882,765		6,882,765
Premum Deficiency Reserve	1,065,282		1,065,282	-		-
IBNR and IBNER Claims	49,357,647		49,357,647	45,983,539		45,983,539
Margin for Adverse Deviation	-		-	-		-
Tax Losses			-			-
Other			-			-
i). Deferred Agent Commission expense	(9,814,690)		(9,814,690)	(5,834,907)		(5,834,907)
ii). Deferred Reinsurance Commission expense	(27,568)		(27,568)	(8,929)		(8,929)
iii). Deferred Reinsurance Commission income	66,266,760		66,266,760	61,820,986		61,820,986
iv). Margin Over Best Estimate	2,771,084		2,771,084	2,354,162		2,354,162
v). Earthquake Premium Reserve	2,824,048		2,824,048	1,296,726		1,296,726
vi). Lease Liability	17,712,618		17,712,618	19,466,610		19,466,610
Total	131,982,237	16,754,750	148,736,987	125,103,005	2,727,574	127,830,579

Amount In NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
As at Shrawan 1, 2081	125,103,005	2,727,574	127,830,579	101,981,230	4,205,665	106,186,895
Acquired			-			-
Charged/(Credited) to Statement of Profit or Loss	6,879,232		6,879,232	23,121,775		23,121,775
Charged/(Credited) to Other Comprehensive Income		14,027,176	14,027,176		(1,478,091)	(1,478,091)
As at Ashadh 31, 2082	131,982,237	16,754,750	148,736,987	125,103,005	2,727,574	127,830,579

8 Investments in Subsidiaries

Amount In NPR

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

Investment in Quoted Subsidiaries

Amount In NPR

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

Investment in Unquoted Subsidiaries

Amount In NPR

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

Information Relating to Subsidiaries

Amount In NPR

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

9. Investments in Associates

Amount In NPR

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

Investment in Quoted Associates

Amount In NPR

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

Investment in Unquoted Associates

Amount In NPR

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

Information Relating to Associates

Amount In NPR

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

10. Investments

Amount In NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	67,243,000	67,243,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposit of "A" Class Financial Institutions	2,746,000,000	2,844,300,000
v) Fixed Deposit of Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	274,500,000	301,000,000
vii) Fixed Deposits in "C" Class Financial Institutions	16,500,000	32,500,000
viii) Others (to be specified)	-	-
Less: Impairment Losses		
Investments measured at FVTOCI		
i) Investment in Equity Instruments (Quoted)	288,539,840	79,319,875
ii) Investment in Equity Instruments (Unquoted)	9,560,000	9,560,000
iii) Investment in Mutual Funds	3,189,033	3,113,526
iv) Investment in Debentures	-	-
v) Others (to be Specified)		
Investments measured at FVTPL		
i) Investment in Equity Instruments	-	-
ii) Investment in Equity Instruments (Quoted)		
iii) Investment in Mutual Funds	-	-
iv) Others (to be Specified)		
Total	3,405,531,873	3,337,036,401

a) Details of Impairment Losses

Amount In NPR

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

b) Investments having expected maturities less than 12 months:
Amount in NPR

Particulars	Amount in NPR	
	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	12,500,000	
Investment in Bonds		
Fixed Deposit with "A" Class Financial Institutions	2,579,500,000	2,761,300,000
Fixed Deposit with Infrastructure Bank		
Fixed Deposits with "B" Class Financial Institutions	273,000,000	298,000,000
Fixed Deposits with "C" Class Financial Institutions	16,500,000	32,500,000
Others (to be specified)		
Total	2,881,500,000	3,091,800,000

c) Information relating to investment in equity instruments
Amount in NPR

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)				
Shivam Cements Ltd. 79,241 Shares of Rs 100 Each	48,222,878	42,397,111	-	-
Ghalemdi Hydro Limited. 115,198 Shares of Rs 100 Each	34,084,884	28,662,414	-	-
Nepal Infrastructure Bank Limited. 54,500 Shares of Rs. 100 Each	16,361,079	15,348,835	-	-
Citizens Bank International Limited. 104,500 Shares of Rs. 100 Each	25,543,714	23,855,260	-	-
Bottlers Nepal (Terai) Limited 603 Shares of Rs 100 Each	9,577,696	7,718,400	-	-
Liberty Energy Company Limited 61,129 Shares of Rs 100 Each	14,348,807	13,145,791	-	-
Arun Kabeli Power Ltd. 31,500 Shares of 100 Each	9,084,692	8,283,555	2,007,827	1,850,370
Karnali Development Bank Ltd. 10 Shares of Rs 100 Each	6,659	-	-	-
NIC Asia Laghubitta Bittiya Sanstha Ltd. 7,250 Shares of Rs 100 Each	6,652,302	4,960,450	5,879,618	4,406,250
Mero Microfinance Bittiya Sansthan Ltd. 5,946 Shares of Rs 100 Each	5,627,246	5,033,467	3,977,716	2,472,400
Manushi Laghubitta Bittiya Sanstha Limited 12,400 Shares of Rs 100 Each	28,315,975	20,596,152	-	-
Himalayan Hydropower Limited 5,000 Shares of Rs 100 Each	3,075,098	1,837,400	-	-
Vision Lumbini Urja Company Limited 10 Shares of Rs 100 Each	7,647	6,121	-	-
Deprosc Laghubitta Bittiya Sansthan Ltd. 4,239 Shares of Rs 100 Each	4,204,461	3,739,858	4,204,461	3,256,352
Machhapuchhre Bank Ltd. 9,000 Shares of Rs 100 Each	2,710,872	2,334,690	2,730,150	1,812,800
Ridi Power Company Ltd. 11,733 Shares of Rs 100 Each	3,376,421	3,027,349	3,376,421	2,235,137
Peoples Hydropower Company Limited 142,432 Shares of Rs 100 Each	94,181,454	72,782,752	-	-
Super Madi Hydropower Limited 25,114 Shares of Rs 100 Each	30,851,870	27,835,855	-	-
Makar Jitumaya Suri Hydropower Limited 8,378 Shares of Rs 100 Each	6,691,760	5,302,436	-	-
Mathillo Mailun Khola Jalvidhyut Limited 1,851 Shares of Rs 100 Each	1,485,823	1,095,977	-	-
Support Microfinance Bittiya Sanstha Ltd. 249 Shares of Rs 100 Each	-	574,931	-	-
Chhimek Laghubitta Bittiya Sanstha Limited 1 Shares of Rs 100 Each	-	1,036	-	-

Amount in NPR

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Life Insurance Corporation (Nepal) Ltd. 600 Shares of Rs 100 Each	-	-	1,081,350	862,800
Nepal Inv Mega Bank Nepal Ltd. 1,872 Shares of Rs 100 Each	-	-	612,191	327,787
Nepal Reinsurance Company Ltd. 1,209 Shares of Rs 100 Each	-	-	1,429,650	843,882
Prime Commercial Bank Ltd. 12,800 Shares of Rs 100 Each	-	-	3,548,884	2,839,040
Sana Kisan Bikas Bank Ltd. 6,595 Shares of Rs 100 Each	-	-	6,174,369	5,630,152
Siddhartha Bank Ltd. 7,087 Shares of Rs 100 Each	-	-	2,140,066	2,005,621
Singati Hydro Energy Ltd. 9,972 Shares of Rs 100 Each	-	-	3,016,285	1,710,198
Soaltee Hotel Ltd. 10 Shares of Rs 10 Each	-	-	4,196	4,420
Reliable Nepal Life Insurance Limited 1,915 Shares of 100 Each	-	-	888,088	877,070
Nepal SBI Bank Limited 2,000 Shares of 100 Each	-	-	585,813	656,000
Sonapur Minerals And Oil Limited 9,985 Shares of 100 Each	-	-	4,489,000	4,554,159
Prabhu Mahalaxmi Life Insurance Limited 8,103 Shares of 100 Each	-	-	4,653,606	4,570,902
Himalayan Reinsurance Limited 19,565 Shares of 100 Each	-	-	12,605,750	11,347,700
UNIVERSAL POWER COMPANY LTD 9,024 Shares of 100 Each	-	-	2,081,783	1,859,846
Sagarmatha Jalabidhyut Company Limited 4,638 Shares of 100 Each	-	-	1,881,431	1,883,028
NIC Asia Bank Ltd. 9,382 Shares of 100 Each	-	-	4,100,090	4,158,102
Sarbottam Cement Limited 11,301 Shares of 100 Each	-	-	6,640,325	9,114,257
Pokhara Finance Ltd. 5,800 Shares of 100 Each	-	-	3,794,715	3,433,600
Laxmi Laghubitta Bittiya Sanstha Ltd. 2,000 Shares of 100 Each	-	-	2,557,293	2,448,000
Guheshwori Merchant Bank & Finance Co. Ltd. 8,000 Shares of 100 Each	-	-	3,897,533	4,160,000
	344,411,338	288,539,840	88,358,611	79,319,873
Investment in Mutual Funds (Quoted)				
Nabil Balanced Fund-3 16,670 Shares of Rs 10 Each	166,700	166,533	166,700	130,026
Citizens Super-30 250,000 Shares of Rs 10 Each	2,500,000	2,520,000	2,500,000	2,500,000
Kumari Dhanbradhi Fund 50,000 Shares of Rs 10 Each	500,000	502,500	500,000	483,500
	3,166,700	3,189,033	3,166,700	3,113,526
Investment in Equity Instruments (Unquoted)				
Insurance Training Institute Nepal Ltd. 95,600 Shares of Rs 100 Each	9,560,000	9,560,000	9,560,000	9,560,000
	9,560,000	9,560,000	9,560,000	9,560,000

d) The Company has earmarked investments amounting to NPR 3.03 Arab to Insurance Board.

11. Loans

Particulars	Amount in NPR	
	Current Year	Previous Year
Loans at Amortised Cost		
Loan to Associates		
Loan to Employees	21,035,658	14,027,586
Loan to Agent		
Others (to be specified)		
Less: Impairment Losses		
Total	21,035,658	14,027,586

a) Expected recovery period within 12 months:

Amount In NPR

Particulars	Current Year	Previous Year
Loan to Associates		
Loan to Employees		
Loan to Agent		
Others (to be specified)		
Total	-	-

12. Reinsurance Assets

Amount In NPR

Particulars	Current Year	Previous Year
Reinsurance Assets on:		
Unearned Premiums Reserve	1,188,732,476	903,243,079
Unexpired Risk Reserve	9,841,748	21,018
Earthquake Reserve	-	-
Incurred But Not Reported (IBNR)	335,722,352	305,554,383
Incurred But Not Enough Reported (IBNER)	21,429,089	13,723,037
Outstanding Claims	1,717,250,400	1,280,285,161
Others - Margin for Adverse Deviation	-	-
Less: Impairment Losses	-	-
Total	3,272,976,065	2,502,826,678

13. Insurance Receivables

Amount In NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurers	147,353,257	169,636,984
Receivable from Other Insurance Companies	148,553,918	146,837,355
Others (to be Specified)	-	-
Less: Impairment Losses	(687,692)	(687,692)
Total	295,219,483	315,786,647

a) Expected recovery period within 12 months:

Amount In NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurers	147,353,257	169,636,984
Receivable from Other Insurance Companies	148,553,918	146,837,355
Others (to be Specified)	-	-
Total	295,907,175	316,474,339

14. Other Assets

Particulars	Amount In NPR	
	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	1,789,063	2,031,785
Claim Advance	357,917,570	96,487,570
Advance To Suppliers	-	-
Staff Advances	7,270,277	7,185,106
VAT Receivable	-	-
Printing and Stationery Stock	-	-
Stamp Stock	17,420	1,610
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	91,894	29,763
Deferred Agent Commission Expenses	32,715,633	19,449,690
Finance Lease Receivable	-	-
Others	-	-
i). Other Advance	1,186,328	1,221,028
Less: Impairment Losses	(758,861)	(758,861)
Total	400,229,324	125,647,691

a) Expected to be recovered/ settled within 12 months:

Particulars	Amount In NPR	
	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	1,789,063	2,031,785
Claim Advance	357,917,570	96,487,570
Advance To Suppliers	-	-
Staff Advances	7,270,277	7,185,106
VAT Receivable	-	-
Printing and Stationery Stock	-	-
Stamp Stock	17,420	1,610
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	91,894	29,763
Deferred Agent Commission Expenses	32,715,633	19,449,690
Finance Lease Receivable	-	-
Others	-	-
i). Other Advance	1,186,328	1,221,028
Less: Impairment Losses	(758,861)	(758,861)
Total	400,229,324	125,647,691

15. Other Financial Assets

Amount In NPR

Particulars	Current Year	Previous Year
Security Deposits	1,027,715	852,200
Accrued Interest	3,838,099	3,736,980
Other Receivables	114,405,547	101,926,228
Other Deposits	11,699,228	10,933,400
Sundry Debtors	-	-
Others		
i) Deposit in CIT For Leave	7,625,114	7,306,978
Less: Impairment Losses		
Total	138,595,703	124,755,786

a) Expected maturities within 12 months:

Amount In NPR

Particulars	Current Year	Previous Year
Security Deposits		
Accrued Interest	3,838,099	3,736,980
Other Receivables	114,405,547	101,926,228
Other Deposits	11,699,228	10,933,400
Sundry Debtors	-	-
Others	-	-
Total	129,942,874	116,596,608

16. Cash and Cash Equivalents

Amount In NPR

Particulars	Current Year	Previous Year
Cash In Hand	-	-
Cheques In Hand	-	-
Bank Balances		
i) Balance with "A" Class Financial Institutions	286,546,480	380,298,127
ii) Balance with Infrastructure Bank		
iii) Balance with "B" Class Financial Institutions	9,128,795	15,420,064
iv) Balance with "C" Class Financial Institutions	5,851,186	11,560,006
Less: Impairment Losses	-	-
Deposit with initial maturity upto 3 months	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	(400,226)	-
Total	301,126,235	407,278,197

17. (a) Share Capital

Particulars	Amount In NPR	
	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2081	2,000,000,000	2,000,000,000
Additions during the year		
i) Bonus Share Issue	150,000,000	
ii) Merger Share	-	-
As at Ashadh 32, 2082	2,150,000,000	2,000,000,000
Convertible Preference Shares (Equity Component Only)		
As at Shrawan 1, 2081		
Additions during the year		
As at Ashadh 32, 2082	-	-
Irredeemable Preference Shares (Equity Component Only)		
As at Shrawan 1, 2081		
Additions during the year		
As at Ashadh 32, 2082	-	-
Total	2,150,000,000	2,000,000,000

i) Ordinary Shares

Particulars	Amount In NPR	
	Current Year	Previous Year
Authorised Capital:		
30,000,000 Ordinary Shares of Rs. 100 each	3,000,000,000	3,000,000,000
Issued Capital:		
FY 2081-82: 21,500,000 Ordinary Shares of Rs. 100 each (FY 2080-81: 20,000,000 Ordinary Shares of Rs. 100 each)	2,150,000,000	2,000,000,000
Subscribed and Paid Up Capital:		
FY 2081-82: 21,500,000 Ordinary Shares of Rs. 100 each (FY 2080-81: 20,000,000 Ordinary Shares of Rs. 100 each)	2,150,000,000	2,000,000,000
Total	2,150,000,000	2,000,000,000

ii) Preference Share Capital

Particulars	Amount In NPR	
	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

Amount In NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal				
Nepali Organized Institutions	3,641,934	3,314,997	17%	17%
Nepali Citizen	7,323,066	6,885,003	34%	34%
Foreigner				
Others (to be Specified)				
Total (A)	10,965,000	10,200,000	51%	51%
Other than Promoters				
General Public	10,535,000	9,800,000	49%	49%
Others (to be Specified)				
Total (B)	10,535,000	9,800,000	49%	49%
Total (A+B)	21,500,000	20,000,000	100%	100%

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

Amount In NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Sanima Ltd.	861,536	801,429	4.01%	4.01%
Jibanath Lamichhane	801,865	802,053	3.73%	4.01%
Binay Kumar Shrestha	226,533	734,885	1.05%	3.67%
Sanima Bank Ltd.	783,213	728,571	3.64%	3.64%
Moti Lal Dugar	548,250	510,000	2.55%	2.55%
Kumari Bank Limited	411,070	500,000	1.91%	2.50%
Nepal Investment Mega Bank Limited	391,607	500,000	1.82%	2.50%
Babita Kumari Agrawal Keyal	497,341	462,643	2.31%	2.31%
Gurkhas Finance Ltd.	234,963	435,263	1.09%	2.18%
Khem Raj Lamichhane	348,732	431,240	1.62%	2.16%
Shamba lama	412,771	400,000	1.92%	2.00%
Ghanshyam Thapa	215,628	218,835	1.00%	1.09%
Vivek Dugar	234,963	218,571	1.09%	1.09%
Shangrila Development Bank Limited	259,958	218,571	1.21%	1.09%
Global Ime Bank	214,999	200,000	1.00%	1.00%
Sonam Gyatso	156,642	221,285	0.73%	1.11%
Tenjing Yongdu Nepali	156,642	200,000	0.73%	1.00%

17. (b) Share Application Money Pending Allotment

Amount In NPR

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

17. (c) Share Premium

Particulars	Amount In NPR	
	Current Year	Previous Year
As at Shrawan 1, 2081		
Increase due to issue of shares at premium		
Decrease due to issue of bonus sharess		
Transaction costs on issue of share		
Others (to be Specified)		
As at Ashadh 32, 2082	-	-

17. (d) Special Reserves

Particulars	Amount In NPR	
	Current Year	Previous Year
As at Shrawan 1, 2081	584,622,107	437,098,948
Acquired	-	-
Additions	164,952,041	147,523,159
Utilizations		
As at Ashadh 32, 2082	749,574,148	584,622,107

17. (e) Catastrophe Reserves

Particulars	Amount In NPR	
	Current Year	Previous Year
As at Shrawan 1, 2081	37,694,194	30,318,036
Acquired	-	-
Additions	8,247,602	7,376,158
Utilizations	-	-
As at Ashadh 32, 2082	45,941,796	37,694,194

17. (f) Retained Earnings

Particulars	Amount In NPR	
	Current Year	Previous Year
As at Shrawan 1, 2081	181,603,722	88,949,782
Acquired through merger	-	-
Net Profit or Loss	336,783,313	318,168,093
Items of OCI recognised directly in retained earnings	-	-
Remeasurement of Post-Employment Benefit Obligations		
Transfer to/ from reserves		
Capital Reserves		
Special Reserve	(164,952,041)	(147,523,159)
Catastrophe Reserves	(8,247,602)	(7,376,158)
Regulatory Reserves		
Fair Value Reserves		
Actuarial Reserves		
Revaluation Reserves		
Deferred Tax Reserves	(6,879,235)	(23,121,775)
Compulsory Reserve Fund		

Amount In NPR

Particulars	Current Year	Previous Year
Transfer to Other Reserve	(2,178,441)	
Transfer of depreciation on Revaluation of Property, Plant and Equipment		
Transfer on Disposal of Revalued Property, Plant and Equipment		
Transfer on Disposal of Equity Instruments Measured at FVTOCI	(3,059,789)	(4,483,723)
Transaction costs on issue of share	(1,219,192)	(541,600)
Issue of Bonus Shares	(150,000,000)	
Dividend Paid		
Dividend Distribution Tax	(7,894,737)	
Prior Period Adjustment	-	(40,100,000)
CSR Fund	(1,226,885)	(2,367,738)
As at Ashadh 32, 2082	172,729,113	181,603,722

17. (g) Other Equity

Amount In NPR

Particulars	Current Year	Previous Year
Revaluation Reserves		
Capital Reserves	-	-
Corporate Social Responsibility (CSR) Reserves	7,540,098	6,313,213
Insurance Fund including Insurance Reserves		
Fair Value Reserves	(39,094,419)	(6,364,339)
Actuarial Reserves		
Deferred Tax Reserves	131,982,240	125,103,005
Cash Flow Hedge Reserves		
Other Reserves	42,278,441	40,100,000
Total	142,706,360	165,151,879

18. Provisions

Amount In NPR

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave Encashment	41,673,618	37,019,098
ii) Defined Benefits Plan - Gratuity	-	-
iii) Termination Benefits	-	-
iv) Other employee benefit obligation - Staff Bonus	53,694,407	49,943,210
Provision for tax related legal cases	-	-
Provision for non-tax legal cases	-	-
Others (to be Specified)		
i) Provision for Bad Debt	-	-
Total	95,368,025	86,962,308

(a) Additional Disclosure under of Provisions

Amount In NPR

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwinding of Discount	Closing Balance
Provision for employee benefits						
i) Provision for Leave	37,019,098	12,218,865	(9,997,414)	-	2,433,069	41,673,618
ii) Provision for Gratuity						-
iii) Termination Benefits						-
iv) Other Employee Benefit obligations - Staff Bonus	49,943,210	53,694,407	(49,943,210)	-	-	53,694,407
Provision for tax related legal cases						
Provision for non-tax legal cases						
Others (to be Specified)						

(b) Provision with expected payouts within 12 months:

Amount In NPR

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave Encashment	1,426,510	1,213,647
ii) Defined Benefits Plan - Gratuity		
iii) Termination Benefits		
iv) Other employee benefit obligation - Staff Bonus	53,694,407	49,943,210
Provision for tax related legal cases		
Provision for non-tax legal cases		
Others (to be Specified)		
Total	55,120,917	51,156,857

19. Gross Insurance Contract Liabilities

Amount In NPR

Particulars	Current Year	Previous Year
Unearned Premiums Reserves	1,588,771,644	1,286,641,408
Unexpired Risk Reserves	13,392,688	21,018
Earthquake Premium Reserves	9,413,492	4,322,419
Margin Over Best Estimates	9,236,947	7,847,205
Incurred But Not Reported (IBNR)	520,414,509	481,045,401
Incurred But Not Enough Reported (IBNER)	33,217,948	24,860,040
Outstanding Claims	1,930,287,240	1,502,615,553
Others - Margin for Adverse Deviation	-	-
Total	4,104,734,468	3,307,353,044

19.1 Gross Insurance Contract Liabilities

a) Gross Insurance Contract Liability

Particulars	Line of Business							Amount In NPR		
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Total	
As of Ashadh 31, 2081										
Unearned Premiums Reserve	367,476,307	353,207,155	45,936,892	334,729,856	10,440	56,412,777	27,905,268	100,962,713	1,286,641,408	
Unexpired Risk Reserve	-	-	-	-	21,018	-	-	-	21,018	
Earthquake Premium Reserve	851,103	2,099,486	432,031	113,508	3,245	64	144,497	678,484	4,322,418	
Margin Over Best Estimate	755,484	5,595,818	261,070	767,390	11,126	-	66,357	389,960	7,847,205	
Incurred But Not Reported (IBNR)	105,132,035	260,488,156	9,799,122	64,044,923	765,553	-	10,850,594	29,965,018	481,045,401	
Incurred But Not Enough Reported (IBNER)	5,256,602	13,024,408	489,956	3,202,246	38,278	-	542,530	2,306,021	24,860,041	
Outstanding Claims	750,191,813	272,160,585	13,823,125	148,333,365	268,200,000	-	5,277,000	44,629,665	1,502,615,553	
Others - Margin for Adverse Deviation	-	-	-	-	-	-	-	-	-	
Total Balance As at Ashadh 31, 2081	1,229,663,344	906,575,608	70,742,196	551,191,288	269,049,660	56,412,841	44,786,246	178,931,861	3,307,353,044	
Changes during the year										
Unearned Premiums Reserve	25,165,053	(1,785,809)	(28,321,597)	358,721,666	(10,440)	(56,412,777)	(722,598)	5,496,738	302,130,236	
Unexpired Risk Reserve	-	-	-	-	(21,018)	-	6,943,538	6,449,150	13,371,670	
Earthquake Premium Reserve	1,226,754	2,294,105	430,653	439,159	-	-	155,336	545,067	5,091,074	
Margin Over Best Estimate	(302,710)	1,743,440	89,401	76,375	(9,312)	-	50,377	(257,829)	1,389,742	
Incurred But Not Reported (IBNR)	31,627,654	(5,615,746)	3,870,347	(1,113,819)	(613,479)	-	(1,249,732)	12,463,883	39,369,108	
Incurred But Not Enough Reported (IBNER)	3,472,740	3,244,044	382,563	814,633	(28,571)	-	70,292	402,206	8,357,907	
Outstanding Claims	183,955,961	(63,776,203)	16,109,994	269,110,814	-	-	3,340,155	18,910,966	427,671,687	
Others - Margin for Adverse Deviation	-	-	-	-	-	-	-	-	-	
Total changes during the year	245,145,452	(63,896,169)	(7,438,639)	628,048,828	(682,820)	(56,412,777)	8,607,368	44,010,181	797,381,424	
As of Ashadh 32, 2082										
Unearned Premiums Reserve	392,641,360	351,421,346	17,615,295	693,451,522	-	-	27,182,670	106,459,451	1,588,771,644	
Unexpired Risk Reserve	-	-	-	-	-	-	6,943,538	6,449,150	13,392,688	
Earthquake Premium Reserve	2,077,857	4,393,591	862,684	552,667	3,245	64	299,833	1,223,551	9,413,492	
Margin Over Best Estimate	452,774	7,339,258	350,471	843,765	1,814	-	116,734	132,131	9,236,947	
Incurred But Not Reported (IBNR)	136,759,689	254,872,410	13,669,469	62,931,104	152,074	-	9,600,862	42,428,901	520,414,509	
Incurred But Not Enough Reported (IBNER)	8,729,342	16,268,452	872,519	4,016,879	9,707	-	612,822	2,708,227	33,217,948	
Outstanding Claims	934,147,774	208,384,382	29,933,119	417,444,179	268,200,000	-	8,637,155	63,540,631	1,930,287,240	
Others - Margin for Adverse Deviation	-	-	-	-	-	-	-	-	-	
Total Balance As at Ashadh 32, 2082	1,474,808,796	842,679,439	63,303,557	1,179,240,116	268,366,840	64	53,393,614	222,942,042	4,104,734,468	

b) Reinsurance Assets

Particulars	Line of Business							Amount in NPR	
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop		Miscellaneous
As at Ashadh 31, 2081									
Unearned Premiums Reserve	298,553,325	130,057,812	13,087,746	315,019,677	(132,787)	56,404,114	23,088,666	67,164,527	903,243,080
Unexpired Risk Reserve	-	-	-	21,018	-	-	-	-	21,018
Earthquake Premium Reserve	-	-	-	-	-	-	-	-	-
Incurred But Not Reported (IBNR)	96,771,907	116,996,439	6,628,408	55,437,451	552,651	-	9,039,555	20,127,972	305,554,383
Incurred But Not Enough Reported (IBNER)	4,838,595	5,214,325	331,420	1,048,514	27,633	-	451,978	1,810,572	13,723,037
Outstanding Claims	731,648,421	91,126,018	8,703,806	141,422,927	268,080,000	-	4,373,880	34,930,108	1,280,285,160
Others - Margin for Adverse Deviation	-	-	-	-	-	-	-	-	-
Total Balance As at Ashadh 31, 2081	1,131,812,248	343,394,594	28,751,380	512,928,569	268,548,515	56,404,114	36,954,079	124,033,179	2,502,826,678
Changes during the year									
Unearned Premiums Reserve	17,055,216	(2,011,657)	(292,725)	314,250,189	132,787	(56,404,114)	(690,156)	13,449,856	285,489,396
Unexpired Risk Reserve	-	-	-	9,820,730	-	-	-	-	9,820,730
Earthquake Premium Reserve	-	-	-	-	-	-	-	-	-
Incurred But Not Reported (IBNR)	35,253,872	(22,544,041)	2,388,334	5,155,778	(400,645)	-	(1,122,630)	11,437,301	30,167,969
Incurred But Not Enough Reported (IBNER)	3,588,583	814,551	244,116	2,819,139	(17,930)	-	53,359	204,234	7,706,052
Outstanding Claims	170,164,019	(19,842,703)	11,040,867	260,513,303	-	-	2,748,368	12,341,386	436,965,240
Others - Margin for Adverse Deviation	-	-	-	-	-	-	-	-	-
Total changes during the year	226,061,690	(43,583,850)	13,380,592	582,738,409	9,534,942	(56,404,114)	988,941	37,432,777	770,149,387
As at Ashadh 32, 2082									
Unearned Premiums Reserve	315,608,541	128,046,155	12,795,021	629,269,866	-	-	22,398,510	80,614,383	1,188,732,476
Unexpired Risk Reserve	-	-	-	9,841,748	-	-	-	-	9,841,748
Earthquake Premium Reserve	-	-	-	-	-	-	-	-	-
Incurred But Not Reported (IBNR)	132,025,779	94,452,398	9,016,742	60,593,229	152,006	-	7,916,925	31,565,273	335,722,352
Incurred But Not Enough Reported (IBNER)	8,427,178	6,028,876	575,536	3,867,653	9,703	-	505,337	2,014,806	21,429,089
Outstanding Claims	901,812,440	71,283,315	19,744,673	401,936,230	268,080,000	-	7,122,248	47,271,494	1,717,250,400
Others - Margin for Adverse Deviation	-	-	-	-	-	-	-	-	-
Total Balance As at Ashadh 32, 2082	1,357,873,938	299,810,744	42,131,972	1,095,666,978	278,083,457	-	37,943,020	161,465,956	3,272,976,065

19.2 Disclosure of Outstanding claim

Amount In NPR

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				Total Unclaimed Fund (B)
Property	551,622,124	158,637,568	220,515,878	3,372,205	382,525,651	934,147,775	901,812,440	32,335,335
Motor	151,581,809	42,043,310	9,089,303	5,669,960	56,802,573	208,384,382	71,283,315	137,101,067
Marine	24,181,119	3,587,000	25,000	2,140,000	5,752,000	29,933,119	19,744,673	10,188,446
Engineering	269,156,198	109,217,426	35,811,902	3,258,653	148,287,981	417,444,179	401,936,230	15,507,949
Micro	-	150,000	150,000	267,900,000	268,200,000	268,200,000	268,080,000	120,000
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	6,150,155	1,866,000	21,000	600,000	2,487,000	8,637,155	7,122,248	1,514,907
Miscellaneous	35,853,966	18,480,844	7,100,000	2,105,820	27,686,664	63,540,630	47,271,493	16,269,137
Total	1,038,545,371	333,982,148	272,713,083	285,046,638	891,741,869	1,930,287,240	1,717,250,399	213,036,841

20. Insurance Payables

Particulars	Amount In NPR	
	Current Year	Previous Year
Payable to Reinsurers	317,880,284	416,859,511
Payable to Other Insurance Companies	7,571,192	7,376,431
Withdrawal Premiums		
Withdrawal Claims		
Others (to be Specified)		
Total	325,451,476	424,235,942

Payable within 12 months:

Particulars	Amount In NPR	
	Current Year	Previous Year
Payable to Reinsurers	317,880,284	416,859,511
Payable to Other Insurance Companies	7,571,192	7,376,431
Withdrawal Premiums	-	-
Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	325,451,476	424,235,942

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

Particulars	Amount In NPR	
	Current Year	Previous Year
Income Tax Liabilities	(151,213,773)	(141,292,160)
Income Tax Assets	186,644,617	175,317,755
Total	35,430,844	34,025,595

22. Borrowings

Particulars	Amount In NPR	
	Current Year	Previous Year
Bond		
Debenture		
Term Loan - Bank and Financial Institution		
Bank Overdraft		
Others (to be Specified)		
Total	-	-

Payable within 12 months:

Particulars	Amount In NPR	
	Current Year	Previous Year
Bond		
Debenture		
Term Loan - Bank and Financial Institution		
Bank Overdraft		
Others (to be Specified)		
Total	-	-

23. Other Liabilities

Particulars	Amount In NPR	
	Current Year	Previous Year
TDS Payable	9,665,255	12,266,455
VAT Payable	37,526,615	31,870,110
Deposit Premium	7,909,474	2,512,853
Deferred Commission Income	220,889,201	206,069,953
Insurance Service Fee Payable	6,839,893	19,851,469
Lease Liability	58,054,798	63,893,400
Deferred Income		
Others (to be specified)		
i) Unidentified Insurance Premium Deposit	5,908,189	5,204,527
Total	346,793,425	341,668,767

Payable within 12 months:

Particulars	Amount In NPR	
	Current Year	Previous Year
TDS Payable	9,665,255	12,266,455
VAT Payable	37,526,615	31,870,110
Deposit Premium	7,909,474	2,512,853
Deferred Commission Income	220,889,201	206,069,953
Insurance Service Fee Payable	6,839,893	19,851,469
Lease Liability	9,516,494	7,672,224
Deferred Income	-	-
Others (to be specified)	-	-
i) Unidentified Insurance Premium Deposit	5,908,189	5,204,527
Total	298,255,121	285,447,591

23. Other Liabilities

Particulars	Amount In NPR	
	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Insured	8,174,493	6,851,359
Payable to Agent	11,061,771	7,955,745
Payable to Surveyors	12,135,273	5,478,885
Sundry Creditors	12,641,574	12,210,079
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payable	404,998	446,499
ii) PF & CIT Payable	264,516	229,178
iii) Other employee benefit payable	1,709,324	9,207,396
Audit Fee Payable	597,750	400,000
Actuarial Fees Payable	988,235	700,653
Dividend Payable	-	-
Others (to be Specified)		
i) Bid Security	-	600,000
Total	47,977,934	44,079,794

Payable within 12 months:**Amount in NPR**

Particulars	Current Year	Previous Year
Redeemable Preference Shares		
Irredeemable Cumulative Preference Shares		
Payable to Agent	11,061,771	7,955,745
Payable to Surveyors	12,135,273	5,478,885
Refundable Share Application Money	-	-
Payable to Insured	8,174,493	6,851,359
Sundry Creditors	12,641,574	12,210,079
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payable	404,998	446,499
ii) PF & CIT Payable	264,516	229,178
iii) Other employee benefit payable	1,709,324	9,207,396
Audit Fee Payable	597,750	400,000
Actuarial Fees Payable	988,235	700,653
Dividend Payable	-	-
Others (to be Specified)	-	-
i) Bid Security	-	600,000
Total	47,977,934	44,079,794

25. Gross Earned Premiums

Particulars	Direct Premiums		Premium on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	746,361,139	679,183,901	911,070	-	(25,165,052)	(67,037,881)	722,107,157	612,146,020
Motor	578,598,623	595,343,928	130,521,526	144,914,603	1,785,809	(10,829,421)	710,905,958	729,429,110
Marine	118,130,299	105,191,743	-	38,320	28,321,598	623,926	146,451,897	105,854,189
Engineering	898,441,639	636,941,469	237,898	319,574	(358,721,666)	(62,891,759)	539,957,871	574,369,284
Micro	-	337,712	-	-	10,440	3,830,899	10,440	4,168,611
Aviation	88,133,807	175,198,506	-	-	56,412,777	15,724,415	144,546,584	190,922,921
Cattle and Crop	58,835,857	57,534,022	-	-	722,597	4,737,100	59,558,454	62,271,122
Miscellaneous	213,492,228	251,858,506	-	-	(5,496,739)	(18,773,053)	207,995,489	233,085,453
Total	2,701,993,592	2,501,589,787	131,670,494	145,272,697	(302,130,236)	(134,615,774)	2,531,533,850	2,512,246,710

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	270,916,859	306,957,133	408,172,011	306,087,416	67,272,269	66,139,352	746,361,139	679,183,901
Motor	311,412,125	352,558,568	267,186,498	242,644,202	-	141,158	578,598,623	595,343,928
Marine	117,929,419	105,249,086	200,880	-	-	(57,343)	118,130,299	105,191,743
Engineering	837,172,897	482,469,951	45,105,462	29,749,867	1,616,328	124,721,651	898,441,639	636,941,469
Micro	-	156,069	-	181,643	-	-	-	337,712
Aviation	-	175,198,506	88,133,807	-	-	-	88,133,807	175,198,506
Cattle and Crop	58,835,857	57,534,022	-	-	-	-	58,835,857	57,534,022
Miscellaneous	132,122,199	195,805,863	64,362,798	54,485,606	17,007,231	1,567,037	213,492,228	251,858,506
Total	1,728,389,356	1,675,929,198	873,161,456	633,148,734	100,442,780	192,511,855	2,701,993,592	2,501,589,787

26. Premiums Ceded

Amount In NPR

Particulars	Premiums 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	600,663,903	551,797,783	(17,055,216)	(54,413,041)	583,608,687	497,384,742
Motor	258,421,708	293,959,844	2,011,657	(43,652,527)	260,433,365	250,307,317
Marine	85,804,960	73,061,244	292,725	11,275,692	86,097,685	84,336,936
Engineering	809,596,672	599,736,667	(314,250,189)	(60,888,574)	495,346,483	538,848,093
Micro	-	51,258	(132,787)	436,071	(132,787)	487,329
Aviation	88,124,993	175,181,180	56,404,114	15,496,736	144,529,107	190,677,916
Cattle and Crop	48,480,724	47,900,819	690,156	3,902,956	49,170,880	51,803,775
Miscellaneous	161,662,900	184,262,134	(13,449,853)	(8,390,147)	148,213,047	175,871,987
Total	2,052,755,860	1,925,950,929	(285,489,393)	(136,232,834)	1,767,266,467	1,789,718,095

26.1 Portfolio-wise detail of Net Earned Premiums

Amount In NPR

Particulars	Premiums 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	722,107,157	612,146,020	583,608,687	497,384,742	138,498,470	114,761,278
Motor	710,905,958	729,429,110	260,433,365	250,307,317	450,472,593	479,121,793
Marine	146,451,897	105,854,189	86,097,685	84,336,936	60,354,212	21,517,253
Engineering	539,957,871	574,369,284	495,346,483	538,848,093	44,611,388	35,521,191
Micro	10,440	41,686,111	(132,787)	487,329	143,227	3,681,282
Aviation	144,546,584	190,922,921	144,529,107	190,677,916	17,477	245,005
Cattle and Crop	59,558,454	62,271,122	49,170,880	51,803,775	10,387,574	10,467,347
Miscellaneous	207,995,489	233,085,453	148,213,047	175,871,987	59,782,442	57,213,466
Total	2,531,533,850	2,512,246,710	1,767,266,467	1,789,718,095	764,267,383	722,528,615

27. Commission Income

Amount 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	166,960,812	166,203,408	2,198,604	(18,438,876)	(593,278)	26,406,615	168,566,138	174,171,147
Motor	43,868,733	46,607,629	501,725	(10,065,559)	(134,648)	2,920,451	44,235,810	39,462,521
Marine	24,142,111	21,616,749	5,836,497	1,980,472	745,916	5,014,184	30,724,524	28,611,405
Engineering	125,333,889	110,619,380	(22,208,309)	(7,100,795)	7,427,268	15,692,071	110,552,848	119,210,656
Micro	-	15,377	475	189,262	-	-	475	204,639
Aviation	660,937	663,891	213,769	(213,769)	-	-	874,706	450,122
Cattle and Crop	7,337,512	7,264,985	133,684	1,018,686	277,735	(543,654)	7,748,931	7,740,017
Miscellaneous	48,376,390	56,445,982	(1,495,694)	(5,569,419)	598,922	(908,885)	47,479,618	49,967,678
Total	416,680,384	409,437,401	(14,819,249)	(38,199,998)	8,321,915	48,580,782	410,183,050	419,818,185

28. Other Direct Income

Amount In NPR

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	15,681,440	18,815,737	-	-	15,681,440	18,815,737
Marine	-	-	-	-	-	-
Engineering	-	-	-	-	-	-
Micro	-	-	-	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total	15,681,440	18,815,737	-	-	15,681,440	18,815,737

29. Income from Investment & Loans

Amount In NPR

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Measured at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	139,671,541	212,480,445
ii) Fixed Deposit with Infrastructure Bank	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	17,978,522	29,458,326
iv) Fixed Deposit with "C" Class Financial Institutions	1,816,205	3,068,705
v) Debentures	6,728,719	6,919,824
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
vii) Preference Shares of Bank and Financial Institutions	-	-
viii) Bank Deposits other than Fixed Deposit	2,607,307	5,233,602
ix) Agents Loan	-	-
x) Employee Loan	965,856	874,819
xi) Other Interest Income (to be specified)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	386,234	324,154
iii) Other Interest Income (to be specified)	-	-
Financial Assets Measured at at FVTPL		
i) Dividend Income	-	-
ii) Other Interest Income (to be specified)	-	-
Rental Income	-	-
Others (to be specified)	-	-
Total	170,154,384	258,359,875

30. Net Gains/ (Losses) on Fair Value Changes

Amount 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		
Gains/(Losses) of Ineffective Portion on Cash Flow Hedge		
Others (to be specified)		
Total	-	-

31. Net Realised Gains/ (Losses)

Amount In NPR

Particulars	Current Year	Previous Year
Realised Gains/(Losses) on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments		
ii) Mutual Fund		
iii) Others (to be specified)		
Realised Gains/(Losses) on Derecognition of Financial Assets at Amortised Costs		
i) Debentures		
ii) Bonds		
iii) Others (to be specified)		
Realised Gains/(Losses) on Derecognition of Financial Assets Measured at FVOCI		
i) Equity Instruments	107,999,373	13,497,925
ii) Mutual Fund		
Total	107,999,373	13,497,925

32. Other Income

Amount In NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan	-	-
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Foreign Exchange Income	-	-
Interest Income from Finance Lease	-	-
Profit from disposal of Property, Plant and Equipment	256,080	355,697
Amortization of Deferred Income	-	-
Stamp Income	2,120,540	2,233,900
Others (to be specified)		
i). Management Expenses Recovery	-	-
ii). Gain on Derecognition of Lease Liability	-	-
iii). Miscellaneous Income	1,127,936	2,267,976
Total	3,504,556	4,857,573

33. Gross Claims Paid and Claims Ceded

Amount In NPR

Description	Gross Claims Paid		Claims Ceded		Net Claims Paid before Change in Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	440,221,673	232,578,909	422,357,888	221,399,413	17,863,785	11,179,496
Motor	425,569,339	416,000,450	133,411,257	121,084,806	292,158,082	294,915,644
Marine	23,754,416	23,430,732	17,580,286	16,806,229	6,174,130	6,624,503
Engineering	83,512,570	83,593,322	78,844,204	73,527,352	4,668,366	10,065,970
Micro	-	1,268,387	-	761,032	-	507,355
Aviation	-	-	-	-	-	-
Cattle and Crop	39,533,003	25,270,074	32,812,223	21,115,863	6,720,780	4,154,211
Miscellaneous	151,031,858	123,807,924	100,213,061	88,272,792	50,818,797	35,535,132
Total	1,163,622,859	905,949,798	785,218,919	542,967,487	378,403,940	362,982,311

33.1 Details of Gross Claim Paid

Amount In NPR

Description	Claim Paid		Survey Fees		Total Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	440,221,673	232,578,909	422,357,888	221,399,413	17,863,785	11,179,496
Motor	425,569,339	416,000,450	133,411,257	121,084,806	292,158,082	294,915,644
Marine	23,754,416	23,430,732	17,580,286	16,806,229	6,174,130	6,624,503
Engineering	83,512,570	83,593,322	78,844,204	73,527,352	4,668,366	10,065,970
Micro	-	1,268,387	-	761,032	-	507,355
Aviation	-	-	-	-	-	-
Cattle and Crop	39,533,003	25,270,074	32,812,223	21,115,863	6,720,780	4,154,211
Miscellaneous	151,031,858	123,807,924	100,213,061	88,272,792	50,818,797	35,535,132
Total	1,163,622,859	905,949,798	785,218,919	542,967,487	378,403,940	362,982,311

34. Change in Insurance Contract Liabilities

Amount In NPR

Description	Gross Change in Contract Liabilities		Change in Reinsurance Assets		Net Change in Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	219,980,401	260,279,261	209,006,474	252,537,496	10,973,927	7,741,765
Motor	(62,110,360)	(20,055,136)	(41,572,194)	(57,933,215)	(20,538,166)	37,878,079
Marine	20,882,958	(11,701,422)	13,673,317	(12,498,107)	7,209,641	796,685
Engineering	269,327,161	(22,095,565)	268,488,219	(20,463,396)	838,942	(1,632,169)
Micro	(672,380)	(4,940,633)	(439,593)	(3,949,957)	(232,787)	(990,676)
Aviation	-	(10,198,493)	-	(10,164,287)	-	(34,206)
Cattle and Crop	9,329,965	(15,323,403)	7,139,494	(11,880,447)	2,190,471	(3,442,956)
Miscellaneous	38,513,441	(31,085,225)	28,364,272	(28,362,095)	10,149,169	(2,723,130)
Total	495,251,186	144,879,384	484,659,989	107,285,992	10,591,197	37,593,392

35. Commission Expenses

Amount In NPR

Particulars	Commission Expenses on Insurance Contracts		Commission Expenses on Reinsurance Accepted		Deferred Commission Expenses		Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	11,014,856	5,120,878	122,790	-	3,081,405	(645,825)	8,056,241	5,766,703
Motor	4,724,550	3,631,719	-	-	608,142	43,272	4,116,408	3,588,447
Marine	1,702,426	956,279	-	7,320	(166,784)	108,970	1,869,210	854,629
Engineering	29,935,366	18,505,436	42,723	50,580	9,462,843	1,795,794	20,515,246	16,760,222
Micro	-	31,547	-	-	(975)	(313,645)	975	345,192
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	4,371,785	5,566,820	-	-	(680,228)	52,775	5,052,013	5,514,045
Miscellaneous	6,279,181	5,257,272	-	-	1,023,673	835,009	5,255,508	4,422,263
Total	58,028,164	39,069,951	165,513	57,900	13,328,076	1,876,350	44,865,601	37,251,501

36. Service Fees

Amount In NPR

Description	Gross Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	5,604,542	5,093,879	4,504,980	4,138,483	1,099,562	955,396
Motor	5,318,401	5,551,939	1,938,162	2,204,699	3,380,239	3,347,240
Marine	885,977	789,227	643,537	547,960	242,440	241,267
Engineering	6,740,097	4,779,458	6,071,975	4,498,025	668,122	281,433
Micro	-	2,533	-	384	-	2,149
Aviation	661,004	1,313,989	660,937	1,313,859	67	130
Cattle and Crop	441,269	431,505	363,605	359,256	77,664	72,249
Miscellaneous	1,601,192	1,888,939	1,212,472	1,381,966	388,720	506,973
Total	21,252,482	19,851,469	15,395,668	14,444,632	5,856,814	5,406,837

37. Other Direct Expenses

Amount In NPR

Description	Direct Expenses		Other(to be Specified)		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	487,450	527,514	-	-	487,450	527,514
Motor	18,587,792	20,660,706	-	-	18,587,792	20,660,706
Marine	193,406	149,664	-	-	193,406	149,664
Engineering	4,360,498	4,800,578	-	-	4,360,498	4,800,578
Micro	-	2,980	-	-	-	2,980
Aviation	-	140	-	-	-	140
Cattle and Crop	1,178,088	1,313,586	-	-	1,178,088	1,313,586
Miscellaneous	151,979	169,660	-	-	151,979	169,660
Total	24,959,213	27,624,828	-	-	24,959,213	27,624,828

38. Employee Benefits Expenses

Amount In NPR

Particulars	Current Year	Previous Year
Salaries	130,120,505	130,649,737
Allowances	97,581,981	98,147,301
Festival Allowance	17,733,221	17,641,746
Defined Benefit Plans		
i) Others (to be Specified)	-	-
Defined Contribution Plans		
i) Provident Fund	13,012,050	13,064,974
ii) Gratuity	10,839,037	10,879,316
iii) Others (to be Specified)		
Leave Encashments	19,169,751	14,278,902
Termination Benefits	-	-
Training Expenses	4,708,068	3,030,148
Uniform Expenses	-	-
Medical Expenses	-	-
Staff Insurance Expenses	6,288,055	5,764,815
Staff Welfare Expenses	2,181,453	1,707,130
Others (to be Specified)	-	-
i) Overtime Expenses	88,307	146,032
Sub Total	301,722,428	295,310,101
Employee Bonus	53,694,407	49,015,340
Total	355,416,835	344,325,441

39. Depreciation & Amortization Expenses

Amount In NPR

Particulars	Current Year	Previous Year
Amortization of Intangible Assets (Refer Note 4)	820,526	793,353
Depreciation on Property, Plant and Equipment (Refer Note 5)	34,397,407	34,580,307
Depreciation on Investment Properties (Refer Note 6)		
Total	35,217,933	35,373,660

40. Impairment Losses

Amount In NPR

Particulars	Current Year	Previous Year
Impairment Losses on PPE, Investment Properties and Intangible Assets		
i) Property, Plant and Equipment		
ii) Investment Properties		
iii) Intangible Assets		
Impairment Losses on Financial Assets		
i) Investment		
ii) Loans		
iii) Other Financial Assets		
iv) Cash and Cash Equivalent	400,226	
v) Others (to be Specified)		
Impairment Losses on Other Assets		
i) Reinsurance Assets		
ii) Insurance Receivables	-	-
iii) Lease Receivables		
iv) Others (to be Specified)		
Reversal of impairment losses	-	-
Total	400,226	-

41. Other Operating Expenses

Amount In NPR

Particulars	Current Year	Previous Year
Rent Expenses	26,359,434	28,024,876
Electricity and Water	4,202,955	4,004,577
Repair & Maintenance		
i) Building	-	-
ii) Vehicle	2,174,853	1,694,195
iii) Office Equipments	2,289,661	1,383,956
iv) Others Assets	561,168	432,019
Telephone & Communication	6,216,720	7,065,120
Printing & Stationary	7,458,827	7,899,767
Office Consumable Expenses	7,091,514	8,013,564
Travelling Expenses		
i) Domestic	2,861,399	2,563,878
ii) Foreign	1,829,082	1,390,218
Transportation & Fuel Expenses	15,645,804	18,059,447
Agent Training	-	9,765
Other Agent Expenses	-	-
Insurance Premium	884,098	1,134,608
Security & Outsourcing Expenses	6,380,967	4,464,253
Legal and Consulting Expenses	1,178,000	2,310,000
Newspapers, Books and Periodicals	54,357	85,571
Advertisement & Promotion Expenses	3,976,203	3,357,019
Business Promotion	1,138,483	3,880,874
Guest Entertainment	6,415,617	9,066,728
Gift and Donations	-	-
Board Meeting Fees and Expenses		
i) Meeting Allowances	1,296,000	718,000
ii) Other Allowances	48,057	11,661
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	756,000	486,000
ii) Other Allowances	7,173	-
General Meeting Expenses	1,002,310	493,631
Actuarial Service Fee	993,465	700,653
Other Actuarial Expenses	-	-
Audit Related Expenses		
i) Statutory Audit	450,000	300,000
ii) Tax Audit	-	-
iii) Long Form Audit Report	-	-
iv) Other Fees	-	-
v) Internal Audit	600,000	400,000
vi) Other Expenses	597,398	588,203
Bank Charges	1,575,001	1,114,256
Fee and Charges	3,172,006	5,309,919
Postage Charges	1,391,780	1,520,930
Foreign Exchange Losses	859,720	4,075,157
Fines and Penalties	-	-
Others		
i). Office Cleaning Expenses	2,052,325	2,580,423
ii). Server & Web Management Services Exp	6,617,590	5,774,748
iii). Miscellaneous Expenses	1,829,865	3,725,294
iv) Corporate Social Responsibility Expenses	2,072,156	582,725
v) Training & Awareness Expenses	7,428,146	9,297,830
vi). Merger Related Expenses	-	-
Total	129,468,134	142,519,865

42. Finance Cost

Amount In NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions		
Unwinding of discount on Financial Liabilities at Amortised Costs		
Interest Expenses - Bonds	-	-
Interest Expenses - Debentures	-	-
Interest Expenses - Term Loans	-	-
Interest Expenses - Lease	3,360,630	3,662,011
Interest Expenses - Overdraft Loans	-	-
Others (to be specified)	-	-
Total	3,360,630	3,662,011

43. Income Tax Expense

a) Income Tax Expense

Amount In NPR

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year	(151,213,773)	(141,292,160)
ii) Income Tax Relating to Prior Periods	(2,131,808)	(4,799,586)
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	6,879,231	23,121,775
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	(146,466,350)	(122,969,971)

b) Reconciliation of Taxable Profit & Accounting Profit

Amount In NPR

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	483,249,663	441,138,064
Applicable Tax Rate	30%	30%
Tax at the applicable rate on Accounting Profit	144,974,899	132,341,419
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Disallowed Expenses	733,802	779,683
ii) Other Timing Differences	(1,374,159)	(14,950,717)
Less: Tax effect on exempt income and additional deduction		
i)		
ii)		
Less: Adjustments to Current Tax for Prior Periods		
i) As per self Assessed Tax Return	2,131,808	4,799,586
ii) Reversal of Lease Liability	-	-
Add/ (Less): Others		
i)		
ii)		
Income Tax Expense	146,466,350	122,969,971
Effective Tax Rate	30.31%	27.88%

44. Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 32, 2082 (July 16, 2025) the company has recognised an amount of NPR. 23,851,087 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Earned Leave Plan_ Other Longterm Employee Benefit

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	Amount In NPR			
	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	10,042,794	6,426,577		
Past service cost				
Net interest cost				
a. Interest expense on defined benefit obligation (DBO)	2,176,071	1,724,060		
b. Interest (income) on plan assets	(481,057)	(355,130)		
c. Actuarial (gain)/ loss	2,595,990	1,677,445		
Defined benefit cost included in Statement of Profit or Loss	14,333,798	9,472,952	-	-

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

Particulars	Amount In NPR			
	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	Amount In NPR			
	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cost recognised in Statement of Profit or Loss	14,333,798	9,472,952		
Remeasurements effects recognised in OCI	-			
Total cost recognised in Comprehensive Income	14,333,798	9,472,952	-	-

g) Change in Fair Value Of Plan Assets

Particulars	Amount In NPR			
	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	37,019,098	37,617,722		
Expected return on plan assets	10,042,794	6,426,577		
Employer contributions	2,176,071	1,724,060		
Participant contributions	(9,997,414)	(10,547,763)		
Benefit payments from plan assets	2,433,069	1,798,502		
Transfer in/ transfer out	-	-		
Actuarial gain/ (loss) on plan assets	41,673,618	37,019,098		
Fair value of Plan Assets At End of Year	7,400,864	7,102,583	-	-

g) Change in Fair Value Of Plan Assets

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of plan assets at end of prior year	7,400,865	7,102,583		
Expected return on plan assets	481,056	355,130		
Employer contributions				
Participant contributions				
Benefit payments from plan assets	-	(177,903)		
Transfer in/ transfer out				
Actuarial gain/ (loss) on plan assets	(162,921)	121,055		
Fair value of Plan Assets At End of Year	7,719,000	7,400,865	-	-

h) Net Defined Benefit Asset/(Liability)

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	41,673,618	37,019,098		
Fair Value of Plan Assets	7,719,000	7,400,865		
(Surplus)/Deficit Recognised in Statement of Financial Position	33,954,618	29,618,233	-	-

i) Expected Company Contributions for the Next Year

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Expected company contributions for the next year				
(Surplus)/Deficit Recognised in Statement of Financial Position	-	-	-	-

j) Reconciliation of amounts in Statement of Financial Position

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Net defined benefit liability/(asset) at prior year end	29,618,235	30,515,142		
Defined benefit cost included in Statement of Profit or Loss	14,333,797	9,472,952		
Total remeasurements included in OCI				
Acquisition/ divestment				
Employer contributions				
Benefits Paid Out	(9,997,414)	(10,369,859)		
Net defined benefit liability/(asset)	33,954,618	29,618,235	-	-

k) Reconciliation of Statement of Other Comprehensive Income

Amount In NPR

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

l) Current/Non - Current Liability

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	1,426,510	1,213,647		
Non - Current Liability	32,528,108	28,404,587		
Total	33,954,618	29,618,234	-	-

m) Expected Future Benefit Payments

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	7,553,217	7,082,164		
Between 1-2 years	4,952,683	4,506,196		
Between 2-5 years	13,160,160	11,672,162		
From 6 to 10	15,878,264	15,001,565		
Total	41,544,324	38,262,087	-	-

n) Plan assets

(% Invested)

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

o) Sensitivity Analysis

Amount In NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	39,384,032	35,041,903		-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	44,257,902	39,245,598		-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	44,105,968	39,121,042		-
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	39,483,046	35,122,857		-
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate				-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate				-

p) Assumptions

Amount In NPR

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate		6.00%
Escalation Rate (Rate of Increase in Compensation Levels)		3.33%
Attrition Rate (Employee Turnover)		11.00%
Mortality Rate During Employment	Nepali Assured Lives Mortality 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.

To provide an indication about the reliability of the inputs used in determining Fair Value, the Company has classified its financial instruments into Three Levels prescribed as per applicable NFRS.

Particulars	Level	Amount In NPR					
		Current Year		Previous Year			
		FVTPL	FVOCI	FVTPL	FVOCI		
Investments							
i) Investment in Equity Instruments	1		298,099,840		88,879,875		
ii) Investment in Mutual Funds	1		3,189,033		3,113,526		
iii) Investment in Preference Shares of Bank and Financial Institutions							
iv) Investment in Debentures	3			67,243,000		67,243,000	
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)							
vi) Fixed Deposits	3			3,037,000,000		3,177,800,000	
vii) Others (to be specified)							
Loans	3			21,035,658		14,027,586	
Other Financial Assets	3			138,595,703		124,755,786	
Cash and Cash Equivalents	3			301,126,235		407,278,197	
Total Financial Assets		-	301,288,873	3,565,000,596	-	91,993,401	3,791,104,569
Loans and Borrowings							
Other Financial Liabilities	3			47,977,934		44,079,794	
Total Financial Liabilities		-	-	47,977,934	-	-	44,079,794

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

Amount in NPR

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions				
ii) Investment in Debentures	67,243,000	67,243,000	67,243,000	67,243,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)				
iv) Fixed Deposit	3,037,000,000	3,037,000,000	3,177,800,000	3,177,800,000
v) Others (to be Specified)				
Loans				
i) Loan to Associates				
ii) Loan to Employees	21,035,658	21,035,658	14,027,586	14,027,586
iii) Others (to be Specified)				
Other Financial Assets	138,595,703	138,595,703	124,755,786	124,755,786
Total Financial Liabilities at Amortised Cost	3,263,874,361	3,263,874,361	3,383,826,372	3,383,826,372
Loans and Borrowings				
i) Bond				
ii) Debenture				
iii) Term Loan - Bank and Financial Institution				
iv) Bank Overdraft				
v) Others (to be Specified)				
Other Financial Liabilities	47,977,934	47,977,934	44,079,794	44,079,794
Total Financial Liabilities at Amortised Cost	47,977,934	47,977,934	44,079,794	44,079,794

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:

- Product development
- Pricing
- Underwriting
- Reinsurance
- Claims Handling
- 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 significant risks arising under the Non-Life Insurance portfolio emanates from changes in the climate leading to natural disasters, behavioral trends of people due to changing life styles, the steady escalation of costs in respect of spares in the auto industry.

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.

The Company's Business on Portfolio wise basis is as follows

Particulars	Current Year		Previous Year	
	Gross Written Premium	% Concentration	Gross Written Premium	% Concentration
Property	747,272,209	26%	679,183,901	26%
Motor	709,120,149	25%	740,258,531	28%
Marine	118,130,299	4%	105,230,263	4%
Engineering	898,679,537	32%	637,261,043	24%
Micro	-	0%	337,712	0%
Aviation	88,133,807	3%	175,198,506	7%
Cattle and Crop	58,835,857	2%	57,534,022	2%
Miscellaneous	213,492,228	8%	251,858,506	10%
Total	2,833,664,086	100%	2,646,862,484	100%

b) Pricing:

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

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

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

c) Underwriting:

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

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

d) 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.

The Company has Reinsurance Treaty with the following Reinsurers:

Particulars	Current Year	Previous Year
Hannover Ruckversincherung AG, Malaysia	A+	A.M. Best
Swiss Re	A+	A.M. Best
Kenya Reinsurance Corporation Ltd., Nairobi, Kenya	B	A.M. Best
Asian Reinsurance Company Ltd.	B+	A.M. Best
Tunis Re	B	A.M. Best
General Insurance Corporation of India, India	A	A.M. Best
Ocean Re	A-	A.M. Best
Cica Re, Togo	B	A.M. Best
Oman Re	BBB	Fitch
GIC Bhutan Re		
Nepal Reinsurance Company Ltd.		
Himalayan Reinsurance Company Ltd.	B	A.M. Best

e) 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 made in relation to Incurred But Not Reported (IBNR) and
- 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

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.

Amount In NPR

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%	111,092,726	19,007,013	(19,007,013)	(13,304,909)	202,069,062	42,112,804	(42,112,804)	(29,478,963)
Average Number of Claims	"+" 10%	111,092,726	19,007,013	(19,007,013)	(13,304,909)	202,069,062	42,112,804	(42,112,804)	(29,478,963)
Average Claim Cost	"-" 10%	(111,092,726)	(19,007,013)	19,007,013	13,304,909	(202,069,062)	(42,112,804)	42,112,804	29,478,963
Average Number of Claims	"-" 10%	(111,092,726)	(19,007,013)	19,007,013	13,304,909	(202,069,062)	(42,112,804)	42,112,804	29,478,963

Claim development table

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

Gross insurance contract outstanding claim provision

Amount In NPR

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year						1,794,396,418	1,794,396,418
One year later					550,890,353		550,890,353
Two year later				457,151,885			457,151,885
Three year later			133,334,025				133,334,025
Four year later		156,825,083					156,825,083
More than Four years	5,039,493						5,039,493
Current estimate of cumulative claims	5,039,493	156,825,083	133,334,025	457,151,885	550,890,353	1,794,396,418	3,097,637,257
At end of incident year						755,851,048	755,851,048
One year later					216,908,205		216,908,205
Two year later				184,438,802			184,438,802
Three year later			9,880,208				9,880,208
Four year later		69,262					69,262
More than Four years	202,493						202,493
Cumulative payments to date	202,493	69,262	9,880,208	184,438,802	216,908,205	755,851,048	1,167,350,017
Gross insurance contract outstanding claim provision	4,837,000	156,755,821	123,453,817	272,713,083	333,982,148	1,038,545,370	1,930,287,240

Net insurance contract outstanding claim provision

Amount In NPR

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year						494,239,109	494,239,109
One year later					146,489,237		146,489,237
Two year later				17,276,598			17,276,598.00
Three year later			4,250,666				4,250,666.00
Four year later		1,130,112					1,130,112.00
More than Four years	840,533						840,533.00
Current estimate of cumulative claims	840,533.00	1,130,112.00	4,250,666	17,276,598	146,489,237	494,239,109	664,226,255
At end of incident year						336,243,740	336,243,739
One year later					105,598,155		105,598,155
Two year later				8,268,218			8,268,218.00
Three year later			1,046,156				1,046,156.00
Four year later		18,397					18,397.00
More than Four years	14,750						14,750.00
Cumulative payments to date	14,750.00	18,397.00	1,046,156	8,268,218	105,598,155	336,243,740	451,189,415
Net insurance contract outstanding claim provision	825,783.00	1,111,715.00	3,204,510	9,008,380	40,891,082	157,995,369	213,036,840

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:

Amount In NPR

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Property	1,474,808,796	1,357,873,938	116,934,858	1,229,663,344	1,131,812,248	97,851,096
Motor	842,679,439	299,810,744	542,868,695	906,575,608	343,394,594	563,181,014
Marine	63,303,557	42,131,972	21,171,585	70,742,196	28,751,380	41,990,816
Engineering	1,179,240,116	1,095,666,978	83,573,138	551,191,288	512,928,569	38,262,719
Micro	268,366,840	278,083,457	(9,716,617)	269,049,660	268,548,515	501,145
Aviation	64	-	64	56,412,841	56,404,114	8,727
Cattle and Crop	53,393,614	37,943,020	15,450,594	44,786,246	36,954,079	7,832,167
Miscellaneous	222,942,042	161,465,956	61,476,086	178,931,861	124,033,179	54,898,682
Total	4,104,734,468	3,272,976,065	831,758,403	3,307,353,044	2,502,826,678	804,526,366

47. Financial Risk Management

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:

a) 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.

b) 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.

c) 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 32, 2082

Amount In NPR

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, 2082

Amount In NPR

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

Amount In NPR

Particulars	Measured at 12 months expected credit losses	Measured at life-time expected credit losses	
		Credit Risk has significantly increased and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 31, 2081			
Changes in loss allowances			
Write-offs			
Recoveries			
Loss Allowance on Ashadh 32, 2082	-	-	-

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.

Amount In NPR

Particulars	Current Year			Previous Year		
	Upto 1 Year	1 Year to 5 Year	More than 5 Year	Upto 1 Year	1 Year to 5 Year	More than 5 Year
Other Financial Liabilities	47,977,934			44,079,794		
Total Financial Liabilities	47,977,934	-	-	44,079,794	-	-

iii) Market Risk

a1) Foreign Currency Risk Exposure

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.

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

Amount In NPR

Particulars	Current Year		Previous Year	
	USD	Other Currency	USD	Other Currency
Investments				
Loans				
Insurance Receivables				
Other Financial Assets				
Cash & Cash Equivalent	1,945,493		852,399	
Less: Derivative Assets				
i) Foreign exchange forward contracts - Sell Foreign Currency				
ii) Foreign exchange option contracts - Sell Foreign Currency				
Net Exposure to Foreign Currency Risk/ (Assets)	1,945,493	-	852,399	-
Insurance Payables	47,149		50,547	
Other Financial Liabilities				
Less: Derivative Liabilities				
i) Foreign exchange forward contracts - Buy Foreign Currency				
ii) Foreign exchange option contracts - Buy Foreign Currency				
Net Exposure to Foreign Currency Risk/ (Liabilities)	47,149	-	50,547	-

a2) Foreign Currency Risk - Sensitivity

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

Amount In NPR

Particulars	Impact on profit after tax		Impact on other component of equity	
	Current Year	Previous Year	Current Year	Previous Year
USD sensitivity Investments				
NPR/ USD - Increases by 10% *	25,316,316	10,517,893		
NPR/ USD - Decreases by 10% *	(25,316,316)	(10,517,893)		
Other Currency sensitivity				
NPR/ Currency A - Increases by 10% *	-	-		
NPR/ Currency A - Decreases by 10% *	-	-		

* Holding all other variable constant

b1) Interest Rate Risk

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

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

b2) Interest Rate Sensitivity

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

Particulars	Amount In NPR	
	Expected Credit Losses	Carrying Amount After Provision
Interest Rate - Increase By 1%*	21,259,000	22,244,600
Interest Rate - Decrease By 1%*	(21,259,000)	(22,244,600)

* Holding all other Variable Constant

c1) Equity Price Risk

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

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

c2) Sensitivity

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

Particulars	Amount In NPR	
	Current Year	Previous Year
Index - Increase By 1%*	2,499,966	707,597
Index - Decrease By 1%*	(2,499,966)	(707,597)

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

48. Operation 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 is the potential for climate change to create adverse consequences for human or ecological systems. This includes impacts on lives, livelihoods, health and wellbeing, economic, social and cultural assets and investments. Generally there are two types of risk caused by Climate risk.

1. Physical Climate Risk
2. Transition Climate Risk

It is the measure of vulnerability to climate-related impacts that have financial consequences, or that may affect various aspects of financial performance. Most commonly in our region we are being affected by the global warming that is causing the various natural calamities such as Landslide, Hailstorm, Flooding and they are affecting the various insured properties and the changes is deteriorating the health of individual increasing the medical claims.

We are directly impacted in claim caused by the climate related issues.

Amount in NPR

Particulars	Current Year	Previous Year
Gross claim outstanding Caused due to Climate related risk	1,104,062,221	581,780,666
Gross claim Outstanding as on Date	1,930,287,240	1,502,615,553
% of Gross claim outstanding Caused due to Climate related risk to Gross Outstanding Claim	57.20%	38.72%
Gross claim paid Caused due to Climate related risk	512,799,459	85,821,529
Gross claim Paid for the period	1,163,622,859	905,949,798
% of Gross claim paid caused due to climate related risk to Gross paid Claim	44.07%	9.47%

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 issued by Insurance Regulatory Authority to attain a stipulated minimum paid up capital of NPR 2.5 billion by mid-July 2023. As on the reporting date, the company's paid up capital is NPR 2.15 billion.

Dividend

Amount in NPR

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final cash dividend for the year ended Ashadh 31, 2081 of NPR 0.39/- (Ashadh 31, 2080 - NPR/-) per fully paid share	7,894,737	
Final bonus share for the year ended Ashadh 31, 2081 of NPR 7.5/- (Ashadh 31, 2080 - NPR/-) per fully paid share	150,000,000	
	157,894,737	-
(ii) Dividends not recognised at the end of the reporting period		
In addition to the above dividends, for the year ended the directors have recommended the payment of a final bonus Share of NPR 5 per fully paid equity share.	107,500,000	150,000,000
In addition to the above dividends, for the year ended the directors have recommended the payment of a final cash dividend of NPR 0.26 per fully paid equity share.	5,657,895	7,894,737
This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting	113,157,895	157,894,737

51. Earnings Per Share

Amount in NPR

Particulars	Current Year	Previous Year
Profit For the Year	336,783,313	318,168,093
Less: Dividend on Preference Shares		
Profit For the Year used for Calculating Basic Earning per Share		
Add: Interest saving on Convertible Bonds		
Profit For the Year used for Calculating Diluted Earning per Share	336,783,313	318,168,093
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	21,500,000	20,000,000
Adjustments for calculation of Diluted Earning per Share:		
i) Dilutive Shares		
ii) Options		
iii) Convertible Bonds		
Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share	21,500,000	20,000,000
Nominal Value of Equity Shares	100	100
Basic Earnings Per Share	15.66	15.91
Diluted Earnings Per Share	15.66	15.91
Proposed Bonus Share		
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	21,500,000	21,500,000
Restated Basic Earning Per Share	15.66	14.80
Restated Diluted Earning Per Share	15.66	14.80

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 32, 2082 (July 16, 2025)

Particulars	Amount in NPR								Total	
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous		Inter Segment Elimination
Income:										
Gross Earned Premiums	722,107,157	710,905,958	146,451,897	539,957,871	10,440	144,546,584	59,558,454	207,995,489	-	2,531,533,850
Premiums Ceded	(583,608,687)	(260,433,365)	(86,097,685)	(495,346,483)	132,787	(144,529,107)	(49,170,880)	(148,213,047)	-	(1,767,266,467)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	138,498,470	450,472,593	60,354,212	44,611,388	143,227	17,477	10,387,574	59,782,442	-	764,267,383
Commission Income	168,566,138	44,235,810	30,724,524	110,552,848	475	874,706	7,748,931	47,479,618	-	410,183,050
Other Direct Income	-	15,681,440	-	-	-	-	-	-	-	15,681,440
Income from Investments & Loans	-	-	-	-	-	-	-	-	-	-
Net Gains/ (Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	307,064,608	510,389,843	91,078,736	155,164,236	143,702	892,183	18,136,505	107,262,060	-	1,190,131,873
Expenses:										
Gross Claims Paid	440,221,673	425,569,339	23,754,416	83,512,570	-	-	39,533,003	151,031,858	-	1,163,622,859
Claims Ceded	(422,357,888)	(133,411,257)	(17,580,286)	(78,844,204)	-	-	(32,812,223)	(100,213,061)	-	(785,218,919)
Gross Change in Contract Liabilities	219,980,401	(62,110,360)	20,882,958	269,327,161	(672,380)	-	9,329,965	38,513,441	-	495,251,186
Change in Contract Liabilities Ceded to Reinsurers	(209,006,474)	41,572,194	(13,673,317)	(268,488,219)	439,593	-	(7,139,494)	(28,364,272)	-	(484,659,989)
Net Claims Paid	28,837,712	271,619,916	13,383,771	5,507,308	(232,787)	-	8,911,251	60,967,966	-	388,995,137
Commission Expenses	8,056,241	4,116,408	1,869,210	20,515,246	975	-	5,052,013	5,255,508	-	44,865,601
Other Direct Expenses	487,450	18,587,792	193,406	4,360,498	-	-	1,178,088	151,979	-	24,959,213
Service Fees	1,099,562	3,380,239	242,440	668,122	-	67	77,664	388,720	-	5,856,814
Employee Benefits Expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	38,480,965	297,704,355	15,688,827	31,051,174	(231,812)	67	15,219,016	66,764,173	-	464,676,765
Total Segmental Results	268,583,643	212,685,488	75,389,909	124,113,062	375,514	892,116	2,917,489	40,497,887	-	725,455,108
Segment Assets	1,357,873,938	299,810,744	42,131,972	1,095,666,978	278,083,457	-	37,943,020	161,465,956	-	3,272,976,065
Segment Liabilities	1,474,808,795	842,679,439	63,303,557	1,179,240,116	268,366,840	64	53,393,614	222,942,043	-	4,104,734,468

b) Segmental Information for the year ended Ashadh 31, 2081 (July 16, 2024)

Particulars	Amount In NPR								Total	
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous		Inter Segment Elimination
Income:										
Gross Earned Premiums	612,146,020	729,429,110	105,854,189	574,369,284	4,168,611	190,922,921	62,271,122	233,085,453	-	2,512,246,710
Premiums Ceded	(497,384,742)	(250,307,317)	(84,336,936)	(538,848,093)	(487,329)	(190,677,916)	(51,803,775)	(175,871,987)	-	(1,789,718,095)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	114,761,278	479,121,793	21,517,253	35,521,191	3,681,282	245,005	10,467,347	57,213,466	-	722,528,615
Commission Income	174,171,147	39,462,521	28,611,405	119,210,656	204,639	450,122	7,740,017	49,967,678	-	419,818,185
Other Direct Income	-	18,815,737	-	-	-	-	-	-	-	18,815,737
Income from Investments & Loans	-	-	-	-	-	-	-	-	-	-
Net Gains/ (Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	288,932,425	537,400,051	50,128,658	154,731,847	3,885,921	695,127	18,207,364	107,181,144	-	1,161,162,537
Expenses:										
Gross Claims Paid	232,578,909	416,000,450	23,430,732	83,593,322	1,268,387	-	25,270,074	123,807,924	-	905,949,798
Claims Ceded	(221,399,413)	(121,084,806)	(16,806,229)	(73,527,352)	(761,032)	-	(21,115,863)	(88,272,792)	-	(542,967,487)
Gross Change in Contract Liabilities	260,279,261	(20,055,136)	(11,701,422)	(22,095,565)	(4,940,633)	(10,198,493)	(15,323,403)	(31,085,225)	-	144,879,384
Change in Contract Liabilities Ceded to Reinsurers	(252,537,496)	57,933,215	12,498,107	20,463,396	3,949,957	10,164,287	11,880,447	28,362,095	-	(107,285,992)
Net Claims Paid	18,921,261	332,793,723	7,421,188	8,433,801	(483,321)	(84,206)	711,255	32,812,002	-	400,575,703
Commission Expenses	5,766,703	3,588,447	854,629	16,760,222	345,192	-	5,514,045	4,422,263	-	37,251,501
Other Direct Expenses	527,514	20,660,706	149,664	4,800,578	2,980	140	1,313,586	169,660	-	27,624,828
Service Fees	955,396	3,347,240	241,267	281,433	2,149	130	72,249	506,973	-	5,406,837
Employee Benefits Expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	26,170,874	360,390,116	8,666,748	30,276,034	(133,000)	(83,936)	7,611,135	37,910,898	-	470,858,869
Total Segmental Results	262,761,551	177,009,935	41,461,910	124,455,813	4,018,921	729,063	10,596,229	69,270,246	-	690,303,668
Segment Assets	1,131,812,248	343,394,594	28,751,380	512,928,569	268,548,515	56,404,114	36,954,079	124,033,179	-	2,502,826,678
Segment Liabilities	1,229,663,343	906,575,608	70,742,196	551,191,288	269,049,660	56,412,841	44,786,246	178,931,862	-	3,307,353,044

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

Particulars	Amount In NPR	
	Current Year	Previous Year
Segmental Profit	725,455,108	690,303,668
Less: Depreciation and Amortization	(35,217,933)	(35,373,660)
Less: Non-cash expenses other than Depreciation and Amortization	(400,226)	-
Less: Unallocable Corporate Expenditures	(484,884,969)	(486,845,306)
Add: Unallocable Other Income	281,658,313	276,715,373
Less: Finance Cost	(3,360,630)	(3,662,011)
Profit Before Tax	483,249,663	441,138,064

d) Reconciliation of Assets

Particulars	Amount In NPR	
	Current Year	Previous Year
Segment Assets	3,272,976,065	2,502,826,678
Goodwill & Intangible Assets	42,437,389	41,807,915
Property, Plant and Equipment	119,957,184	142,348,682
Investment Properties	-	-
Deferred Tax Assets	148,736,987	127,830,579
Investments	3,405,531,873	3,337,036,401
Loans	21,035,658	14,027,586
Current Tax Assets (Net)	35,430,844	34,025,595
Other Assets	1,135,170,745	973,468,321
Total Assets	8,181,276,745	7,173,371,757

e) Reconciliation of Liabilities

Particulars	Amount In NPR	
	Current Year	Previous Year
Segment Liabilities	4,104,734,468	3,307,353,044
Provisions	95,368,025	86,962,308
Deferred Tax Liabilities	-	-
Current Tax Liabilities (Net)	-	-
Other Financial Liabilities	47,977,934	44,079,794
Other Liabilities	672,244,901	765,904,709
Total Liabilities	4,920,325,328	4,204,299,855

53. Related Party Disclosure

(a) Identify Related Parties

Holding Company:

The company does not have any holding company.

Subsidiaries:

The company does not have any subsidiary company.

Associates:

The company does not have any associates.

Fellow Subsidiaries:

The company does not have any fellow subsidiary company.

Key Management Personnel:

According to the NAS 24 - Related Party Disclosures, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the entity.

KMPs of the Sanima GIC Insurance Ltd. includes following persons:

Name of key management personnel	Position	Remarks
Mr. Kunal Kayal	Chairman	
Dr. Hemanta Kumar Dabadi	Director	
Mr. Dilip Shrestha	Director	
Mr. Prakash Man Shrestha	Director	
Ms. Saraswati Gautam Gyawali	Director	
Ms. Mita Murarka Agrawal	Director	
Dr. Anil Kumar Bhattarai	Director	
Mr. Sudyumna Prasad Upadhyaya	CEO	
Mr. Ram Chandra Shrestha	Sr. DCEO	
Mr. Subodh Lal Shrestha	DGM	
Mr. Raju Poudel	DGM	
Mr. Binesh Maskey	AGM	
Ms. Rohini Karmacharya	AGM	

(b) Key Management Personnel Compensation:

Particulars	Amount In NPR	
	Current Year	Previous Year
Short-term employee benefits	24,188,549	25,378,050
Post-employment benefits	1,081,990	1,123,875
Other long-term benefits		
Termination benefits		
Meeting Fees	2,052,000	1,204,000
Total	27,322,539	27,705,925

Payment to Chief Executive Officer (CEO)

Particulars	Amount In NPR	
	Current Year	Previous Year
Annual salary and allowances	8,071,170	8,071,170
Performance based allowances		
i) Employee Bonus	1,765,688	1,826,156
ii) Benefits as per prevailing provisions	1,374,586	1,235,786
iii) Incentives		
Insurance related benefits		
i) Life Insurance	300,000	300,000
ii) Accident Insurance		
iii) Health Insurance (including family members)		
Total	11,511,444	11,433,112

(c) Related Party Transactions:

Amount In NPR

Particulars	"Holding Company"	Subsidiaries	Associates	"Fellow Subsidiaries"	Key Managerial Personnel	Total
Premium Earned						
Current Year						-
Previous Year						-
Commission Income						
Current Year						-
Previous Year						-
Rental Income						
Current Year						-
Previous Year						-
Interest Income						
Current Year						-
Previous Year						-
Sale of Property, Plant & Equipment						
Current Year						-
Previous Year						-
Purchase of Property, Plant & 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					2,052,000	2,052,000
Previous Year					1,204,000	1,204,000
Allowances to Directors						
Current Year					-	-
Previous Year					-	-
Others (to be specified)						
Current Year						-
Previous Year						-

(d) Related Party Balances:

Amount In NPR

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

54. Leases**(a) Leases as Lessee****(i) Operating Leases:**

The Company has various operating leases ranging from 1 years to 10 years and all the leases contains the clause of cancellation by giving the certain period notice to the either party. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for short term leases recognised in the Statement of Profit and Loss under SLM for the year is NPR 26,359,434 (Ashadh 31, 2081: NPR 28,024,876).

Right of use assets have been recognized in accordance with NFRS – 16 Leases with respect to non-cancellable period of leases. Disclosure in respect of Non-cancellable lease is as given below

Future Minimum Lease Payments	Amount In NPR	
	Current Year	Previous Year
i) Not Later than 1 year	9,516,494	8,920,872
ii) Later than 1 year and not later than 5 years	42,590,315	40,354,404
iii) Later than 5 years	15,268,601	28,118,727

(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	Amount In NPR	
	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 Leases:**

The Company has not leased out any office spaces that are renewable on a periodic basis.

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

Amount In NPR

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 not given assets under finance leases.

Amount In NPR

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 and not provided for

Amount In NPR

Particulars	Current Year	Previous Year
Intangible Assets		
Property, Plant and Equipment		
Investment Properties		
Total	-	-

56. Contingent Liabilities

Amount In NPR

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

57. Events occurring after Balance Sheet

There was Gen-Z Protest on 2025 September 8 & 9 in our country. During this misfortunate events many private and government properties were damaged/destroyed. Due to this event RSD/MD/ST claim of around Rs. 22 Billion was initiated on the non-life insurance sector. Out of Rs. 22 Billion reported claim, around Rs. 80 million was reported in our company and as of date we have paid in around Rs. 10 million as in form of advance/final settlement.

58. Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

Particulars	Amount In NPR	
	Current Year	Previous Year
Reinsurance Receivables		
Investments in equity		
Fixed Deposits		
Property, plant and equipment		
Others (to be Specified)		
Total	-	-

59. Corporate Social Responsibility

As per provision of section 11 Ga of Financial Directive, 2080 and Good Governance Directive, the Company is required to provide 1% of the reported net profit during the year for corporate social responsibility. Good Governance Directive mandates that the amount so provided be utilised for social welfare activities. The details and movement of provisions for corporate social responsibility is as follows:

Particulars	Amount In NPR	
	Current Year	Previous Year
Balance at the beginning of the year	6,313,213	3,945,475
Acquired	-	-
Provision for corporate social responsibility recognised	3,299,041	2,950,463
Utilization of corporate social responsibility	(2,072,156)	(582,725)
Balance at the end of the year	7,540,098	6,313,213

During the year company has expensed Rs. 582,725 under CSR Expenses and details are as follows:

Future Minimum Lease Payments	Amount In NPR	
	Current Year	Previous Year
Contribution towards health related sector of remote area	366,195	
Contribution towards Old age home, Orphanage and Balmandir	511,000	300,000
Contribution towards education sector	1,194,961	282,725
Total Amount Expensed Under CSR	2,072,156	582,725

60. Miscellaneous

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

61. Others

a). Regarding Claim Payment of Khilung Kalika Agro Farm P. Ltd.

Three separate Agro Policy having sum insured 341 lakh had been issued to M/s Khilung Kalika Agro Farm P.Ltd., on 10th Ashadh 2076. Claim Intimation for the two policy was lodged by insured and recorded on 12 Shrawan, 2076. After review of file, then claim committee (board level) decided and recommended for claim payment of Rs. 2,26,70,668 on 28 Kartik, 2076. Same decision was ratified by the Board Meeting held on 29 Kartik, 2076.

After due verification of claim file, confirming RI segregation and receiving Claim committee Minute and Board decision Minute, Claim Amount of Rs. 2,26,70,668 had been paid in different dates.

RI portion Rs. 1,80,74,855 to be received from Nepal Reinsurance Company Ltd. However, citing various grounds, such amount was denied to be paid by the Nepal Reinsurance Company Ltd. Against the decision, formal case was filed in Beema Samiti on 26 Magh, 2078. On 05 Shrawan 2079, Beema Pradhikaran (Then Beema Samiti) decided case in favour of Sanima GIC Insurance Ltd. (Then General Insurance Company Nepal Ltd),

Nepal Reinsurance Company Ltd. not being satisfied with the decision of Nepal Insurance Authority has filed the petition in Patan High Court. Patan High court has returned the file to Nepal Insurance Authority for further decision making.

Annexure II

Minimum Disclosure in Board Report (Year Ended Upto Ashadh 31, 2081)

- A Information related to Non Life Insurer**
- 1 Date of establishment**
The company was established on 2064.03.07 at CRO, Tripureshwore, Kathmandu.
- 2 Insurer licence date**
The company obtained the licence from regulatory body (Beema Samiti) on 2074.10.24.
- 3 Insurance business type, nature**
The company carries on Non- Life Insurance Business.
- 4 Date of commencement of business**
Company started its commercial operation from 2075.03.27.
- 5 Other matters which insurer wish to include**
- B Following matters are approved by Board of Directors**
- 1 Tax, service charges, fine and penalties to be paid under laws & regulation whether paid or not**
The tax has been paid on time to IRD and other charges relating to other corporate bodies has been paid on time.
- 2 Share structure of the insurer, changes if any in line with prevailing laws & regulation**
There has been no any change in share structure of company as compared to previous year.
- 3 Whether solvency ratio as prescribed by Nepal Insurance Authority is maintained or not**
Solvency Ratio as prescribed by the Nepal Insurance Authority has been maintained by the company.
- 4 a) Statement regarding assets that financial amount contained in SOFP are not overstated than it's fair value.
b) Measurement basis of the assets recognized in financial statements.**
The value of asset mentioned in the statement of financial position has not been overstated than the fair value of such asset. Fair Value, Cost Basis and Amorfised cost basis method has been applied to recognise the assets in the financial statement.
- 5 Declaration on investment made by insurer that are in line with prevailing laws. If not reason to be disclosed.**
The investment made by the company are in line with the prevailing laws directive issued by the regulatory body.
- 6 Number of claim settled within the year and outstanding claim number and time frame to settle the outstanding claim.**
Total no of claim settled during the current financial year is 8,577 and claim outstanding as on year end is 4,977 and normally the claim are settled in the time frame as directed by the regulatory body, in some exception there is some delay for settling of claim due to insufficient documents.
- 7 Declaration on compliance with the provision of Insurance Act 2079, Company Act 2063, NFRSs and other prevailing laws & regulation to which insurer shall adhere to and any non compliance with reasons thereof.**
Company's financial statements are prepared as complied with Insurance Act 2079, Company Act 2063, NFRSs and other prevailing laws & regulation that needs to be adhered.
- 8 Declaration that the appropriate accounting policy has been consistently adopted.**
The company has consistently applied the appropriate accounting policy for the preparation of financial statement.
- 9 Declaration on Financial Statements as at Reporting Date that the insurer's Financial Position and Financial Performance are presented true & fairly.**
The financial statement prepared as of reporting date are presented true and fairly.
- 10 Declaration that Board of Directors have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.**
The BOD of company has adopted the necessary provision to safeguard the assets and for identification and mitigation against losses due to fraud and embezzlement.
- 11 Declaration that Financial Statements have been prepared based on going concern basis.**
The financial statement have been prepared based on going concern basis.
- 12 Declaration that the internal control system is commensurate with the size, nature & volume of the insurer's business.**
The internal control system commensurate with the size, nature & volume of the insurer's business is adequate.
- 13 Declaration that the insurer has not conducted any transactions contrary to Insurance Act, 2079, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.**
The company has not conducted any transactions contrary to Insurance Act, 2079, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.
- 14 Disclosure on any penalties, levied by Nepal Insurance Authority for the particular financial year.**
No any fines and penalties has been leived by Nepal Insurance Authority pertaining to current fiscal year.
- 15 Other disclosure which is deemed appropriate by management**

Annexure III

Major Financial Indicator

Amount In NPR

S.N.	Particular	Indicators	Fiscal Year				
			2081-82	2080-81	2079-80	2078-79	2077-78
A. Equity							
1	Net worth	NRs.	3,260,951,417	2,969,071,902	2,652,480,253	1,230,360,658	1,118,315,079
2	Net Profit	NRs.	336,783,313	318,168,093	273,547,532	111,978,277	56,630,214
3	Number of Shares	Number	21,500,000	20,000,000	20,000,000	10,000,000	10,000,000
4	Earning per Shares (EPS)	NRs.	15.66	15.91	13.68	11.20	5.66
5	Book value per shares	NRs.	152	148	133	123	112
6	Dividend per Shares (DPS)	NRs.	-	7.89	-	-	-
7	Market Price per Shares (MPPS)	NRs.	610	650	365	365	731
8	Price Earning Ratio	Ratio	38.94	40.85	26.69	32.60	129.08
9	Change in Equity	%	9.83	11.94	25.47	10.02	45.34
10	Return on Equity	%	10.81	11.32	10.96	9.54	6.00
11	Affiliate Ratio	%	-	-	-	-	-
12	Capital to Total Net Assets Ratio	%	65.93	67.36	75.40	81.28	89.42
13	Capital to Technical Reserve Ratio	%	258.49	248.59	260.23	358.21	491.95
14	Market Share	%	6.45	6.38	5.14	3.02	2.16
15	Solvency Margin	%	585.00	262.00	217.55	247.59	225.71
B. Income:							
16	Net Earnings Ratio	%	44.07	44.04	49.22	48.44	34.12
17	Gross Earned Premium Growth Rate	%	0.77	19.47	146.92	67.21	60.25
18	Direct Premium Growth Rate	%	8.01	28.40	98.27	58.40	83.63
18.1	Property	%	9.89	38.11	95.27	58.74	96.05
18.2	Motor	%	(2.81)	2.93	73.58	46.19	60.00
18.3	Marine	%	12.30	18.28	40.54	59.33	98.51
18.4	Engineering	%	41.06	36.03	152.37	114.06	352.17
18.5	Micro	%	(100.00)	(95.04)	67.06	(88.61)	144.63
18.6	Aviation	%	(49.69)	80.58	-	-	-
18.7	Cattle and Crop	%	2.26	2.95	50.44	12.38	32.58
18.8	Miscellaneous	%	(15.23)	56.18	63.32	98.74	86.01
19	Retention Ratio	%	30.19	28.76	26.43	27.14	32.59
20	Net Reinsurance Inflow/(Outflow)	Amt in Crore	(84.25)	(92.50)	(38.63)	(40.61)	(26.25)
21	Reinsurance commission Income/Premium Ceded	%	20.70	23.78	25.88	26.35	26.66
22	Gross Earned Premium to Equity	%	77.63	84.61	79.28	69.22	45.54
23	Net Earned Premium to Equity	%	23.44	24.34	20.95	18.79	14.84
24	Gross Earned Insurance Premium/ Total Assets	%	32.97	37.17	46.46	35.62	31.30
25	Gross Premium to Equity	%	86.90	89.15	78.43	85.32	61.10
26	Net Profit/ Gross Insurance Premium	%	11.89	12.02	13.15	10.67	8.29
27	Yield on Investment & Loan	%	5.02	8.21	11.07	8.07	7.88
C. Expenses:							
28	Reinsurance Ratio	%	69.81	71.24	73.57	72.86	67.41
29	Management expenses Ratio	%	20.69	20.93	20.85	16.02	19.30
30	Regulatory Expense Ratio	%	1.48	2.26	1.43	1.42	1.28
31	Employee Expenses/ Number of Employees	NPR	995,565	933,131	727,491	545,985	576,944
32	Commission Ratio	%	1.77	1.48	1.81	1.80	2.24
33	Employee Expenses to Total Expenses (Excluding Claim & Other Direct)	%	67.85	65.48	65.03	59.86	61.26
34	Expense Ratio	%	9.69	9.75	9.04	6.75	7.20
35	Loss Ratio	%	49.81	55.57	53.76	49.51	64.19
36	Combined Ratio	%	59.50	65.31	62.80	56.26	71.39
D. Assets:							
37	Increment in Investment	%	2.05	13.73	6.12	16.89	61.38
38	Increment in Loan	%	49.96	30.93	108.66	-	-
39	Liquidity Ratio	%	249.25	237.06	245.61	233.88	524.76
40	Return on Assets	%	4.39	4.71	4.31	4.14	2.73
41	Long term Investments to Total Investments	%	10.82	4.77	3.74	1.50	1.43

Annexure III

Major Financial Indicator

Amount In NPR

S.N.	Particular	Indicators	Fiscal Year				
			2081-82	2080-81	2079-80	2078-79	2077-78
42	Short term Investments/Total Investments	%	89.18	95.23	96.26	98.50	98.57
43	Total Investment & Loan to Gross Insurance Contract Liabilities	%	83.48	101.32	97.26	147.47	193.62
44	Reinsurer Receivable to Total Assets	%	1.80	2.36	3.19	-	-
45	Investment in Shares/ Total Net Assets	%	9.24	3.10	1.50	0.39	0.11
46	Investment in Unlisted Shares to Total Assets	%	0.12	0.13	0.15	0.10	0.06
E. Liabilities:							
47	Increment in Gross Insurance Contract Liabilities	%	24.11	9.23	53.99	53.99	128.37
48	Gross Technical Provision to Gross Earned Premium	%	162.14	131.65	143.98	121.56	132.00
49	Gross Technical Provision to Equity	%	125.88	111.39	114.15	84.14	60.12
50	No. of Outstanding Claim / Number of Claim Paid	%	62.75	58.03	73.58	106.79	74.09
51	No. of Outstanding Claim/ No. of Intimated Claim	%	38.56	36.72	42.39	51.64	42.56
52	Total Number of Inforce Policies	No.s	148,017	145,730	154,013	86,438	71,203
53	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	41	23	28	16	13
F. Others:							
54	Number of Offices	Nos	66	63	63	27	20
55	Number of Agents	Nos	247	130	130	77	64
56	Number of Employees	Nos	355	369	392	200	140
57	Number of Surveyor	Nos	210	210	210	246	173
58	Employee Expenses to No. of Employees	NPR	995,565	933,131	727,491	545,985	576,944

Annexure IV

Details of Insured Amount

Amount In NPR

S.N.	Insurance Types	Existing Insurance Policies Numbers		Insured Amount against Existing Insurance Policies		"Insured Risk Ceded to Re-Insurer"		Net Insured Risk Retained by Insurer	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Property	34,601	31,510	342,054,956,167	330,816,825,952	262,996,125,125	258,029,055,017	79,058,831,042	72,787,770,935
2	Motor	82,979	92,606	38,014,345,734	36,595,913,600	5,556,206,116	6,025,111,808	32,458,139,618	30,570,801,792
3	Marine	10,728	7,297	80,038,228,026	64,217,633,069	59,567,821,388	47,604,590,926	20,470,406,638	16,613,042,143
4	Engineering	3,822	2,087	136,812,195,799	76,408,428,062	125,874,880,348	69,599,114,938	10,937,315,451	6,809,313,124
5	Micro	-	144	-	168,944,000	-	101,366,400	-	67,577,600
6	Aviation	5	5	421,653,852,698	421,653,852,698	421,611,687,312	421,611,687,312	42,165,386	42,165,386
7	Cattle and Crop	3,486	2,926	1,996,109,217	1,888,233,549	1,644,904,395	1,571,071,113	351,204,822	317,162,436
8	Miscellaneous	12,396	9,155	151,439,719,242	195,409,035,814	106,030,765,904	137,420,451,086	45,408,953,338	57,988,584,728
Total		148,017	145,730	1,172,009,406,883	1,127,158,866,744	983,282,390,588	941,962,448,600	188,727,016,295	185,196,418,144

I, Sahib Singh Khosla HSC(Ke) MSc FIA FeASK, being a Fellow of the Institute and Faculty of Actuaries and approved by Nepal Insurance Authority (NIA), having conducted actuarial valuation in accordance with the NIA guidelines as at 16 July 2025 do hereby certify as under:

- a) that in my opinion the actuarial liabilities of general insurance have been investigated and assessed by me in accordance with the provisions of the Insurance Act; and
- b) that the actuarial estimates of the reserves of the Company as at 16 July 2025 are adequate and may be provided accordingly.

Sanima is adequately capitalised. We shall continue monitoring the solvency position in subsequent valuation periods.

Recommendations

Lux recommends the following:

- We recommend that Sanima considers diversifying its portfolio in order to minimise exposure to catastrophic classes such as Engineering and Property as well as onerous classes of business such as Crop and Livestock



Sincerely,

Sahib Singh Khosla **HSC(Ke) MSc FIA C. Act FeASK**

Fellow of the Institute & Faculty of Actuaries, U.K

Director, Lux Actuaries and Consultants

8th Floor, Mirage Tower 3, Westlands, Nairobi

28 January 2026

Risk-based capital (RBC)

Balance Sheet

Amount in NPR

PARTICULARS	FINANCIAL STATEMENT	SOLVENCY BALANCE SHEET
ASSETS		
Goodwill	40,100,000	-
Deferred acquisition costs	32,807,527	-
Intangible assets	2,337,389	-
Deferred tax assets	148,736,986	-
Pension benefit surplus	-	-
Property, plant & equipment held for own use	119,957,184	52,392,221
Investments (other than replicating unit portion index/unit-linked contracts)	3,426,567,531	3,405,309,739
Investments in properties (other than for own use)	-	-
Investment in subsidiaries	-	-
Investment in associates	-	-
Equities	298,099,840	298,099,840
Equities - listed in stock exchange licensed by SEBON	288,539,840	288,539,840
Equities - listed in stock exchange other than licensed by SEBON	-	-
Equities - unlisted	9,560,000	9,560,000
Bonds	67,243,000	73,875,422
Government Bonds	-	-
Corporate Bonds	67,243,000	73,875,422
Fixed-income bonds with no option	67,243,000	73,875,422
Floating rate notes	-	-
Other bonds with embedded interest rate derivatives	-	-
Structured notes	-	-
Collateralised securities	-	-
Collective Investments Undertakings	3,189,033	3,182,277
Derivatives	-	-
Deposits other than cash equivalents	3,037,000,000	3,009,562,759
Other investments	-	-
Loans and mortgages	21,035,658	20,589,441
Loans on policies	-	-
Other loans with collateral or guarantees	-	-
Other loans without collateral or guarantees	21,035,658	20,589,441
Assets replicating the unit portion of index/unit-linked contracts	-	-
Reinsurance recoverables from:	3,420,329,324	3,133,570,500
Non-life technical reserves (after risk correction)	3,272,976,067	3,009,118,193
Life excluding index-linked and unit-linked technical reserves (after risk correction)	-	-
Life index-linked and unit-linked technical reserves (after risk correction)	-	-
Deposits to cedants (related to accepted reinsurance)	-	-
Reinsurance receivables	147,353,257	124,452,306
Current tax assets (net)	35,430,844	35,430,844
Insurance, coinsurance and intermediaries receivables	147,866,226	147,866,226
Receivables from insurers other than coinsurance	-	-
Receivables from coinsurance/pools	147,866,226	147,866,226
Receivables from intermediaries	-	-
Own shares (held directly)	-	-
Amounts due in respect own equity items called up but not yet paid in	-	-
Cash and cash equivalents	301,126,235	301,126,235
Any other assets, not elsewhere shown	498,392,386	498,392,386
TOTAL ASSETS	8,173,651,632	7,574,088,151

Continued

Amount in NPR

PARTICULARS	FINANCIAL STATEMENT	SOLVENCY BALANCE SHEET
LIABILITIES (WITHOUT transitionals)		
Technical provisions - non-life	4,104,734,467	4,104,734,467
Best Estimate Direct Insurance (excluding Earthquake reserves)	4,016,006,709	4,016,006,709
Best estimate Direct Insurance Earthquake reserves	9,412,329	9,412,329
Margin over best estimate Direct insurance	9,235,445	9,235,445
Best estimate Accepted reinsurance (excluding Earthquake reserves)	70,077,319	70,077,319
Best estimate Accepted Earthquake reserves	1,163	1,163
Margin over best estimate Accepted reinsurance	1,502	1,502
Technical provisions - life (excluding index-linked and unit-linked)	-	-
Best Estimate Direct insurance participating life insurance	-	-
Best Estimate Direct insurance non-participating life insurance	-	-
Margin over best estimate Direct insurance	-	-
Best estimate Accepted reinsurance	-	-
Margin over best estimate Accepted reinsurance	-	-
Technical provisions - index-linked and unit-linked life insurance contracts	-	-
Technical provisions calculated as a whole (unit reserves)	-	-
Best Estimate (non unit reserves)	-	-
Margin over best estimate	-	-
Other technical provisions	-	-
Reinsurance deposits and payables	317,880,284	317,880,284
Deposits from reinsurers	-	-
Reinsurance payables	317,880,284	317,880,284
Insurance, coinsurance and intermediaries payables	18,632,963	18,632,963
Payables to insurers other than coinsurance	-	-
Payables to coinsurance/pools	7,571,192	7,571,192
Payables to intermediaries	11,061,771	11,061,771
Other payables (not related to insurance or reinsurance)	-	-
Debts owed to credit institutions	-	-
Other financing debts	-	-
Qualified as Tier 1 Available Capital Resources	-	-
Qualified as Tier 2 Available Capital Resources	-	-
Not qualified as Available Capital Resources	-	-
Derivatives	-	-
Current tax liabilities	-	-
Provisions other than technical provisions	53,694,407	53,694,407
Contingent liabilities	-	-
Pension benefit obligations	34,048,503	34,048,503
Deferred tax liabilities	-	-
Any other liabilities, not elsewhere shown	383,709,587	383,709,587
TOTAL LIABILITIES	4,912,700,211	4,912,700,211
Excess of assets over liabilities	-	2,661,387,940
EQUITY	-	-
Share capital	2,150,000,000	-
Share application money pending allotment	-	-
Share premium	-	-
Special reserves	749,574,150	-
Catastrophe reserves	45,941,796	-
Retained earnings	174,907,556	-
Other equity	140,527,918	-
Revaluation reserves	-	-
Capital reserves	-	-
Corporate Social Responsibility Reserves (CSR)	7,540,098	-
Insurance Fund	-	-
Fair Value Reserves	(39,094,419)	-
Actuarial reserves	-	-
Deferred Tax Reserves	131,982,239	-
Other reserves	40,100,000	-
Total Equity	3,260,951,420	-

Risk-based capital (RBC)

Risk Calculation

TOTAL RBC

Market risk	Credit risk	Life insurance risk	Non-life insurance risk	Sum of capital charges	Aggregation with correlations	Diversification benefits	Operational risk before floor/cap	Operational risk after floor/cap	Total Risk-Based Capital	Amount in NPR
111,094,567.53	157,633,746.37	-	238,103,144.76	506,831,458.66	391,661,471.93	115,169,986.73	113,346,563.53	39,166,147.19	430,827,619.12	

1. Market risk

Interest rates risk	Spread risk	Equity risk	Property risk	Currency risk	Concentration risk	Sum of capital charges	Aggregation with correlations	Diversification benefits	Amount in NPR
111,196,447.67	48,263,023.08	61,682,217.61	4,191,377.68	6,657,136.88	6,190,518.27	138,180,721.20	111,094,567.53	27,086,153.67	

1.0 Spread risk

Particulars	Total assets						Bonds			"Assets Unit portion unit-linked contracts" Valuation solvency BS	
	Valuation solvency BS	RBC before risk mitigation	Reduction RBC due mitigation	RBC net risk mitigation	Valuation solvency BS	Total capital requirement including concentration risk	Total capital requirement including concentration risk	Part corresponding concentration risk	Valuation solvency BS		RBC before risk mitigation
Class 1	73,267,809.18	290,403.58	-	290,403.58	5,854,953.81	128,808.98	-	-	-	-	-
Class 2	233,282,078.28	1,154,085.73	-	1,154,085.73	-	-	-	-	-	-	-
Class 3	981,588,842.69	6,480,520.49	-	6,480,520.49	8,318,719.82	355,748.06	-	-	-	-	-
Class 4	1,482,193,746.11	30,190,586.29	-	30,190,586.29	34,741,759.66	1,901,011.56	-	-	8,275,724.00	341,736.80	-
Class 5 (subclass 5)	320,389,445.85	14,794,451.48	-	14,794,451.48	25,032,519.00	2,430,176.54	-	-	-	-	-
Class 5 (subclass 6)	13,378,230.53	412,076.54	-	412,076.54	-	-	-	-	-	-	-
Class 5 (subclass 7)	-	-	-	-	-	-	-	-	-	-	-
Class 5 (subclass 8)	-	-	-	-	-	-	-	-	-	-	-
TOTAL	3,104,100,152.64	53,322,124.12	-	53,322,124.12	73,947,952.30	4,815,745.14	-	-	8,275,724.00	341,736.80	-

Amount in NPR

Term deposits

Particulars	Total capital requirement including concentration risk			Part corresponding concentration risk			"Assets Unit portion unit-linked contracts"
	Valuation solvency BS	RBC before risk mitigation	Reduction RBC due mitigation	Valuation solvency BS	RBC before risk mitigation	Valuation solvency BS	
Class 1	67,412,855.36	161,594.59	-	-	-	-	-
Class 2	233,282,078.28	1,154,085.73	-	-	-	-	-
Class 3	973,270,122.86	6,124,772.44	-	-	-	-	-
Class 4	1,447,451,986.45	28,289,574.74	-	314,995,999.00	4,717,364.24	-	-
Class 5 (subclass 5)	274,767,485.78	11,054,443.95	-	-	-	-	-
Class 5 (subclass 6)	13,378,230.53	412,076.54	-	-	-	-	-
Class 5 (subclass 7)	-	-	-	-	-	-	-
Class 5 (subclass 8)	-	-	-	-	-	-	-
TOTAL	3,009,562,759.27	47,196,547.99	-	314,995,999.00	4,717,364.24	-	-

Amount in NPR

Loans

Particulars	Total capital requirement including concentration risk			Part corresponding concentration risk			"Assets Unit portion unit-linked contracts"
	Valuation solvency BS	RBC before risk mitigation	Reduction RBC due mitigation	Valuation solvency BS	RBC before risk mitigation	Valuation solvency BS	
Class 1	-	-	-	-	-	-	-
Class 2	-	-	-	-	-	-	-
Class 3	-	-	-	-	-	-	-
Class 4	-	-	-	-	-	-	-
Class 5 (subclass 5)	20,589,441.06	1,309,830.99	-	-	-	-	-
Class 5 (subclass 6)	-	-	-	-	-	-	-
Class 5 (subclass 7)	-	-	-	-	-	-	-
Class 5 (subclass 8)	-	-	-	-	-	-	-
TOTAL	20,589,441.06	1,309,830.99	-	-	-	-	-
RBC Concentration risk		5,059,101.04					

1.1 Equity risk

Valuation solvency balance sheet

Total capital requirement including concentration risk				Amount In NPR
Particulars	Market licensed by SEBON	Market licensed others	Non traded in licensed market	
Valuation	291,607,584.81	-	-	9,602,001.87
Capital charge before risk mitigation	59,451,870.93	-	-	3,361,763.92
Reduction due to risk mitigation	-	-	-	-
Capital charge net mitigation	59,451,870.93	-	-	3,361,763.92
Final capital requirement equity risk (including concentration capital charge)	62,813,634.85			

Part corresponding concentration risk				Amount In NPR
Particulars	Market licensed by SEBON	Market licensed others	Non traded in licensed market	
Valuation	6,649,141.00	-	-	3,574.00
Capital charge before risk mitigation	1,130,353.97	-	-	1,063.27
Reduction due to risk mitigation	-	-	-	-
Capital charge net mitigation (Capital requirement concentration risk)	-	-	-	1,131,417.24

Corresponding unit portion of unit/index-linked				Amount In NPR
Particulars	Market licensed by SEBON	Market licensed others	Non traded in licensed market	
Valuation	-	-	-	-
Capital charge before risk mitigation	-	-	-	-
Reduction due to risk mitigation	-	-	-	-
Capital charge net mitigation	-	-	-	-

1.2 Interest rate risk

Particulars	Baseline (solvency balance sheet)		Stress: Increase interest rates (paragraph 44 Annexure III RBC Directive)		
	Assets	Liabilities	Assets	Liabilities	Impact stress
Life	-	-	-	-	-
Non-life discounting	3,104,027,623.00	553,632,456.45	3,058,145,646.00	498,269,210.81	9,481,268.65

Particulars	Stress: Decrease interest rates (paragraph 44 Annexure III RBC Directive)			Capital charge
	Assets	Liabilities	Impact stress	
Life	-	-	-	-
Non-life discounting	3,148,849,710.00	608,995,702.10	(10,541,158.65)	10,541,158.65

Non-life no discount

Residual term to maturity	Amount In NPR					
	X ≤ 1 month	1 < X ≤ 3 months	3 < X ≤ 6 months	6 < X ≤ 12 months	1 < X ≤ 2 years	2 < X ≤ 3 years
Asset	491,136,604.92	1,020,108,918.66	1,594,193,039.08	1,089,231,848.25	210,810,383.03	-
Liabilities	478,941,554.40	994,779,347.06	1,554,608,808.42	1,062,185,936.19	205,575,906.01	-
Charge percentage	0.00%	0.20%	0.50%	1.00%	1.40%	2.00%
Charge NPR	-	50,659.14	197,921.15	270,459.12	73,282.68	-

Residual term to maturity	Amount In NPR				
	3 < X ≤ 4 years	4 < X ≤ 5 years	5 < X ≤ 7 years	7 < X ≤ 10 years	More than 10 years
Asset	3,638,048.93	-	60,941,685.16	-	-
Liabilities	3,547,715.22	-	59,428,487.16	-	-
Charge percentage	2.70%	3.20%	4.00%	4.80%	6.20%
Charge NPR	2,439.01	-	60,527.92	-	655,289.03

1.3. Currency risk

Amount In NPR

Particulars	US Dollar	Indian Rupies	Chinese Yuan	Euros	Other with net short positionw	Other with net long position	
Assets expressed in	87,910,571.00	-	-	-	-	-	
Liabilities expressed in	4,696,360.00	-	-	-	-	-	
Equity items expressed in	-	-	-	-	-	-	
Net position	83,214,211.00	-	-	-	-	-	RBC currency 6,657,136.88

1.4. Property risk

Amount In NPR

Particulars	Valuation	Capital charge before mitigation	Reduction due to mitigation	Capital charge net mitigation	
Total properties	52,392,221.00	4,191,377.68	-	4,191,377.68	(including concentration capital charge)
Properties Own use	52,392,221.00	4,191,377.68	-	4,191,377.68	
Properties not own use	-	-	-	-	
Part with SCR concentration	-	-	-	-	<--- Capital requirement concentration risk
Unit portion of unit/index linked					

2. Credit risk

2.1. Other assets (non-investments)

Amount In NPR

Particulars	Assets non-reinsurance non bank balances		Bank balances	
	Valuation	Capital charge	Valuation	Capital charge
Class 1	93,449,049.00	1,495,184.78	1,437,551.80	10,062.86
Class 2	-	-	1,776,691.22	12,436.84
Class 3	-	-	132,175,561.08	1,718,282.29
Class 4	-	-	152,492,236.41	6,197,146.12
Class 5 (subclass 5)	588,240,408.02	70,588,848.96	7,900,181.76	560,912.90
Class 5 (subclass 6)	-	-	5,344,012.86	379,424.91
Class 5 (subclass 7)	-	-	-	-
Class 5 (subclass 8)	-	-	-	-
TOTAL	681,689,457.02	72,084,033.75	301,126,235.13	8,878,265.93

2.2 Reinsurance assets

Amount In NPR

Particulars	Unearned Premium Reserves	Outstanding claims provision	Total Technical Provisions Reinsurance (after credit risk reduction)	Net exposures derived from other balances	"Reporting entity. Total exposure before risk mitigation and AFTER risk correction"	Capital requirement as per paragraph (40)
Class 1	-	267,900,000.00	267,900,000.00	-	267,900,000.00	3,214,800.00
Class 2	621,361,914.78	808,059,612.00	1,436,073,224.01	-	1,293,911,853.67	15,526,942.24
Class 3	164,347,447.61	104,667,789.00	268,073,683.28	-	242,320,870.40	4,361,775.67
Class 4	280,149,723.68	514,739,328.00	789,471,817.82	14,598,169.46	804,069,987.29	32,966,869.48
Class 5 (subclass 5)	33,549,298.90	192,213,780.00	216,281,029.58	-	207,536,990.17	18,678,329.12
Class 5 (subclass 6)	10,348,814.69	30,377,376.00	31,318,440.64	-	21,363,668.68	1,922,730.18
Class 5 (subclass 7)	-	-	-	-	-	-
Class 5 (subclass 8)	-	-	-	-	-	-
TOTAL	1,109,757,199.66	1,917,957,885.00	3,009,118,195.34	14,598,169.46	2,837,103,370.21	76,671,446.69

Amount In NPR

Particulars	Exposure with increased capital charge as per paragraph (40a)	Increase of the capital charge as per paragraph (40a)	Capital requirement as per para (40) + (40a)	"Exposure covered with collateral/ guarantor (credit risk adjusted)"	Total capital requirement net of risk mitigation
Class 1	-	-	3,214,800.00	-	3,214,800.00
Class 2	-	-	15,526,942.24	-	15,526,942.24
Class 3	-	-	4,361,775.67	-	4,361,775.67
Class 4	-	-	32,966,869.48	-	32,966,869.48
Class 5 (subclass 5)	-	-	18,678,329.12	-	18,678,329.12
Class 5 (subclass 6)	-	-	1,922,730.18	-	1,922,730.18
Class 5 (subclass 7)	-	-	-	-	-
Class 5 (subclass 8)	-	-	-	-	-
TOTAL	-	-	76,671,446.69	-	76,671,446.69

2.3 Off-balance sheet assets

Valuation	Capital charge
-	1.00%

3. Life insurance risk

Amount In NPR

Particulars	Assets	Liabilities	"Net Asset Value (NAV)"	Impact stresses
Baseline	-	-	-	-
Mortality stress	-	-	-	-
Longevity stress	-	-	-	-
Disability risk	-	-	-	-
Lapse risk	-	-	-	-
Expenses risk	-	-	-	-
Catastrophe risk (CAT risk)	-	-	-	-

4. Non-life insurance risk

4.1 General business

Amount In NPR

Particulars	Property - Commercial	Property - Personal	Motor Own Damage	Motor Third Party Liability	Marine	Engineering	Aviation
Outstanding claims reserve	145,166,597.16	259,830.00	264,544,116.95	43,216,537.87	15,138,155.54	66,383,986.71	-
Capital charge percentage	20.00%	15.00%	10.00%	10.00%	25.00%	20.00%	20.00%
Capital charge	29,033,319.43	38,974.50	26,454,411.69	4,321,653.79	3,784,538.89	13,276,797.34	-
Earned premiums net of reinsurance	76,344,904.38	6,384,851.00	283,696,183.57	156,412,820.05	54,867,984.64	8,866,087.35	62,387,345.07
Capital charge percentage	25.00%	20.00%	15.00%	15.00%	30.00%	25.00%	25.00%
Capital charge	19,086,226.09	1,276,970.20	42,554,427.54	23,461,923.01	16,460,395.39	2,216,521.84	15,596,836.27

Particulars	Cattle Insurance	Crop Insurance	Micro Insurance	Group Personal Accident	Personal Accident	Health	Trekking
Outstanding claims reserve	3,001,162.28	305,167.00	120,072.00	6,558,318.20	-	18,945,810.27	-
Capital charge percentage	10.00%	10.00%	10.00%	25.00%	25.00%	25.00%	25.00%
Capital charge	300,116.23	30,516.70	12,007.20	1,639,579.55	-	4,736,452.57	-
Earned premiums net of reinsurance	11,748,365.52	218,408.23	325,687.00	14,316,718.55	-	74,061,504.41	-
Capital charge percentage	15.00%	15.00%	15.00%	30.00%	30.00%	30.00%	30.00%
Capital charge	1,762,254.83	32,761.24	48,853.05	4,295,015.56	-	22,218,451.32	-

Risk-based capital (RBC)

Amount In NPR

Particulars	Product Liability	Directors And Officers Liability	Public Liability	Cash Insurance	Bankers Indemnity Insurance	Other Miscellaneous	Life Accepted Insurance	Total Non-Life
Outstanding claims reserve	-	-	90,527.94	17,158.00	1,319,365.70	895,006.16	-	565,961,811.77
Capital charge percentage	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	10.00%	
Capital charge	-	-	22,631.98	4,289.50	329,841.42	223,751.54	-	84,208,882.33
Earned premiums net of reinsurance	-	-	1,634,047.97	1,959,112.78	877,942.16	10,165,421.89	-	764,267,384.57
Capital charge percentage	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	15.00%	
Capital charge	-	-	490,214.39	587,733.84	263,382.65	3,049,626.57	-	153,401,593.77

4.2 Non-life catastrophe risk

Amount In NPR

Earthquake Premium Reserve (EPR) net reinsurance			Earthquake Risk Exposure (ERE) net reinsurance retained exposure		
Valuation	Charge %	Charge EPR	Valuation	Charge %	Charge ERE
9,413,492.31	1.25%	117,668.65	30,000,000.00	1.25%	375,000.00

5. Operational risk

Amount In NPR

Gross policy provisions	Gross written premiums over last 12 months (FY 2080-2081)	Gross written premiums over the previous financial year	"Charge on gross policy provisions (percentage)"	Charge on gross written premiums last 12 months	Charge on increase gross written premiums
4,104,734,466.90	2,833,664,088.36	2,646,862,482.00	0.50%	4.00%	0.40%

Threshold to trigger charge on increase gross written premiums	"Charge on gross policy provisions (in NPR units)"	"Charge on gross written premiums (in NPR units)"	"Charge on increase gross written premiums (in NPR units)"	Operational risk charge before caps and floor RBC
20.00%	20,523,672.33	113,346,563.53	-	113,346,563.53

Risk-based capital (RBC)

Solvency

Amount In NPR

PARTICULARS	SOLVENCY BALANCE SHEET	
"TIER 1 CAPITAL. List of items (capital resources that absorb losses on a going-concern basis and in winding-up basis)"		
Excess of assets over liability as per Solvency Balance Sheet	2,661,387,940.13	
Add: Paid-in (paid-up) subordinated debts qualified as tier 1 Available Capital Resources	-	
Less: Revaluation reserve	-	
Less: CSR Reserve	(7,540,098.00)	
Less: Fair value reserve	-	
Less: Actuarial reserve	-	
Less: Excess of deferred tax reserve shown in equity of 02.01 BS over deferred tax assets as per Financial Statement	-	
Less: Assets pledged by the insurer when the facility guaranteed is not in the liability side of the solvency balance sheet	-	
Less: Credit Facilities granted by the insurer and secured by its own shares when the facility is not in the liability side	-	
Less: Direct and indirect investments, reciprocal cross holdings, arranged either directly or indirectly between financial institutions	(2,884.48)	
Less: Assets not valued at nil whose valuation in the solvency balance sheet should not increase the Available Capital Resources	(134,070,069.00)	
Less: Deduction as per para 66(6) of Risk-Based Capital and Solvency Directive if not valued at nil in solvency balance sheet	-	
Less: Deduction as per para 66(7) of Risk-Based Capital and Solvency Directive if not valued at nil in solvency balance sheet	-	
Less: Embedded profit if already included in surplus i.e. excess of assets over liability as per 02.01 BS	-	
TIER 1 - TOTAL BEFORE LIMITS	2,519,774,888.64	
TIER 2 CAPITAL. List of items (capital resources that absorb losses only in winding-up basis)		
Cumulative irredeemable preference shares qualified as tier 2 Available Capital Resources	-	
Irredeemable subordinated debts qualified as tier 2 Available Capital Resources	-	
Other capital resources qualified as Tier 2, including unpaid preference shares, unpaid subordinated debt, letters of credit, guarantees and mutual member calls	-	
Future profits embedded in the valuation of technical provisions (reserves)	-	
TIER 2 - TOTAL BEFORE LIMITS	-	
	Dividend during financial year 2079 - 2080	-
	Dividend during financial year 2080 - 2081	-
	Dividend during financial year 2081 - 2082	157,894,737.00
	Dividend expected during financial year 2082 - 2083	118,949,276.44
Maximum Distributable Profit 2081 - 2082		118,949,276.44
SOLVENCY SITUATION		
Risk-Based Capital Requirement	430,827,619.12	430,827,619.12
Reduction of life technical reserves due to transitional (only where approved by the NIA)	-	-
Reduction of non-life technical reserves due to transitional (only where approved by the NIA)	-	-
	Calculations without transitional	Calculations with transitionals
Tier 1 items before limits	2,519,774,888.64	2,519,774,888.64
Tier 1 Paid-in subordinated debt before limit	-	-
Reduction to limit up to 30% Tier 1	-	-
Tier 1 Paid-in subordinated debt after deduction of the limit	-	-
Exceptional increase para (65)(6) Annexure V of RBC Directive - only previous NIA approval	-	-
Tier 1 items after limits	2,519,774,888.64	2,519,774,888.64
Tier 2 before limits	-	-
Before limits - Future profits embedded in technical reserves	-	-
After limits - Future profits embedded in technical reserves	-	-
Recalculated Tier 2 after limits to Future profits embedded in technical reserves	-	-
Tier 2 after limit 40% RBC	-	-
Total Solvency Available Capital Resources	2,519,774,888.64	2,519,774,888.64
Solvency surplus/deficit	2,088,947,269.52	2,088,947,269.52
Solvency ratio	585%	585%
Supervisory Target Capital Level (paragraph (85) Annexure VI of RBC Directive (%))		1.30
	Calculations without transitional	Calculations with transitionals
MINIMUM CAPITAL REQUIREMENT	143,609,206.37	143,609,206.37
Tier 1 covering MCR	2,519,774,888.64	2,519,774,888.64
Tier 2 covering MCR	-	-
MCR surplus/deficit	2,376,165,682.27	2,376,165,682.27
MCR ratio	17.55	17.55

COMPARISON OF UNAUDITED AND AUDITED FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION - FY 2081-82

Amount In NPR

PARTICULARS	AS PER AUDITED FINANCIAL STATEMENT	AS PER UNAUDITED FINANCIAL STATEMENT	VARIANCE		REASON FOR VARIANCES
			AMOUNT	%	
Assets					
Goodwill & Intangible Assets	42,437,389	42,437,389	-	0.00%	
Property, Plant and Equipment	119,957,184	119,778,955	178,229	0.15%	
Investment Properties	-	-	-	0.00%	
Deferred Tax Assets	148,736,987	142,236,012	6,500,975	4.37%	
Investment in Subsidiaries	-	-	-	0.00%	
Investment in Associates	-	-	-	0.00%	
Investments	3,405,531,873	3,404,271,021	1,260,852	0.04%	
Loans	21,035,658	21,035,658	-	0.00%	
Reinsurance Assets	3,272,976,065	3,258,286,114	14,689,951	0.45%	
Current Tax Assets (Net)	35,430,844	35,133,952	296,892	0.84%	
Insurance Receivables	295,219,483	382,006,198	(86,786,715)	-29.40%	Due to Regrouping of Negative Balances.
Other Assets	400,229,324	475,347,220	(75,117,896)	-18.77%	Due to Transfer to Financial Assets
Other Financial Assets	138,595,703	65,170,135	73,425,568	52.98%	Due to Transfer from Other Assets
Cash and Cash Equivalents	301,126,235	301,494,002	(367,767)	-0.12%	
Total Assets	8,181,276,745	8,247,196,656	(65,919,911)	-0.81%	
Equity & Liabilities					
Equity					
Share Capital	2,150,000,000	2,150,000,000	-	0.00%	
Share Application Money Pending Allotment	-	-	-	0.00%	
Share Premium	-	-	-	0.00%	
Special Reserve	749,574,148	759,816,457	(10,242,309)	-1.37%	
Catastrophe Reserves	45,941,796	46,453,911	(512,115)	-1.11%	
Retained Earnings	172,729,113	183,288,730	(10,559,617)	-6.11%	
Other Equity	142,706,360	131,027,516	11,678,844	8.18%	
Total Equity	3,260,951,417	3,270,586,614	(9,635,197)	-0.30%	
Liabilities					
Provisions	95,368,025	95,719,190	(351,165)	-0.37%	
Gross Insurance Contract Liabilities	4,104,734,468	4,044,617,039	60,117,429	1.46%	
Deferred Tax Liabilities	-	-	-	0.00%	
Insurance Payables	325,451,476	433,835,924	(108,384,448)	-33.30%	Due to Regrouping of Negative Balances.
Current Tax Liabilities (Net)	-	-	-	0.00%	
Borrowings	-	-	-	0.00%	
Other Liabilities	346,793,425	355,342,740	(8,549,315)	-2.47%	
Other Financial Liabilities	47,977,934	47,095,149	882,785	1.84%	
Total Liabilities	4,920,325,328	4,976,610,042	(56,284,714)	-1.14%	
Total Equity and Liabilities	8,181,276,745	8,247,196,656	(65,919,911)	-0.81%	

COMPARISON OF UNAUDITED AND AUDITED FINANCIAL STATEMENTS

STATEMENT OF PROFIT & LOSS ACCOUNT - FY 2081-82

Amount in NPR

PARTICULARS	AS PER AUDITED FINANCIAL STATEMENT	AS PER UNAUDITED FINANCIAL STATEMENT	VARIANCE		REASON FOR VARIANCES
			AMOUNT	%	
Income:					
Gross Earned Premiums	2,531,533,850	2,545,643,531	(14,109,681)	-0.56%	
Premiums Ceded	(1,767,266,467)	(1,758,144,241)	(9,122,226)	0.52%	
Net Earned Premiums	764,267,383	787,499,290	(23,231,907)	-3.04%	
Commission Income	410,183,050	393,548,692	16,634,358	4.06%	
Other Direct Income	15,681,440	15,681,440	-	0.00%	
Income from Investments & Loans	170,154,384	170,139,324	15,060	0.01%	
Net Gains/ (Losses) on Fair Value Changes	-	-	-	0.00%	
Net Realised Gains/ (Losses)	107,999,373	107,018,848	980,525	0.91%	
Other Income	3,504,556	2,985,687	518,869	14.81%	Due to Motor TPL.
Total Income	1,471,790,186	1,476,873,281	(5,083,095)	-0.35%	
Expenses:					
Gross Claims Paid	1,163,622,859	1,155,397,295	8,225,564	0.71%	
Claims Ceded	(785,218,919)	(787,687,255)	2,468,336	-0.31%	
Gross Change in Contract Liabilities	495,251,186	579,880,514	(84,629,328)	-17.09%	Change due to finalisation of actuarial report.
Change in Contract Liabilities Ceded to Reinsurers	(484,659,989)	(560,582,019)	75,922,030	-15.67%	Change due to finalisation of actuarial report.
Net Claims Paid	388,995,137	387,008,535	1,986,602	0.51%	
Commission Expenses	44,865,601	44,300,784	564,817	1.26%	
Service Fees	5,856,814	4,354,070	1,502,744	25.66%	Transfer of service charge to other direct expenses.
Other Direct Expenses	24,959,213	20,753,579	4,205,634	16.85%	Due to transfer of service charge here from service charge
Employee Benefits Expenses	355,416,835	362,352,809	(6,935,974)	-1.95%	
Depreciation and Amortization Expenses	35,217,933	35,197,049	20,884	0.06%	
Impairment Losses	400,226	-	400,226	100.00%	Provision for Doubtful Debts made.
Other Operating Expenses	129,468,134	118,990,541	10,477,593	8.09%	
Finance Cost	3,360,630	3,360,630	-	0.00%	
Total Expenses	988,540,523	976,317,997	12,222,526	1.24%	
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	483,249,663	500,555,284	(17,305,621)	-3.58%	
Share of Net Profit of Associates accounted using Equity Method	-	-	-	-	
Profit Before Tax	483,249,663	500,555,284	(17,305,621)	-3.58%	
Income Tax Expense	(146,466,350)	(150,166,585)	3,700,235	-2.53%	
Net Profit/ (Loss) For The Year	336,783,313	350,388,699	(13,605,386)	-4.04%	
Other Comprehensive Income	(34,871,932)	(35,691,941)	820,009	-2.35%	
Total Comprehensive Income	301,911,381	314,696,758	(12,785,377)	-4.23%	
EPS	15.66	16.30	(0.63)		



नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY



मिति: २०८२।१२।०९

वि. वि. शा. : १४० (२०८२/०८३) च.नं. ५४०९

श्री सानिमा जिआईसी इन्स्योरेन्स लिमिटेड,
टंगाल, काठमाण्डौं।

Sanima GIC Insurance Ltd. Head Office	
RECEIVED	
No. २२६६	Date २०८२।१२।०९
Signature:	

विषय: आ.व. २०८१।८२ को वित्तीय विवरणको स-शर्त स्वीकृति बारे।

तहाँको मिति २०८२/१२/०९ (च.नं.३०१२(०८२/०८३) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०८१।८२ को वित्तीय विवरण सम्बन्धमा लेखिदैंछ।

उपरोक्त सम्बन्धमा बीमक श्री सानिमा जिआईसी इन्स्योरेन्स लिमिटेडबाट पेश भएको आ.व. २०८१।८२ 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.२०८१।८२ 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. बीमकले प्राधिकरणबाट तोकिए बमोजिमको चुक्ता पुँजी कायम गर्ने।
२. बीमकले NFRS-17 Insurance Contracts लागु गर्न आवश्यक तयारी गर्ने।
३. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रियालाई थप प्रभावकारी गराउने।
४. बीमकले पूनर्बीमक तथा बीमकसँग सम्बन्धित लेनादेना हिसाब राफसाफ गर्ने।
५. बीमकले जोखिम व्यवस्थापनलाई थप प्रभावकारी बनाउने।
६. बीमकको आर्थिक वर्षको चौथो त्रैमासिक अवधिको त्रैमासिक वित्तीय विवरण र वार्षिक वित्तीय विवरणको Statement of Financial Position, Statement of Profit or loss तथा Statement of Other Comprehensive Income विवरणको विभिन्न शिर्षकहरुमा दश प्रतिशत भन्दा बढी रकमले फरक भएको देखिएकोले आगामी दिनमा सो कैफियतलाई सुधार गर्ने।
७. बीमकले वार्षिक प्रतिवेदन तयार गर्दा मिति २०८१/०७/१३ गते प्राधिकरणबाट जारी परिपत्र (ने.बी.प्रा. ९५ (२०८१/०८२) च.नं. २०४०- वि.वि.शा. १) बमोजिमका बुँदाहरु समावेश गर्ने।
८. बीमकको लेखापरीक्षकहरुले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
९. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।

(सन्तोष कार्की)
चार्टर्ड एकाउन्टेन्ट

सानिमा जिआइसी इन्स्योरेन्स लि.

टंगाल, काठमाण्डौ

नेपाल बीमा प्राधिकरणबाट यस कम्पनीको आ.व. २०८१/०८२ को वित्तीय विवरण स-शर्त स्वीकृतको सम्बन्धमा व्यवस्थापनको प्रत्युत्तर

१. बीमकले प्राधिकरणबाट तोकिए बमोजिमको चुक्ता पूँजी कायम गर्ने ।

प्रत्युत्तर: बीमा प्राधिकरणले तोके बमोजिम बीमा ऐन, २०७९ को दफा ३६ बमोजिम चुक्ता पूँजी कायम गर्न कम्पनी प्रतिबद्ध रहेको र हकप्रद शेरर जारी गर्न स्वीकृतिका लागि नेपाल धितोपत्र बोर्डमा मिति २०८१ साल कार्तिक ३० गते निवेदन पेश गरेकोले स्वीकृति प्राप्त हुनासाथ हकप्रद शेरर जारी गरी तोके बमोजिमको चुक्ता पूँजी कायम गरिने जानकारी गराउँदछौं ।

२. बीमकले NFRS-17 Insurance Contracts लागू गर्नको लागि आवश्यक तयारी गर्ने ।

प्रत्युत्तर: कम्पनिले NFRS 17 Insurance Contracts का लागि Finsuratech Consulting लाई नियुक्ति गरी NFRS 17 सम्बन्धी कार्य गरिरहेको जानकारी गराउँदछौं ।

३. बीमकको जोखिमार्जन तथा दाबी भुक्तानी प्रक्रियालाई थप प्रभावकारी गराउने ।

प्रत्युत्तर: जोखिमार्जन तथा दाबी भुक्तानी प्रक्रियालाई प्रभावकारी बनाउँदै लगेको र आगामी दिनमा अझ प्रभावकारी बनाउन कम्पनी प्रतिबद्ध रहेको जानकारी गराउँदछौं ।

४. बीमकले अन्य बीमक तथा पुर्नबीमकसंगको लेना/देना हिसाबलाई राफ साफ गर्ने ।

प्रत्युत्तर: कम्पनिले अन्य बीमक तथा पुर्नबीमकसंगको लेना/देना हिसाब राफसाफ गरिने व्यहोरा जानकारी गराउँदछौं ।

५. बीमकले जोखिम व्यवस्थापनलाई थप प्रभावकारी बनाउने ।

प्रत्युत्तर: जोखिम व्यवस्थापन विभाग स्थापना गरी जोखिम व्यवस्थापनलाई प्रभावकारी बनाउँदै लिएको जानकारी गराउँदछौं ।

६. बीमकको आर्थिक वर्षको चौथो त्रैमासिक अवधिको त्रैमासिक वित्तीय विवरण र वार्षिक वित्तीय विवरणको Statement of Financial Position, Statement of Profit or Loss तथा Statement of Other Comprehensive Income तथा विवरणको विभिन्न शिर्षकहरूमा दश प्रतिशत भन्दा बढी रकमले फरक भएको देखिएकोले आगामी दिनमा सो कैफियतलाई सुधार गर्ने ।

प्रत्युत्तर: प्राधिकरणको निर्देशन बमोजिम कैफियतहरूलाई सुधार गर्दै लगिने प्रतिबद्धता जाहेर गर्दछौं ।

७. बीमकले वार्षिक प्रतिवेदन तयार गर्दा मिति २०८१/०७/१३ गते प्राधिकरणबाट जारी परिपत्र (ने.बी.प्रा.१५ (२०८१२०८२) च. नं. २०८० वि.वि.शा. १) बमोजिमका बुदाहरू समावेश गर्ने ।

प्रत्युत्तर: प्राधिकरणबाट जारी परिपत्र तथा निर्देशन बमोजिमका बुदाहरू समावेश गरी वित्तीय विवरण तयार गरिने जानकारी गराउँदछौं ।

८. बीमकले लेखापरीक्षकहरूले औल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पूनर् दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।

प्रत्युत्तर: प्राधिकरणबाट जारी परिपत्र तथा निर्देशन बमोजिमका बुदाहरू समावेश गरी वित्तीय विवरण तयार गरिने जानकारी गराउँदछौं ।

९. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृति भएको मितिले ६० (साठी) दिन भित्र साधारण सभा गर्ने ।

प्रत्युत्तर: निर्देशन बमोजिम तोकिएको समयमै साधारण सभा सम्पन्न गरिने जानकारी गराउँदछौं ।

Branch Details

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Birtamod - Bhadrapur Road, Birtamod, Jhapa, 023-535010, btm@sgic.com.np
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Duhabi - Sunsari, Duhabi, 025-542993, duhabi@sgic.com.np
Dharan - Dharan -9, College Road, 025-571054, dharan@sgic.com.np
Damak - Damak-5, Jhapa, 023-570043, damak@sgic.com.np
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Inaruwa - Inaruwa-1, 025-590947, inaruwa@sgic.com.np

Madhesh Province

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Lahan - Lahan -4, Siraha, 033-563673, lahan@sgic.com.np
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Kawasoti - Indrachowk, Kawasoti -2, 078-540497, kawasoti@sgic.com.np
Baglung - Jeep Park, Baglung- 2, 068-522142, baglung@sgic.com.np
Lehknath - Taal Chowk -29, Kaski, 061-564678, lehknath@sgic.com.np

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Manigram - Tilottama-05, Manigram, 071-561004, manigram@sgic.com.np
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Pharsatikar - Suddodan-4, Pharsatikar, 071-400219, pharsatikar@sgic.com.np
Bhumahi - Sunal -12, Bhumahi, 078-415416, bhumahi@sgic.com.np

Karnali Province

Province/Branch Office - Birendranagar-3, Surkhet, 083- 590453/523082, surkhet@sgic.com.np

Sudurpashchim Province

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Mahendranagar - Mahendranagar, Galli No.4, 099-521288, mahendranagar@sgic.com.np
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ANNUAL GENERAL MEETING 2080/81 - HIGHLIGHTS





सानिमा जिआईसी इन्स्योरेन्स लिमिटेडको

आठौं वार्षिक साधारण सभाबाट प्रबन्धपत्र / नियमावलीमा संशोधन

दफा

साविकको व्यवस्था

प्रस्तावित संशोधन

संशोधन गर्नुपर्ने कारण

कम्पनीको पूँजीको संरचना :

(ख) कम्पनीको तत्काल जारी गर्ने शेयर पूँजी रु २,५९,५५,००,०००।- (अक्षरेपी : दुई अर्ब एकाउन्स करोड पचपन्न लाख) हुनेछ । सो पूँजीलाई प्रति शेयर रु.१०० का दरले २,५९,५५,००० (दुई करोड एकाउन्स लाख पचपन्न हजार) थान साधारण शेयर मा विभाजन गरिएको छ ।

कम्पनीको पूँजीको संरचना :

(ख) कम्पनीको तत्काल जारी गर्ने शेयर पूँजी रु २,६२,३०,००,०००।- (अक्षरेपी : दुई अर्ब बैसठ्ठी करोड तीस लाख पचहत्तर हजार) हुनेछ । सो पूँजीलाई प्रति शेयर रु.१०० का दरले २,६२,३०,००० (दुई करोड बैसठ्ठी लाख तीस हजार) थान साधारण शेयरमा विभाजन गरिएको छ ।

कम्पनीले शेयरधनीलाई चुक्ता पूँजीको ५ प्रतिशत बोनस शेयर प्रदान गर्ने प्रस्ताव गरेकोले ।

५

कम्पनीको पूँजीको संरचना :

(ग) कम्पनीको तत्काल चुक्ता पूँजी रु. २,५९,५५,००,००० (दुई अर्ब एकाउन्स करोड पचपन्न लाख) हुनेछ र सो पूँजीलाई प्रति शेयर रु.१०० का दरले २,५९,५५,००० (दुई करोड एकाउन्स लाख पचपन्न हजार) थान साधारण शेयरमा विभाजन गरिएको छ ।

कम्पनीको पूँजीको संरचना :

(कम्पनीको पूँजीको संरचना :
(ग) कम्पनीको तत्काल चुक्ता पूँजी रु. २,६२,३०,००,००० (दुई अर्ब बैसठ्ठी करोड तीस लाख) हुनेछ र सो पूँजीलाई प्रति शेयर रु.१०० का दरले २,६२,३०,००० (दुई करोड बैसठ्ठी लाख तीस हजार) थान साधारण शेयरमा विभाजन गरिएको छ ।

कम्पनीले शेयरधनीलाई चुक्ता पूँजीको ५ प्रतिशत बोनस शेयर प्रदान गर्ने प्रस्ताव गरेकोले ।

प्रतिनिधि (Proxy) नियुक्त गर्ने निवेदन ।

श्री संचालक समिति
सानिमा जिआईसी इन्स्योरेन्स लि.
टंगाल, काठमाडौं ।

विषय: प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,
.....जिल्ला..... न.पा./गा.पा.वडा नं.....बस्ने म/हामी
..... ले सानिमा जिआईसी इन्स्योरेन्स लि. को शेयरधनीको हैसियतले मिति २०८३ साल जेष्ठ ०६ गते
बुधवार, नेपाल पुलिस क्लब, प्रदर्शनीमार्ग, काठमाडौंमा हुने आठौं वार्षिक साधारण सभामा म/हामी स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन
नसक्ने भएकोले उक्त सभामा मेरो/हाम्रो तर्फबाट भाग लिनको लागिजिल्ला..... न.पा./गा.पा. वडा नं.....बस्ने त्यस
कम्पनीका शेयरधनी श्री/श्रीमती BOID No.: लाई मेरो/हाम्रो प्रतिनिधि
मनोनयन गरी पठाएको छु / छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको

दस्तखत :
BOID No.:
शेयर संख्या:
मिति:

निवेदक

दस्तखत :
नाम:
ठेगाना:
BOID No.:
शेयर संख्या:
मिति:

सानिमा जिआईसी इन्स्योरेन्स लि.

टंगाल, काठमाडौं ।

प्रवेश पत्र

शेयरधनीको नाम :
BOID No :
शेयर संख्या :
सानिमा जिआईसी इन्स्योरेन्स लि. को आठौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश-पत्र ।

शेयरधनीको हस्ताक्षर

कम्पनी सचिवको दस्तखत

कम्पनीको छाप

द्रष्टव्य :

- खाली स्थान शेयरधनी आफैले भर्नुहोला ।
- सभाकक्षमा प्रवेश गर्न यो प्रवेश-पत्र अनिवार्य रूपमा लिई आउनुहुन अनुरोध छ ।

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