

१४ औं
वार्षिक
प्रतिवेदन
आ. व. २०१९/२०२०

14th Annual Report
FY 2019/2020



सफलतासँगै
अघि बढ्दै



मुक्तिनाथ विकास बैंक लि.
MUKTINATH BIKAS BANK LTD.

जनता बैंकमा होइन, बैंक जनतामा जानु पर्दछ



Member of
Global Alliance for
Banking on Values



Winner of
EUROPEAN
MICROFINANCE
AWARD 2020



Vision (परिदृष्य)

Be the most preferred robust Bank in Nepal while uplifting socio-economic status of people.

नागरिकहरूको सामाजिक, आर्थिक स्तर उकास्दै सबैको रोजाईको सबल बैंकको रूपमा स्थापित हुने ।



Mission (अभियान)

Become a leading, financially viable, socially acceptable, regulatory attuned, environment friendly, inclusive financial services provider for all the stakeholders' well-being.

वित्तीय रूपमा सक्षम, सामाजिक रूपमा सर्वस्वीकार्य, नियमनमा प्रतिवद्ध, वातावरणमैत्री र समावेशी वित्तीय सेवाहरू प्रदान गर्दै सबै हितग्राहीहरूको समुन्नतिको लागि अग्र स्थानमा रहने ।



Values (मान्यता)

Goal Focused
(लक्ष्यमा केन्द्रित)

Result Oriented
(परिणाममुखी)

Ownership in Tasks
(कार्यमा जिम्मेवारी)

Well-being
(सर्वहित)

KEY FINANCIAL HIGHLIGHTS

(प्रमुख वित्तीय सूचकहरू)

66

BILLION

BALANCE SHEET SIZE (बासलात)
27.61% Growth



60

BILLION

DEPOSITS (निक्षेप)
29.14% Growth
32% CASA



48

BILLION

LOANS & ADVANCES (कर्जा)
26.53% Growth
33 % Micro Lending



707

MILLION

NET PROFIT (खुद नाफा)



13.23%

CAPITAL ADEQUACY RATIO

(पूँजीकोष पर्याप्तता अनुपात)



0.46%

NON-PERFORMING ASSETS

(निष्क्रिय कर्जा)



3500+

Remittance Terminals
(विप्रेषण केन्द्रहरू)



135

Branches
(शाखाहरू)



7

Provinces of the Country
(प्रदेशहरूमा)

Amount in Nepalese Rupees | As of Asar End 2077 (15th July, 2020)

नेपाली रुपैयाँमा | आ.व. २०७६/७७ असार मसान्त सम्म

Our Initiatives (हाम्रो प्रयासहरू)

आ. व. २०७६/२०७७



व्यवसायिक/वित्तीय साक्षरता कार्यक्रम- ९ स्थानमा



कोभिड महामारीमा राहत वितरण कार्यक्रम - १२ स्थान



नयाँ शाखा उद्घाटन - १८ स्थान



सरसफाई कार्यक्रम - ८ स्थान



घरदैलो कार्यक्रम - ११२ स्थान



ग्राहक संरक्षण कोष अन्तर्गत आ.व. २०७६/०७७ मा १,५८३ जनालाई रु. २०,५३७,१२५ राहत वितरण



व्यवसायिक सम्मौता - २४ ओटा



सामाजिक उत्तरदायित्व सम्बन्धी कार्यक्रम - ९३ ओटा



पौरखी हातहरू

कुशल सीप

गण्डकी प्रदेश अन्तर्गत बाग्लुङ्ग जिल्ला, बाग्लुङ्ग नगरपालिका वडा नं. ७ निवासी श्री लोक बहादुर विक.को जन्म २०३९ सालमा भएको थियो । आर्थिक रूपमा कमजोर पारिवारमा जन्म भएकोले उहाँले चाहे अनुसारको अध्ययन गर्न पाउनु भएन । सानै उमेरदेखि नै घरायसी काम र अलि ठूलो भए पछि आफ्नो अग्रजहरूसंग ज्याला मजदुरी पनि गर्न थाल्नु भयो । घरको परम्परागत पेशा आरनमा फलाम तथा तामाका औजार र भाँडाहरू बनाउने कार्यमा निकै चासो दिएर हेर्नु हुन्थ्यो । आठ कक्षा सम्मको अध्ययन पछि उहाँ पूर्ण रूपमा घरको पारिवारिक पेशा आरनमा आवद्ध हुनु भयो ।

करिव १७ वर्षको कलिलो उमेर मै उहाँ विवाह बन्धनमा बाँधिनु भयो । सामाजिक परम्परा अनुसार विहे गर्दाको ऋण, त्यस पछिको पारिवारिक जिम्मेवारी र केही वर्ष मै २ छोराहरूको जन्मले उहाँको पारिवारिक खर्च बृद्धि हुँदै गएको थियो । विदेश गई ऋण तिर्ने र परिवारको सहज जीवनयापन गराउने अभिलाषा लिएर साउदी अरबमा गई ३ वर्ष बस्नु भयो तर उपलब्धी रित्तो भई स्वदेश फर्कनु भयो । अब विदेशमा होईन बरु स्वदेशमा नै आफूले जानेको परम्परागत पेशालाई व्यवसायिक बनाउने निधो गर्नु भयो ।

२०७२ साल असोजमा बाग्लुङ्ग बजारको लोकतान्त्रिक चोकमा सानो सटर भाडामा लिएर व्यवसायको शुरुवात गर्नु भयो । यो व्यवसाय सञ्चालन गर्न छिमेकीसंग मासिक सयकडा ३ को दरमा ऋण लिनु भएको थियो । सानो रकमबाट सानो आकारको व्यवसाय शुरु गर्नु भएतापनि व्यवसाय विस्तारको संभावनाहरू देखिएको थियो ।

उहाँकी श्रीमतीले २०७३ सालमा मुक्तिनाथ विकास बैकबाट विनाधितो कर्जा रु. १ लाख लिनु भयो र सो रकमबाट काँचो तामा र फलाम खरिद गरी औजार र भाँडाहरू बनाई व्यवसायमा बृद्धि गर्नु भयो । व्यवसायबाट राम्रो आम्दानी भए पछि दोश्रो कर्जा रु. १ लाख ३० हजार २०७४ साल मै लिनु भयो र कच्चा तामा खरिद गरी लोपोन्मुख पञ्चेबाजा बनाउने कार्यमा लाग्नु भयो । यो कर्जा पनि सहजै तिर्न सफल हुनु भयो र पुनः रु. ३ लाख विना धितो कर्जा लिई पञ्चेबाजा तथा अन्य सामाग्री र औजार को व्यवसायलाई निरन्तरता दिनु भएको छ । पछिल्लो पटक चौथो कर्जाको रूपमा रु. ३ लाख नै लिएर सोही व्यवसाय बाग्लुङ्गकै बुर्तिवाङमा संचालन गर्नु भएको छ । आजभोलि उहाँले बनाउनु भएको भाँडाहरू र पञ्चेबाजाको माग अन्य छिमेकी जिल्लाहरूमा पनि हुने गरेको छ । आफ्नो सीप र कुशलतामा निपूर्ण हुनु हुन्छ ।

आफ्नो व्यवसायलाई सफल रूपमा सञ्चालन गर्नु भएका श्री लोक बहादुर तथा उहाँकी श्रीमती मन कुमारीले अन्य बैकल्पिक पेशा सोच्नु परेको छैन । छोराहरूलाई राम्रो शिक्षादिक्षा दिई रहनु भएको छ । भैपरी जोखिमलाई न्यूनीकरण गर्न बचत पनि गर्नु भएको छ । आफ्नो पेशा र व्यवसायमा अत्यन्तै सन्तुष्ट हुनु हुन्छ ।



लोक बहादुर विक.

पौरखी हातहरू

दुई सयबाट भएको उदय

करिव ३३ वर्ष पहिले धादिङ्ग जिल्लाको पँधेरीपारी गाउँमा जन्मिई सोही जिल्लाको ढोला गाउँमा कर्मबीरको रूपमा आफ्नो कृषि पेशामा सफल हुनु भएको छ, उदय कुमारी श्रेष्ठ । उहाँसँगै उहाँको श्रीमान् पनि कृषि पेशामै सक्रिय हुनुहुन्छ ।

उदय कुमारीले वि.सं. २०६८ सालमा आठ आना जति जग्गामा व्यवसायिक रूपमा टमाटर खेती शुरू गर्नु भएको थियो तर विडम्बना सोही वर्ष हावा, हुरी र असिना पानीले टमाटरलाई निकै चोट पुर्यायो । तर पनि, पछि बाँकी रहेका टमाटरहरू निकै राम्रो फले । आठ आना जग्गामा गरेको टमाटर खेतीले घरमा खाएर दैनिक दुई सय रुपैयाको टमाटर बेच्न सफल हुनु भयो । यसले उहाँमा टमाटर लगायतको तरकारी खेती गर्न निकै उत्साह र उर्जा दियो ।

तरकारी खेतीको संभावना देखेकी उदयले अब थप लगानी गरेर अझै विस्तार गर्ने निधो गर्नु भयो र २०७३ साल माघ महिनामा मुक्तिनाथ विकास बैंकको समूह जमानीमा विना धितो कर्जा लिन समूह गठन गर्नु भयो । समूहमा आवद्ध हुँदा कर्जा र कारोबारको लागि बैंकमा धाउन नपर्ने र विना धितो कर्जा पनि पाउने भएकोले असल छिमेकीहरूको साथमा समूहमा आवद्ध हुनु भयो । उहाँले २०७४ सालको शुरुमा रु. ४० हजार विनाधितो कर्जा लिएर २ ओटा प्लाष्टिक घर (टनेल) निर्माण गर्नु भयो र सिंचाईको लागि ५० मिटर पाईप पनि खरिद गर्नु भयो । पहिले खुल्ला रूपमा गर्नु भएको टमाटर खेती अब टनेलमा गर्दा हावा, हुरी र असिना पानीको जोखिम भएन । दैनिक रु. ५ देखि ७ सय सम्मको टमाटर बिक्रि गर्न थाल्नु भयो । ऋणको किस्ता तिर्न कुनै समस्या भएन । आम्दानी बढेकोले बचत पनि बढानु पर्दछ भन्ने सोचले बचत पनि बृद्धि गर्दै जानु भयो । सोही वर्ष उहाँले रु. १ लाख विना धितो कर्जा लिनु भयो । सो रकमले अझै एक ओटा प्लाष्टिक घर (टनेल) थप गर्नु भयो र अब टमाटरका अतिरिक्त काँक्रो र भन्टे खुर्सानी (क्याप्सीकम) खेती पनि गर्न थाल्नु भयो । यसबाट उहाँको दैनिक आम्दानी करिव रु. २ हजार हुन थाल्यो ।

२०७५ सालमा पुनः विनाधितो कर्जा रु. २ लाख लिनु भयो र एक ओटा ठूलो प्लाष्टिक घर (टनेल) निर्माण गर्नु भयो । अब ४ ओटा टनेल लगायत अन्य जग्गामा केरा खेती, बाखा पालन र कुखुरा पालन पनि शुरू गर्नु भयो । बाखा र कुखुरा पालनले तरकारी खेतीको लागि मूल तयार हुने र तरकारीको हरियो पात र बोटहरू बाखाको लागि घाँस पनि हुने भएकोले दोहोरो फाईदा हुने देखियो । अहिले उहाँसँग ३८ ओटा बाखा, २०० ओटा कुखुराहरू पनि छन् । हाल उहाँले वार्षिक रु. १२ लाख भन्दा बढीको आम्दानी गर्न सफल हुनु भएको छ । दैनिक रु. दुई सयको आम्दानीबाट शुरू गरेको तरकारी खेती यात्रामा उहाँको श्रीमान्ले पनि उत्तिकै साथ दिनु भएको छ । यो दम्पती आज दैनिक करिव ३-४ हजारको आम्दानी गर्न सफल हुनु भएको छ । यसले उहाँहरूलाई स्वरोजगार र उद्यमशील बनाएको छ । अब आफ्नै उत्पादनहरूको प्रयोग गरी रेष्टुरेन्ट पनि संचालन गर्ने योजनामा हुनुहुन्छ । अलिकति मेहनत गर्ने हो भने यही संभावना छ, उहाँहरू भन्नु हुन्छ ।



उदय कुमारी श्रेष्ठ

KEY MILESTONES (उल्लेखनीय उपलब्धिहरू)



MESSAGE FROM THE CHAIRMAN

(अध्यक्षको सन्देश)



Dear Stakeholders,

It gives me great pleasure to place before you the highlights of the Bank's performance during the financial year 2076-77 BS (2019-2020). I would like to express my gratitude to rest of the Board of Directors for steering the Bank through all this times.

One of the important areas of reform for the Government has been increasing scale and size of the Nepalese banks. This will be helpful in strengthening balance sheet and underlying profitability to invest in technology to gain market share.

However due to deceleration in credit growth this financial year from last year's comparison which can be attributed to outbreak of COVID-19 at the end of the year, the pace has somehow affected us in general.

Nepal Rastra Bank has also taken steps to mitigate the impact of the slowdown due to COVID-19 by introducing policies and steps through new monetary policy. I would like to thank our Regulatory Body for this solidarity. Also my salute to all staff of the Bank who continued banking operations during lockdown. They too are the frontline warriors of the war against COVID-19.

We have been investing regularly in technology to improve customer experiences. Initiatives such as digitizing account opening through Online Banking, E- Fixed Deposits, EKYC and likewise has been taken into account with topmost priority. We are expanding our digital focus even further with dedicated Digital Sales Department. These initiatives have already resulted in lower turnaround time and better customer experience with increased result in our Mobile Banking, Internet Banking and other Digital Channels subscribers.

The Bank has undergone many milestones

this year too. From winning of prestigious European Microfinance Award 2020 held among 70 organizations from around 37 countries globally to winning Best Presented Annual Report Award 2019 in the country with attaining a global recognition on being a proud member of Global Alliance for Banking on Values (GABV), the accomplishment list is indeed worth reminiscing and inspiring for further accolades in the future. All these achievements are really owing to the marvelous effort of Team Muktinath which makes us outstanding in a race to the pinnacle.

Financial figures for this FY 2076/77 (2019-2020) is our sheer commitment to achieve milestones which is represented by our growth on key financial indicators herewith. From scratch to becoming Nepal's leading Development Bank was not possible without the wonderful craftsmanship of each one of us.

The Board of Directors of our Bank is continuously engaged with the management to setup business goals which benefit all the stakeholders including the shareholders. Our strategy this year will be to consolidate the gains of situation and achieve better efficiency parameters while delivering healthy growth in quality assets and profitability. Also we are conscious of the fact that the way we do business has to change in the post COVID world. We plan to strategize on these lines so that the adversity is converted into an opportunity. As the Chairman of the Bank, I am excited to be part of this journey.

Thank You

Bharat Raj Dhakal
Chairman

Board of Directors

(सञ्चालक समिति)



GAJENDRA MAN SHRESTHA

DIRECTOR



BHARAT RAJ DHAKAL

CHAIRMAN



RABINDRA MAN SHRESTHA

DIRECTOR



NIRMALA KUMARI K.C. (KARKI)

DIRECTOR



SHALIGRAM MISHRA

DIRECTOR



SHYAM SUNDAR SHARMA

INDEPENDENT DIRECTOR

Senior Management

(उच्च व्यवस्थापन)



PRADYUMAN POKHAREL

CHIEF EXECUTIVE OFFICER



SAMIR SEKHAR BAJRACHARYA

DEPUTY CHIEF EXECUTIVE OFFICER



TIL BAHADUR GURUNG

ASSISTANT DEPUTY CHIEF EXECUTIVE OFFICER



GOVINDA BAHADUR RAUT

ASSISTANT CHIEF EXECUTIVE OFFICER

Management Committee

(व्यवस्थापन समिति)



1. Prem Thapa

Chief Regional/
Sub Regional Officer

2. Baburam Dhakal

Regional Head -
Gandaki Regional Office

3. Dandapani Dhakal

Head Legal & Shares/
Company Secretary

4. Vijay Kumar Gurung

Head- Small & Micro Banking

5. Rashik Bhandari

Head- Business Expansion

6. Krishna Kumar K.C.

Head- Human Resources

7. Bishwa Raj Ghimire

Head- Compliance & AML/CFT

8. Sandeep Kumar Dahal

Chief Financial Officer

Management Committee

(व्यवस्थापन समिति)



9. Birendra Raj Bhat
Head- General Services

10. Sarbesh Shrestha
Information Security Officer

11. Basant Bakshi
Head- Marketing &
Corporate Affairs

12. Ram Chandra Poudel
Head- Risk Management

13. Ishwar Budhathoki
Head- Internal Audit

14. Sarmila Lamsal
Head- Learning and Development

15. Subash Dhakal
Head- Operations



Muktinath *Inside Out*

Diverging the COVID 19 into possibilities...

Background (पृष्ठभूमि)

At the time of insurgency, when the whole Country was going through decade long instable hostile situation, none of the financial institutions were able to provide Banking and Financial services in many geographical areas of the nation due to inhospitable environment and threat to living conditions. More of, hilly livelihoods were badly affected and were starving for basic amenities and so on.

During the moment, Syangja District (a hilly district with tough geographical terrain) was no exception. The semi urban location and its citizens were starved for financial needs and the local people were undoubtedly had to travel to Pokhara (the only nearby metro, with approximately 38 Kilometer mountainous road linkage) for petty transaction such as withdrawal of mere NPR 5,000/- (approximately \$50). The cost of travelling and other involved security risk, hectic involvements and more costs thereon. The then, need of an immediate solution to these problem was felt and a seed for same was cultivated.

The like-minded group of innovative local intellectuals from various sectors joined hands together to establish a local private sector Bank to resolve the issues being dealt by people of Syangja District.

After the Historic Peace Agreement in the country with the Insurgents, things were assumed to return to normalcy and the Interim Government started action plans to get things back on track. Likewise, on January 3, 2007, (We) the proposed Bank got license from the Central Bank of Nepal (i.e. Nepal Rastra Bank) to operate Banking Business initially in three district namely Syangja, Kaski and Tanahun of then Western Development Region (currently Gandaki Province) as a "B" class financial institution.

Since inception, the Bank has been adopting the deep rooted values of financial inclusion of the community and core principle of "Janata Bank ma Hoina, Bank Janata ma Janu Pardachha." i.e. "People should not come to Bank, Bank should go to the doors of people". The Bank prioritized opening branches in the rural areas where in the absence of any financial institution, people were in dire need for Banking services. The customer friendly products, services and door-to-door facility are the major factor for the Bank's popularity and success among the local people of the area. Within one and half year of operations on the month of April 2009, the Bank started Microfinance Program in its host of services with starting a dedicated department at central office and branches to serve low income but high potential people with high productivity. The Bank was the first "B" class Bank with 3 pillars strategy of Modern Banking, Rural Banking & Micro Banking for serving to low-income people with dedicated department for same. It is also exemplary Banking system believed to be first of its kind in the world where two different systems with reach to remote populace and operating under one roof of the Bank with a primary goal of inclusive financial transformation.

तत्कालिन द्वन्दको समयमा स्याङ्जा जिल्लाको सदरमुकामबाट ससानो बैकिङ्ग कारोबारको लागि समेत पोखरासम्म पुग्नु पर्ने अवस्था थियो । सोही समस्या समाधान गर्न अग्रसर महानुभावहरूको सक्रियतामा २०६३ साल पौष १९ गते स्याङ्जा, कास्की र तनहुँ जिल्ला कार्यक्षेत्र रहने गरी यो विकास बैकको स्थापना भएको थियो । बैक स्थापनाकाल देखि नै "जनता बैकमा होईन, बैक जनतामा जानु पर्दछ" भन्ने सिद्धान्त बोकेर वित्तीय सेवा प्रदान गर्दै आई रहेको छ । यस विकास बैकले सञ्चालन गरेको आधुनिक बैकिङ्ग, ग्रामीण बैकिङ्ग र लघुवित्त सेवालाई समावेशी वित्तीय सेवाको नमूनाको रूपमा हरेक घरदैलोमा विस्तार गर्न संस्थागत संरचना समेत विकास गरेको छ ।

The Bank has a noticeable Balance sheet size of NPR 66.35 Billion (equivalent to USD 562.29 Million) as of Ashad End 2077 (July 15, 2020) with large footprint of 135 branches with 22 ATMs spread across the country serving more than 750,000 happy customers from different age, communities, societies and ethnic groups.

२०७७ आषाढ मसान्त सम्म बैकको रु. ६६.३५ अर्बको वासलातको आकार भएको छ । कुल १३५ ओटा शाखा र २२ ओटा एटिएम सञ्चालनमा रहेका छन् भने ७ लाख ५० हजार भन्दा बढी ग्राहकहरूलाई सेवा प्रदान गर्दै आएको छ ।

नोट: सेयरधनीहरू/पाठकहरूको सहजताको लागि अंग्रेजीमा लेखिएको व्यहोरोलाई नेपालीमा संक्षेपमा उल्लेख गरिएको छ । हुवहु उत्था गरिएको होईन ।

Business Models: (बैंकिङ्ग मोडलहरू)

1. Modern Banking (General Banking) आधुनिक बैंकिङ्ग

It conducts business processes as a normal Commercial Bank and provides services like Deposits, savings, loan (funded and non-funded based), remittance and all other Banking functions.

आधुनिक बैंकिङ्ग अन्तर्गत बचत तथा निक्षेपहरू स्वीकार गर्ने, विभिन्न शिर्षकहरूमा पूँजीगत तथा गैरपूँजीगत कर्जा प्रवाह गर्ने, विप्रेषण र अन्य प्रचलित बैंकिङ्ग कार्यहरू गर्ने गरिन्छ ।

2. Small and Micro Banking (SMB) साना तथा लघु बैंकिङ्ग

The unique model of the Bank provides Small and Microfinance services to the unbanked population through joint liability model and collateral loan especially for small and medium enterprises situated in rural areas.

साना तथा लघु बैंकिङ्ग अन्तर्गत वित्तीय सेवाबाट बञ्चित न्यून आय भएका वर्गहरूलाई समूह जमानीमा विना धितो वा धितो लिई लघु तथा साना उद्यम कर्जाहरूको अलावा अन्य आवश्यक वित्तीय सेवाहरू समेत प्रदान गरिन्छ ।

3. Agriculture, Cooperative and Value Chain Banking (ACVC) (कृषि, सहकारी र मूल्य श्रृङ्खला बैंकिङ्ग)

Muktinath Bikas Bank introduced new vertical in the Bank – Agriculture, Cooperative and Value Chain (ACVC) Banking, aims to address all types of farmers (small holders to commercial). It also aims to finance Agriculture Value Chain with the objectives of financing all the actors within the eco-system.

Not only limited to agriculture, ACVC Banking aims to do wholesale lending, Green Financing and Value Chain Financing. The basis objective of the ACVC Banking is to create an ecosystem within Muktinath Bikas Bank to serve the requirement of individuals or enterprises across several levels of the value chain, including small-scale producers, processors, cooperatives, and distributors, and service companies and SMEs supporting them by tailoring better loan products to specific client needs and avoiding lending based on collateral values alone.

यस विकास बैंकले कृषि र सहकारी क्षेत्रमा लगानी विस्तार गर्न कृषि, सहकारी तथा मूल्य श्रृङ्खला बैंकिङ्गको स्थापना गरेको छ । यस मार्फत कृषि क्षेत्रको समग्र विकास र विस्तारको लागि कृषि क्षेत्रका मूल्य श्रृङ्खलाका पक्षहरूलाई सञ्जालमा जोडिने छ । यसै मार्फत कृषि क्षेत्रमा खुद्रा, थोक र हरित कर्जा लगानी विस्तार गरिने छ ।

Uniqueness: (विशिष्टता)

The Bank is committed to provide the Deprived Sector Lending to the grounded communities through its separate business wing named “Small and Micro Banking Department”. This includes the non-collateral loan provided to the people of the remote areas on the group guarantee to uplift their socio-economic status.

The Bank has provided the credit facilities to more than 0.1 Million customers, out of which around 86% borrowers are small & micro finance borrowers of which more than 90% are female clients.

यस विकास बैंकले साना तथा लघु बैंकिङ्ग मार्फत न्यून आय भएका वर्ग र समुदायमा वित्तीय सेवा प्रदान गर्दै आएको छ । लक्षित वर्गको सामाजिक तथा आर्थिक विकासको लागि विना धितो अन्तर्गत समूह जमानी तथा व्यक्तिगत जमानी पनि कर्जा प्रदान गर्ने गरेको छ ।

बैंकले १ लाख भन्दा बढी ग्राहकहरूलाई कर्जा लगानी गरेको छ । साना तथा लघु बैंकिङ्ग अन्तर्गत कुल ग्राहकहरू मध्ये ८६ प्रतिशत हुनु हुन्छ भने ९० प्रतिशत भन्दा बढी महिला ग्राहकहरू हुनु हुन्छ ।

Commitment and Involvement: (प्रतिवद्धता र संलग्नता)

Muktinath Bikas Bank is a proud member of Global Alliance for Banking on Values (GABV) and endorses of Principles for Responsible Banking (UNEP Finance Initiatives), Smart Campaign and Social Performance Task Force (SPTF).

The Bank believes in good governance and compliance as set by the regulators and the industry best practices. To ensure the transparency and follow the inclusive governance, the Bank ensures disclosures of every material decision that is required to maintain the transparency and good corporate governance.



The Bank is fully committed to The Sustainable Development Goals as passed by UNGA in the year 2015. The Bank shall undertake everything possible through its forces to achieve a better and more sustainable future for all which includes global matters related to poverty, inequality, climate change, environmental degradation, peace and justice. The 17 Goals are all interconnected, and in order to leave no one behind, it is important that we achieve them all by 2030.

सुशासन, अनुपालना र पारदर्शितामा बैंक सदा भै प्रतिवद्ध रहेको छ । संयुक्त राष्ट्र संघले तय गरेको दीगो विकास लक्ष्यहरूमा आफ्नो तर्फबाट सक्दो योगदान गर्न प्रतिवद्ध रहेको छ ।

Muktinath Ecosystem (मुक्तिनाथ सञ्जाल)

With a view to diversify the investment of the Bank, the Bank acquired the substantial stake of 58.02% in the Muktinath Capital Ltd. (Former: Vibor Capital Limited) in year 2019 and 27.78% in Muktinath Krishi Company Limited. These company together with Muktinath Bikas Bank forms "The Muktinath Eco-system".

Muktinath Capital Limited (MCL) is one of the pioneer Investment/merchant Banks of Nepal licensed by Securities Board of Nepal. It is principally engaged in Merchant Banking business and provides the services of Registrar to Shares, Issue Management, Underwriting, Depository Participants, Portfolio Management Services and other advisory services. MCL shall undergo all businesses related to Merchant banking in time to come with maximizing revenue/income and is also planning efficiency to Launch Mutual Fund in accordance with Muktinath Bikas Bank's plan and regulatory clearances.

Muktinath Krishi Company Limited (MKCL) was established in the year 2018 with an objective to promote the market of the domestic agricultural products and predominantly engaged in the business of agricultural products which includes the production, manufacturing, trading and marketing of the agro products. MKCL has long term vision in partnering with the Bank and accomplish visionary goals of the MKCL to uplift Agro based businesses in Nepal, acquire farmlands and grow organic farm products to reach end consumer for healthy wellbeing, bring together all cooperatives of the country to collaborate for sustainable communities through affordable and quality agriculture based products.

As Muktinath Bikas Bank had limitation in terms of providing market access, supplying good inputs and technology to the members, the Bank had played a major role in establishing Muktinath Krishi Company Limited. With an Authorized Capital of NRs. 1 billion and a Paid-Up Capital of NRs. 400 million, MKCL, promoted by a group of adroit intellectuals, accomplished businessmen, and adept banking professionals, is a distinctive undertaking possessing the merits of both commercial and philanthropic enterprises, possessing the potential to attain astounding triumphs in all its proposed undertakings.

मुक्तिनाथ विकास बैंकले वित्तीय सेवाका अलावा सम्बन्धित अन्य क्षेत्रहरूमा लगानी गरी सञ्जाल विस्तार गर्ने कार्यको थालनी गरेको छ ।

मुक्तिनाथ क्यापिटल लि. लगानी तथा मर्चेन्ट बैंकिङ्ग सम्बन्धी कार्यहरू गर्ने गरी नेपाल धितोपत्र बोर्डबाट ईजाजत प्राप्त संस्था हो । यसमा मुक्तिनाथ विकास बैंकले ५८.०२ प्रतिशत शेयर लगानी गरी सहायक कम्पनीको रूपमा स्थापित गरेको हो । यसले धितोपत्र, कोष व्यवस्थापन र वित्तीय परामर्श सम्बन्धी कार्यहरू गर्दछ ।

मुक्तिनाथ कृषि कम्पनीको स्थापना २०७५ सालमा भएको हो । कृषि क्षेत्रको प्रवर्द्धन र विकासको लागि मुक्तिनाथ विकास बैंकको अगुवाईमा यो कम्पनी सञ्चालनमा ल्याइएको छ ।

Strengths: (सबल पक्षहरू)

- Compliance (अनुपालना)
- Governance (सुशासन)
- Risk Management (जोखिम व्यवस्थापन)



Corporate Social Responsibility: (सामाजिक उत्तरदायित्व)

The Bank is conscious towards human wellbeing and social values. Being a financial institution, it has been actively contributing human, financial and moral support to numerous issues prevalent in the community and society.

The Bank believes that it has to maintain the ecosystem to return the portion of earnings that it has earned from the society which would eventually make the world a better place to sustain.

Muktinath Bikas Bank has always stayed strong to its commitment to positively impact society and environment in addition to valued customers, employees, investors and other stakeholders. In pursuit of the mission of being the socially acceptable and environmentally friendly financial institution, the Bank has carried out various social and environmental activities as a part of the corporate social responsibility. The Bank has long-term commitments through its CSR activities for sustainable growth and livability.

मुक्तिनाथ विकास बैंक मानव र समाजको हितको लागि कार्य गर्न सधैं तत्पर रहेको छ । समाजको आवश्यकता बमोजिमका समस्याहरू समाधान गर्नुको साथै वातावरणिय पक्षमा पनि सचेत रहेको छ । यसको लागि विभिन्न प्रकारका कार्यहरूमा योगदान दिएको छ ।

The Bank has active involvements in key CSR activities such as;

🌿 Cleaning Campaign: (सरसफाई अभियान)

With the motto of "2 hours of a week for the nation", every week, Bank employees get engaged in cleaning the Bagmati River in Kathmandu and Pokhara Valley in Kaski. The cleaning campaign encompasses the spreading awareness regarding the importance of clean and green society. The Cleaning campaign further extends to different city and street cleaning once a month and many more.

यो विकास बैंकका कर्मचारीहरू "हप्ताको २ घण्टा राष्ट्रका लागि" भन्ने नारा सहित स्वस्फूर्त रूपमा काठमाडौंमा बागमती सरसफाई र कास्कीको पोखरा सरसफाई अभियानमा सक्रियतापूर्वक सहभागी हुनु भएको छ । त्यसै गरी अन्य स्थानहरूमा पनि बैंकको सक्रिय सहभागिता रहेको छ ।

🌿 Helping to maintain Green Ecosystem: (हरितचक्र निर्माण सहयोग)

The Bank is committed inline to SDG of UNGA on making the world sustainable through Green initiatives. The Bank has made sufficient effort towards building Eco Parks by Roadside in coordination with Municipality in Kathmandu and other places. We have made sufficient contribution to Government agencies on different tree plantation efforts in and around Kathmandu and other cities.

यस विकास बैंकले दीगो विकास लक्ष्य अनुरूप हरितचक्र कायम राख्न स्थानीय निकायको सहकार्यमा बृक्षारोपण र उद्यान निर्माणमा सहयोग गरेको छ ।

🌿 Financial & Business Literacy Program: (वित्तीय र व्यवसायिक साक्षरता)

Being the financial institution, we feel that we are accountable to carry out the financial literacy program to literate the citizens about the Banking and thrive the habit of saving amongst all. With this program we intend to link the unbanked population to the Banking and uplift the socio economic status of these people. Moreover we also initiate business literacy programs for our existing business clients and educate them for proper and formal Banking and how to prosper their business using Banks network and support.

यो विकास बैंक एक वित्तीय संस्था भएकोले वित्तीय तथा व्यवसायिक साक्षरता कार्यक्रमहरू सञ्चालन गर्दै आएको छ । वित्तीय सेवाबाट बञ्चित नागरिकहरूलाई वित्तीय सेवा लिन र आफ्नो सामाजिक तथा आर्थिक अवस्था माथि उठाउन बैंकिङ्ग सेवाको महत्व र उपयोग बारे जानकारी गराइन्छ ।

🌿 Help and support to privileged communities: (विपन्न समुदायहरूलाई सहयोग)

The Bank has been actively involving its CSR activities towards helping under privileged communities and their children with food shelter, scholarship programs, study materials, educational support and many more. Regular and timely donations for possible seasonal clothes, material has been initiated by the Bank.



सामाजिक उत्तरदायित्व अन्तर्गत यस विकास बैंकले सीमान्तकृत र पिछडिएको समुदायहरूलाई गास, बास र कपास लगायत शिक्षामा सहयोग गर्दै आएको छ ।

🔴 **Blood Donations and other relevant support: (रक्तदान लगायतका कार्यक्रमहरू)**

The Bank has been actively conducting medical support and care programs such as blood donations, eye care programs and medical checkup camps for the needy ones.

यस विकास बैंकले विभिन्न अवसरहरूमा रक्तदान लगायतका स्वास्थ्य सम्बन्धी कार्यक्रमहरू गर्ने गर्दछ ।

🔴 **Providing financial aid to orphanages/old age centers: (अनाथ आश्रम र बुद्धाश्रमहरूलाई आर्थिक सहयोग)**

The Bank has made noticeable effort in previous years to help Old age centers, voluntarily run and other orphanage centers with adequate financial and material support.

अनाथ आश्रम र बुद्धाश्रमहरूमा आर्थिक तथा आवश्यकतानुसारको सामग्रीहरूको सहयोग गर्दै आएको छ ।

🔴 **Support to District Administrations: (जिल्ला प्रशासन कार्यालयहरूलाई सहयोग)**

The Bank has made numerous efforts in respect societal securities ensure through coordination with local administrations. Providing CCTV vigilance support, Police patrolling materials and mediums, Roadside assistance tools, and many more.

जिल्ला प्रशासन तथा स्थानीय निकायहरूको समन्वयमा सिसिक्यामेरा, प्रहरी गस्तीको सामग्रीहरू, सडक सहजताको सामग्रीहरू आदि पनि सहयोग गरेको छ ।

🔴 **Relief support: (राहत सहयोग)**

The Bank has been very actively engaged in providing material relief support in relation to uncertain calamities and disasters in affected areas, flood, storm, landslides and other uncertainties were looked after with relief as soon as possible by the Bank. Due to COVID-19, Bank beefed up relief support as necessary to needy ones with necessary Food grains, logistical support and others.

प्राकृतिक विपत्तिमा परेका वर्ग र समुदायलाई तत्काल विभिन्न प्रकारका राहत सामग्रीहरू सहयोग गरेको छ ।

🔴 **Health hazard and Disease awareness: (स्वास्थ्य जोखिम तथा रोग सचेतना)**

The Bank has played role in creating awareness campaigns through organizing different camps to prevent seasonal and non-seasonal diseases. Awareness regarding COVID-19, Cancer, Dengue, HIV and other diseases are the examples which was recent role played by the Bank.

विभिन्न प्रकारका मौसमी तथा अन्य रोगहरूको बारेमा विभिन्न सञ्चार माध्यमबाट सचेतना फैलाउने कार्यमा यस विकास बैंकले भूमिका खेलेको छ ।

🔴 **Traffic Awareness activities: (ट्राफिक सचेतना)**

The Bank has undertaken huge steps to ensure Traffic awareness. Nepal is a road accident prone country, thus Bank has initiated many roadside highway Boards, street Boards, local street buses with Traffic awareness messages campaigns with high visibility to ensure maximum awareness to the general public.

नेपाल सडक दुर्घटना धेरै हुने देशहरू मध्येमा पर्ने भएकोले सवारी सञ्चालन र ट्राफिक नियम सम्बन्धी विभिन्न प्रकारका सचेतनामूलक कार्यहरूमा सहयोग गर्दै आएको छ ।

The Bank has been engaged in various other activities through which it can provide enough contribution through its available resources to help and cater the needy ones and also establish itself as socially acceptable and recognizable brand.



Corporate Governance: (संस्थागत सुशासन)

Muktinath Bikas Bank Limited is committed to maintain the highest level of the ethical standards, corporate governance and compliance. The Bank believes that for us to prosper as the Bank an effective corporate governance is indispensable. The Board of Directors and the Management strictly comply all the regulatory norms issued by the central Bank and various other regulatory authorities. The corporate governance framework encapsulates all the regulatory & legal requirements and also several best practices which aim at a high level of business ethics for safeguarding the interest of depositors, investors and all other stakeholders. The Bank equally believes in empowering the human capital through a better & healthy work place environment.

The Board of Directors of the Bank being the apex body accountable to the regulators, investors and all other stakeholders including the society, sets the purpose of the Bank, the values with which it is guided, the strategies with the combination the vision and mission and implement this in the business strategy.

मुक्तिनाथ विकास बैंक उच्चस्तरको संस्थागत सुशासन र अनुपालना कायम राख्न प्रतिवद्ध रहेको छ । यस बैंकको सञ्चालक समिति तथा व्यवस्थापन नियमक निकायहरूको निर्देशनको पालना गर्न र गराउन कटिबद्ध रहेको छ । सुशासन र अनुपालना सहित असल बैकिङ्का अभ्यासहरूको कार्यान्वयनले उत्तम व्यवसायिक संस्कारको विकास गर्दछ ।

सञ्चालक समिति बैंकको उच्च निकाय हो । यो नियमक निकाय, लगानीकर्ताहरू लगायत सबै हिताग्राहीहरू प्रति जवाफदेही हुनु पर्दछ । यसले बैंकको लक्ष्य, उद्देश्यहरू तय गर्ने, मूल्य र मान्यताहरू स्थापित गराउने तथा रणनीतिहरू विकास गरी बैंकको समग्र व्यवसाय बृद्धिको योजनाहरू समेत लागु गर्ने गर्दछ ।

The Board: (सञ्चालक समिति)

Composition of the Board of Directors (BOD)

The Board of Directors of the Bank comprise of six directors including three directors representing the promoters, two directors from the public and one director as independent director. The Board consists of the following eminent personnel having expertise of different sectors:

यस विकास बैंकको सञ्चालक समितिमा ६ जना हुनुहुन्छ, जसमा ३ जना संस्थापक सेयरधनीहरू मध्येबाट, २ जना सर्वसाधारण सेयरधनीहरू मध्येबाट र १ जना स्वतन्त्र सञ्चालक हुनुहुन्छ ।

1. Mr. Bharat Raj Dhakal, Chairman (Promoter) (अध्यक्ष)

Mr. Dhakal, a resident of Aandhikhola Rural Municipality -6, Syangja district is renowned Banker and management professional having done his Masters in Business Administration from Sikkim Manipal University. He has been engaged with the Bank since inception as Founder member and CEO of the Bank and presently Chairman of the Bank and Muktinath Krishi Company Ltd.

श्री भरतराज ढकाल आँधीखोला गाउँपालिका वडा नं. ६, स्याङ्जा निवासी एक अनुभवी बैंकर हुनुहुन्छ । उहाँले व्यवस्थापन विषयमा स्नातकोत्तर गर्नु भएको छ । उहाँ यस विकास बैंकको संस्थापक प्रमुख कार्यकारी अधिकृत रही हाल बैंक (२०७६ मंसिरदेखि) तथा मुक्तिनाथ कृषि कम्पनी लिमिटेडको (२०७५ भाद्रदेखि) पनि अध्यक्ष हुनुहुन्छ ।

2. Mr. Gajendra Man Shrestha, Director (Promoter) (सञ्चालक)

Mr. Shrestha, a resident of Bidur Municipality -9, Nuwakot district is pioneer businessman in the field of Pharma Industry having done his Bachelors in Commerce comes with adequate knowledge of Pharma Businesses. He has been engaged as a director of the Bank since Poush 2072 BS (December 2015).

श्री गजेन्द्र मान श्रेष्ठ विदुर नगरपालिका वडा नं. ९, नुवाकोट निवासी हुनुहुन्छ । व्यवस्थापनमा स्नातक उहाँ औषधि व्यवसायमा संलग्न हुनुहुन्छ । २०७२ सालदेखि यस विकास बैंकको सञ्चालक समितिमा संस्थापक सेयरधनीको तर्फबाट प्रतिनिधित्व गर्नु भएको छ ।

3. Mr. Rabindra Man Shrestha, Director (Promoter) (सञ्चालक)

Mr. Shrestha, a resident of Putalibazar 1, Syangja district is pioneer businessman in the field trading of consumable goods having done his Bachelor Degree from Tribhuvan University comes with adequate



knowledge of Businesses. He has been engaged as a director of the Bank since Mangsir 2076 BS (December 2019).

श्री रविन्द्र मान श्रेष्ठ पुतलीबजार नगरपालिका वडा नं. १, स्याङ्गजा निवासी एक प्रतिष्ठित व्यवसायी हुनुहुन्छ । व्यवस्थापनमा स्नातक उहाँले संस्थापक सेयरधनीको तर्फबाट सञ्चालक समितिमा प्रतिनिधित्व गर्नु हुन्छ । २०७६ साल मंसिरबाट उहाँ संचालक समितिमा चयन हुनु भएको हो ।

4. Mr. Shaligram Mishra, Director (Public) (सञ्चालक)

Mr. Mishra, a resident of Kathmandu Metropolitan - 29, Ghattekulo is well known professional in Government services having done his Masters degree and comes with adequate knowledge of social activities, government regulations and bears sound personal relations for same. He has been engaged with the Bank as director of the Bank since Mangsir 2076 BS (December 2019).

श्री शालिग्राम मिश्र काठमाडौं महानगरपालिका वडा नं. २९, घट्टेकुलो, काठमाडौं निवासी हुनुहुन्छ । स्नातकोत्तर गर्नु भएको उहाँ निजामती सेवाबाट निवृत्त भई विभिन्न सामाजिक क्रियाकलापहरूमा पनि संलग्न हुनु हुन्छ । २०७६ मंसिरदेखि उहाँ यस विकास बैंकको सञ्चालक समितिमा सर्वसाधारण सेयरधनीहरूको तर्फबाट प्रतिनिधित्व गर्नु भएको छ ।

5. Ms. Nirmala Kumari K.C. (Karki), Director (Public) (सञ्चालक)

Ms. K.C., a resident of Kathmandu Metropolitan -16, Balaju Kathmandu district is well known professional in Banking having done her Bachelor in Business Administration and comes with adequate knowledge of external and current affairs, banking norms and many more. She has been engaged with the Bank as a director since Mangsir 2076 BS (December 2019).

श्रीमती निर्मला कुमारी के.सी. (कार्की) काठमाडौं महानगरपालिका वडा नं. १६ बालाजु, काठमाडौं निवासी हुनुहुन्छ । उहाँले बैकिङ्ग क्षेत्रको राम्रो अनुभव हासिल गर्नु भएको छ । व्यवस्थापनमा स्नातक उहाँ २०७६ मंसिरदेखि यस विकास बैंकको सञ्चालक समितिमा सर्वसाधारण सेयरधनीहरूको तर्फबाट प्रतिनिधित्व गर्नु भएको छ ।

6. Mr. Shyam Sundar Sharma, Director (Independent) (सञ्चालक)

Mr. Sharma, a resident of Kathmandu Metropolitan -3, Bashundhara Kathmandu district is well known professional in Government services having done his Master's Degree (MBA & MPA) and comes with adequate knowledge of external and current affairs, management theories and many more. He has been engaged with the Bank as a director since Shrawan 2077 BS (August 2020).

श्री श्याम सुन्दर शर्मा काठमाण्डौं महानगरपालिका वडा नं. ३, बसुन्धरा, काठमाडौं निवासी हुनुहुन्छ । व्यवस्थापन र जनप्रशासनमा स्नातकोत्तर गर्नु भएको उहाँ निजामती सेवाबाट सेवा निवृत्त भई विभिन्न प्रकारका व्यवस्थापकीय परामर्शमा आवद्ध हुनुहुन्छ । २०७७ श्रावणदेखि यस विकास बैंकको स्वतन्त्र सञ्चालकको रूपमा रहनु भएको छ ।

Board Meeting (सञ्चालक समितिको बैठक)

The Bank and Financial Institution Act, 2073 requires the Bank to convene at least 12 Board meetings during the year and time interval between two meetings shall not be more than 2 months. In line with the provision, during the year under review, the Bank has conducted 17 Board meetings.

The meeting of the directors is called by the Company Secretary by giving an appropriate notice well in advance with the agendas to be discussed thereon.

बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३ बमोजिम बैंकको सञ्चालक समितिको बैठक एक वर्षमा न्यूनतम १२ पटक बस्नु पर्ने प्रावधान रहेको छ । एक बैठक र अर्को बैठकको अवधि २ महिना भन्दा बढी हुनु हुँदैन । आ.व. २०७६/०७७ मा सञ्चालक समितिको बैठक १७ पटक बसेको छ । कम्पनी सचिवले सञ्चालक समितिको बैठक बारे सूचना दिने र तोकिएका प्रस्तावहरूमा छलफल र निर्णयहरू हुने गर्दछन् ।

Committee of Directors (सञ्चालकहरूको समिति)

To take the informed decision in the best interest of the Bank, the Board has constituted the various committees. These committees are formed as per the Unified Directives of the Nepal Rastra Bank (The Regulatory Authority) and work as per the terms of reference provided therein. Following are the committees of Directors of the Bank:

संस्थाको हितमा सही निर्णयहरू लिन सञ्चालकहरूको संयोजकत्वमा निम्न बमोजिमका समितिहरू गठन गरिएका छन् । यी समितिहरू नेपाल राष्ट्र बैंकको निर्देशन बमोजिम रहेका छन् ।

❁ **Audit Committee: (लेखापरीक्षण समिति)**

The audit committee of the bank is comprised of three members, two directors from the Board as a coordinator & a member respectively. Head Internal Audit is the member secretary. The Bank has an independent Internal Audit Department under this committee. Internal Audit is an independent appraisal function within Bank to examine and evaluate its activities as a service to the Bank. The basic objective of the bank's Internal Audit Department is to assist the management in the effective discharge of their responsibilities. It assists the bank to accomplish its objectives by bringing a systematic and disciplined approach to evaluate and improve the effectiveness of risk management, internal control and governance process. Every year the Internal Audit department conducts audits of all the branches, departments and other units and segments of the bank and reports its findings to the Audit Committee. The committee, based upon the audit reports and findings provides the necessary guidance, suggestions, key risk areas, unidentified risks, control failures etc. within the bank & recommendations to mitigate the same. Furthermore, the audit committee also recommends for the appointment of the External Auditor of the Bank in line with the provisions of the Companies Act 2063 & Nepal Rastra Bank Directives.

Six meetings of Audit Committee were held during the year.

लेखापरीक्षण समिति ३ सदस्यीय रहेको छ । यसमा २ जना सञ्चालकहरू मध्ये १ जना संयोजक, १ जना सदस्य र सदस्य सचिवमा आन्तरिक लेखापरीक्षण विभागका विभागीय प्रमुख रहने व्यवस्था छ । आन्तरिक लेखापरीक्षण विभाग यसै समिति अन्तर्गत रही स्वतन्त्र रूपमा कार्य गर्ने गर्दछ । आन्तरिक लेखापरीक्षण विभागले बैंकको दैनिक काम कारोबारहरूको जाँच गर्नुको साथै भए गरेका कमी कमजोरीहरू समयमै पहिचान गरी जोखिम व्यवस्थापन, आन्तरिक नियन्त्रण र अनुपालनामा सहयोग गर्दछ ।

आ.व. २०७६/०७७ मा लेखापरीक्षण समितिको बैठक ६ पटक बसेको छ ।

❁ **Risk Management Committee: (जोखिम व्यवस्थापन समिति)**

The Bank believes that for risk management to be truly effective, it is critical to develop the right values and behaviours that will shape the way employees carry out their day-to-day duties and responsibilities as per the approved policies, procedures and applicable prevailing laws. Compliance to the laws and regulators directions has been the priority of the Bank since inception.

The Board of Directors of the Bank holds an apex responsibility for implementing the effective risk management and internal control systems to safeguard the Bank's assets. In this regard, the BoD has set up an independent Risk Management committee of the Bank. The Board regularly assesses the principal risks of which the Bank is exposed to and ensures the adequacy of risk mitigation tools through the Risk Management Committee. The Board/Committee has established an effective Bank-wide Risk Management framework taking consideration of the Bank's size, scale and scope of operations as well as long-term strategic objectives. As stated above, Business Lines/ Corporate Functions have been given the ownerships for the day to-day management of risk. Among the key Board priorities, is the review of the Bank's risk appetite and tolerance levels to keep pace with current macroeconomic developments. The Board is supported by the Risk Management Committee to discharge its risk management oversight. A separate Risk Management Department has been set in the Bank which independently reports to Risk Management Committee and ultimately to the Board.

Four meetings of Risk Management Committee were held during this year.

यस विकास बैंकले शुरुवातदेखि नै जोखिम व्यवस्थापनमा विशेष ध्यान दिएको छ । हरेक कर्मचारीले सम्पादन गर्नु पर्ने दैनिक कार्यहरूलाई विभिन्न नीति, नियम र निर्देशिकाहरूले मार्गदर्शन गरेको छ । एक जना सञ्चालक संयोजक, एक जना सञ्चालक सदस्य र जोखिम व्यवस्थापन विभागको विभागीय प्रमुख सदस्य सचिव रहने गरी जोखिम व्यवस्थापन समिति गठन गरिएको छ । यो समितिले बैंकको समग्र जोखिम पक्षहरूको पहिचान गर्ने र ती जोखिमहरू व्यवस्थापन गर्न सञ्चालक समिति मार्फत व्यवस्थापनलाई निर्देशन दिने गर्दछ । जोखिम व्यवस्थापन विभाग यसै समिति अन्तर्गत रही स्वतन्त्रपूर्वक कार्य गर्दछ । आ.व. २०७६/०७७ मा यो समितिको ४ ओटा बैठक सम्पन्न भएका छन् ।



The committee discharges the following risk management functions:

Risk Management Functions: (जोखिम व्यवस्थापन कार्यहरू)

Risk management in the Bank includes risk identification, measurement and assessment, and its objective is to minimize negative effects that risks can have on the financial result and capital of a Bank. Risk management strategies include the transfer of risk, avoidance of risk, reduction of the negative effect of the risk and acceptance of the consequences of a particular risk. The design of a risk management system depends among other things, on its size, capital structure, complexity of functions, technical expertise, and quality of Management Information System (MIS) and is structured to address both Banking as well as non-Banking risks to maximize shareholders' value.

Under the committee's direction and oversight, the Bank's management has been adopting the Risk Management Policy to ensure business strategies, profitability and financial stability are in consistent with the Bank's strategies and risk appetite. The Bank separately reviews the credit risk, operation risk and market risk to ensure that the Bank operate within the risk appetite expressed by the Risk Management Policy.

जोखिम व्यवस्थापन समितिले यस विकास बैंक भित्र निहित जोखिमहरूको पहिचान, ती जोखिमको असरको मापन र विश्लेषण गर्ने तथा संभावित क्षतिहरूलाई न्यूनीकरण गर्न विभिन्न तरिकाहरू अवलम्बन गर्ने सम्बन्धमा सुझावहरू पेश गर्दछ । जोखिम व्यवस्थापनको लागि कर्जा जोखिम, सञ्चालन जोखिम, बजार जोखिम लगायतका जोखिमका क्षेत्रहरूलाई छुट्टा छुट्टै पनि विश्लेषण गर्ने गरिन्छ ।

Risk Management Techniques (जोखिम व्यवस्थापनका उपायहरू)

The Bank adopts the following techniques for these specific type of the risks:

Credit Risk (कर्जा जोखिम)

The Bank exercises the following techniques in assessing the credit risk:

- Strict adherence to Board approved policies.
- Independent review of credit proposals by Central Credit Department and Risk Management Department.
- Well-defined delegated authority levels.
- Effective observance to post disbursement credit risk management techniques.

कर्जा जोखिम न्यूनीकरणको लागि सञ्चालक समितिले स्वीकृत गरेको कर्जा नीतिलाई पूर्ण रूपमा पालना गर्ने/गराउने, केन्द्रीय कार्यालयको कर्जा विभाग तथा जोखिम व्यवस्थापन विभागले स्वतन्त्रपूर्वक कर्जाको विश्लेषण गर्ने, कर्जा स्वीकृतिको सीमा निर्धारण र कर्जा लगानी पूर्व र कर्जा लगानी पश्चात स्थलगत अनुगमन र निरीक्षण गर्ने गरिएको छ ।

Operational Risk (सञ्चालन जोखिम)

The Bank has developed a framework for managing operational risk and evaluating the adequacy of capital covering the Bank's appetite and tolerance for operational risk, as specified through the policies for managing this risk, including the extent and manner in which operational risk is transferred outside the Bank. It also includes policies outlining the Bank's approach to identifying, assessing, monitoring and controlling/mitigating the risk.

बैंकले सञ्चालन जोखिम न्यूनीकरणको लागि हरेक महिना रिपोर्टिङ्ग गर्ने परिपाटी विकास गरेको छ । यस अन्तर्गत पूँजी पर्याप्तता र जोखिम वहन क्षमताको मापन गर्ने गरिन्छ । त्यसै गरी दैनिक कारोबार सञ्चालनमा आउन सक्ने जोखिमहरूको पहिचान, विश्लेषण, अनुगमन, नियन्त्रण र व्यवस्थापन सम्बन्धी कार्यहरू गर्ने गरिएको छ ।

Liquidity Risk (तरलता जोखिम)

Liquidity is crucial to the ongoing viability of any financial institution. The capital positions can have a telling effect on institution's ability to obtain liquidity, especially in a crisis. The Bank has adequate system for measuring, monitoring and controlling liquidity risk. We evaluate the adequacy of capital given their own liquidity profile and the liquidity of the markets. We also make use of stress testing to determine their liquidity needs and the adequacy of capital. The objective of liquidity management is to ensure that Bank has sufficient



funds to meet its contractual and regulatory financial obligations at all times. Basically the Bank adopts the following norms for liquidity risk management

- Strict adherence to Basel II and NRB requirement to maintain the liquidity ratios above the regulatory minimum.
- Keeping the close eye on the banking and economic scenario.

वित्तीय संस्थामा तरलता जोखिम अत्याधिक रहन्छ । संकटको समयमा तरलता व्यवस्थापन गर्न सक्नु नै सो संस्थाको सबलता हो । यसको लागि बैंकले समय समयमा स्ट्रेस जाँच गर्ने गर्दछ । यसै गरी नेपाल राष्ट्र बैंकले तोकेको मापदण्ड बमोजिम तरलता सम्बन्धी सूचकहरूको न्यूनतम सीमालाई कायम राख्ने गरेको छ भने देशको आर्थिक गतिविधिहरूलाई शुक्ष्म रूपमा विश्लेषण गरी तरलता सम्बन्धी जोखिमलाई व्यवस्थापन गरिएको छ ।

Foreign Exchange Rate Risk (विदेशी विनिमय दर जोखिम)

Because of the Bank's exposure to foreign currency, foreign exchange risk management is a fundamental component in market risk management of the Bank, it involves prudent management of foreign currency positions in order to control, within set parameters, the impact of changes in exchange rates on the financial position of the Bank. The following norms are adopted by the Bank to manage the exchange rate risk:

- Maintenance of the Net Open Position within the threshold expressed by the Liquidity Management Framework.
- Revaluation of Open positions on a daily basis and analysis of the gains/losses.

यस विकास बैंकले विदेशी मुद्राको विनिमय पनि गर्ने भएकोले विदेशी विनिमय दर जोखिम पनि रहन्छ । यो जोखिम व्यवस्थापनको लागि तरलता व्यवस्थापन संरचना अनुसार तोकिएको अधिकतम सीमा सम्मको विदेशी मुद्रा संचिती र सोले पार्न सक्ने लाभ हानीको दैनिक गणना गरी कति संचिती राख्ने वा नराख्ने बारेमा निर्णय गरी जोखिम व्यवस्थापन गर्ने गरिएको छ ।

Interest Rate Risk (ब्याजदर जोखिम)

The following norms are adopted by the Bank to manage the interest rate risk:

- Effective cost benefit analysis for the product development.
- Regular Net Interest Margin and Credit to Deposit Ratio monitoring.
- Gap analysis to check the measures for the mismatches between rate sensitive liabilities and rate sensitive assets

ब्याजदर सम्बन्धी जोखिम न्यूनीकरणको लागि वित्तीय सेवाहरूको लाभलागत विश्लेषणलाई विशेष ध्यान दिइएको छ । कर्जा तथा निक्षेपमा खुद मार्जिनको गणना दैनिक रूपमा गरी सोही बमोजिम निर्णयहरू लिने गरिन्छ ।

Information Technology Risk (सूचना प्रविधि जोखिम)

The following norms are adopted by the Bank to manage the information technology risk:

- Strict adherence to Board approved policies.
- System Audit and checks on regular intervals.
- Application of the latest technology in the global cyber security ecosystems.
- Firewall, antivirus and Backups.

सूचना प्रविधि सम्बन्धी जोखिम व्यवस्थापनको लागि सञ्चालक समितिले स्वीकृत गरेको नीतिको पूर्ण रूपमा लागु गर्ने गराउने गरिएको छ । साथै समय समयमा सूचना प्रविधिको जाँच र परीक्षण गर्ने गरिन्छ भने पछिल्लो समयमा भित्रिएका प्रविधिहरूलाई प्रयोगमा ल्याई हुन सक्ने संभावित जोखिमहरूको न्यूनीकरण गर्ने गरिएको छ ।



Capital Risk (पूँजीगत जोखिम)

The following norms are adopted by the Bank to manage the capital risk:

- Meeting the regulatory capital requirements.
- Monthly computation of Capital Adequacy Ratios under normal and stress conditions.

यस विकास बैंकले पूँजीगत जोखिम न्यूनीकरणको लागि नियमक निकायले तोके बमोजिमको मापदण्डहरू पुरा गर्ने र मासिक रूपमा विभिन्न परिस्थितिमा पूँजी पर्याप्तको अवस्थाको विश्लेषण गर्ने गरिन्छ ।

Human Resource Facilities Committee: (मानव संसाधन सुविधा समिति)

The Human Resource Facilities Committee of the Bank works on the identification and addressing policies and current trends of employee benefits issues, including the changes in legislation as well as enhanced benefit programs, and use of the plans to remain competitive. The committee is coordinated by a director of the Board having the Head Human Resource Department as a member secretary. The Committee reviews and recommends for Board approval the Human Resources strategy including key HR objectives, plans and workforce requirements, recruitment promotion, selection, transfer & placement norms and monitors the implementation of same. The Committee also reviews, comments and reports to the Board regarding succession plan for all critical and key positions and reviews development plans, talent retention and career development for potential successors. Furthermore, the committee monitors and make all necessary recommendations to the Board regarding the ethical standards and ensure that management has identified a process to ensure compliance.

During the financial year, the Bank has conducted three Human Resource Facilities Committee meetings.

मानव संसाधन सुविधा समितिले मानव संसाधनको वर्तमान अवस्था, सुविधाहरू, परिवर्तित उपक्रमहरूको विश्लेषण गरी प्रतिस्पर्धि योजनाहरू लागु गर्न सुझाव पेश गर्दछ । यस समितिमा सञ्चालक समितिका सञ्चालक संयोजक र मानव संसाधन विभागका प्रमुख सदस्य सचिव रहने व्यवस्था छ । यस समितिले मानव संसाधन व्यवस्थापनका विभिन्न पक्ष र आयामहरूको बारेमा नीति निर्माण गर्ने र सोलाई लागु गर्न सिफारिस गर्दछ । यस अवधिमा यो समितिको ३ ओटा बैठक बसेको छ ।

AML/CFT Committee: (एएमएल/सिएफटि समिति)

Money Laundering is a major concern to the governments and regulatory authorities all over the world. It has been recognized as a major social problem and crime by the governments around the world. The committee ensures that the Bank complies with all the regulations under Asset (Money) Laundering Prevention Act, Asset (Money) Laundering Prevention Rule & the Directives on AML/CFT issued by Nepal Rastra Bank. It reviews the adequacy of the resources (including information technology tools) to identify, measure & mitigate the money laundering issues and reports the same to the Board. The committee also reviews and reports to the Board the existing methodology, policy, processes etc. and need for improvement to identify all kinds of money laundering risks on timely manner. To discharge the oversight function of the committee, Bank has set up a separate compliance department to review and monitor all the financial transactions occurring in the Bank. All the AML/CFT issues are reported by the compliance department to the committee where the issues are discussed and necessary guidance are issued to the management. Compliance department observes, identifies & reports the committee the potential risks or any suspicious transactions within the Bank through regular committee meetings.

Five meetings of AML/CFT Committee were held during this year.

सम्पत्ति शुद्धिकरण विश्वकै चासोको विषय भएको छ । यस समितिले नेपाल राष्ट्र बैंकले जारी गरेको निर्देशनहरूको पालना गर्दै गराउँदै सोसंग सम्बन्धित कारोबारहरूको पहिचान, मापन र व्यवस्थापनका उपायहरू अबलम्बन गर्ने तथा सोको रिपोर्टिङ्ग गर्ने कार्यहरू गर्दछ । आ.व. २०७६/०७७ मा यस समितिको ५ ओटा बैठकहरू बसेका छन् । अनुपालना विभागले दैनिक कार्यहरू नीति बमोजिम भए नभएको जाँच गर्ने गर्दछ ।

Committee of Management (व्यवस्थापन अन्तर्गतका समितिहरू)

For the effective segregation of the duties, mitigation of the risk and smooth operation, the Bank has formulated the following management committees:

बैंकको दैनिक काम कारवाहीहरूलाई सहज र सरल रूपमा सञ्चालन गर्न, अधिकारहरूको विभाजन गरी जोखिमलाई व्यवस्थापन गर्न बैंक व्यवस्थापनले व्यवस्थापनमा रहेका कर्मचारीहरूको सहभागितामा विभिन्न समितिहरू गठन गरेको छ ।

1. Assets Liability Committee (ALCO) (सम्पत्ति दायित्व समिति)

ALCO is the committee of the senior executives, and nominated department heads and is responsible for establishing, documenting and enforcing all policies that involve asset and liability management, such as liquidity, interest rate, foreign exchange, commodity and equity risk. The major responsibility of the committee includes management of liquidity position, foreign currency exposure, borrowing/lending position, investment position of the Bank, oversee the maturity profile and mix of incremental assets and liabilities and reviewing other aspects as mandated the NRB directives.

Thirty-Five ALCO meetings were held during the year.

सम्पत्ति दायित्व समिति प्रमुख कार्यकारी अधिकृतको संयोजकत्वमा उच्च व्यवस्थापन तथा मनोनित विभागीय प्रमुखहरूको संलग्नतामा गठन गरिएको छ । यो समितिले बैंकको तरलताको अवस्था, व्याजदर, विदेशी विनिमय दर, कर्जा तथा लगानीको अवस्था र सम्पत्ति तथा दायित्व अन्तर्गत रहेका विभिन्न पक्षहरूको व्यवस्थापन गर्ने कार्य गर्दछ । आ.व. २०७६/०७७ मा यो समितिको ३५ ओटा बैठक सम्पन्न भएका छन् ।

2. Recruitment Committee (पदपूर्ति समिति)

Deputy Chief Executive Officer, Assistant Chief Executive Officer and Head Human Resource Department forms the Recruitment Committee as per the Employee Bylaws of the Bank. The committee discusses and decides all the matters relating to the human resources requirement starting from vacancy announcement, conducting the examination and interview and recruiting the suitable candidate. The committee also discusses and decides the matter related to performance appraisals, promotion & capacity enhancement of the employees.

Seventy-Eight meetings of the Recruitment Committee were held during the year.

मानव संसाधन परिपूर्ति सम्बन्धी कार्यहरू गर्न नायव प्रमुख कार्यकारी अधिकृतको संयोजकत्वमा सहायक कार्यकारी प्रमुख सदस्य र मानव संसाधन विभाग प्रमुख सदस्य सचिव रहने गरी यो समिति गठन गरिएको छ । आ.व. २०७६/०७७ मा यो समितिको ७८ ओटा बैठकहरू सम्पन्न भएका छन् ।

3. Financial Direction Committee (आर्थिक निर्देशन समिति)

Financial Direction Committee is formed as per the requirement of the Financial Bylaws of the Bank and comprise of the officials prescribed by the bylaws which is chaired by the Chief Executive Officer. The Financial Direction committee is responsible to approve the expenses up to the threshold prescribed by the bylaws considering the rationale, nature and requirement of the procurement.

Thirty-Five meetings of the Financial Direction Committee were held during the year.

बैंकको आर्थिक प्रशासन विनियमालीमा भएको व्यवस्था बमोजिम प्रमुख कार्यकारी अधिकृतको संयोजकत्वमा यो समिति गठन भएको छ । यस समितिले आवश्यकता र औचित्यको आधारमा खरिद सम्बन्धी निर्णयहरू गर्दछ । आ.व. २०७६/०७७ मा यो समितिको ३५ ओटा बैठक बसेको छ ।



4. Credit Committee: (कर्जा समिति)

As a part of management of the credit related risk, the Bank has formed the credit committee which comprises of the senior executives and other nominated personnel. The credit committee evaluates the loan application, the underlying risk and approves the credit limit of the borrower in case it exceeds the threshold as delegated by the Board.

Forty-Seven meetings of the Credit Committee were held during the year.

बैंकले कर्जा सम्बन्धी निर्णयहरू गर्न कर्जा समिति गठन गरेको छ । यस समितिमा उच्च व्यवस्थापन तथा अन्य मनोनित विभागीय प्रमुखहरू सदस्य रहने व्यवस्था छ । आ.व. २०७६/०७७ मा यो समितिको ४७ ओटा बैठक बसेको छ ।

5. Management Committee: (व्यवस्थापन समिति)

The management committee is the committee of the senior executives and nominated department heads. The management committee meets every week and develops the strategies, identifies the existing issues with which the business and operations of the Bank is governed and reviews the day to day business growth of the Bank. The committee oversees the performance of the branches in line with the budget and Bank's mission, identifies the gap and implements the short term strategy to overcome them.

Thirty Nine meetings of the Management Committee were held during the year.

बैंकको उच्च व्यवस्थापन तथा मनोनित विभागीय प्रमुखहरू समावेश गरी व्यवस्थापन समिति गठन गरिएको छ । यो समितिको बैठक साप्ताहिक रूपमा बस्ने गर्दछ । समितिले साप्ताहिक कार्य प्रगतिको समीक्षा र आगामी रणनीतिहरू निर्माण गर्ने गर्दछ । आ.व. २०७६/०७७ मा यो समितिको ३९ ओटा बैठक सम्पन्न भएका छन् ।

Strategic Direction (रणनीतिक दिशा)

The Bank with its strong Brand Name emphasizes to build everlasting relationships with its stakeholders. The Bank is committed to retain its brand name in whatsoever condition and achieve milestones in all scenarios of business. The Bank is committed to its socioeconomic thrust of business and aims to retain and increase its spot in the industry and market share with inclusive product reach to all components of the society. The Bank is focused to partner with its subsidiary companies investment partners, cooperatives, microfinances and other financial and non financial institutions for effective reach into the population of the country and aims to reduce barrier of geographical reach. From providing finance for projects of national interest, to supporting the private sector with value-added services with our sizable exposure in Micro and Rural Finance. The Bank takes pride in the cutting-edge product lines and dedicate substantial resources to develop new and better ways to enhance individual, modern Banking experience as well as Micro Banking. The Bank continually strives to find better ways to serve, contribute, and make a difference in the communities that the Bank serves by providing diversified service to all arenas of Banking like Modern and Micro in alliance with the latest and state of the art technology.

ग्राहकहरूलाई उत्कृष्ट सेवाको माध्यमबाट दीर्घकालिन सम्बन्ध स्थापित गर्नु यस विकास बैंकको उच्च प्राथमिकता रहेको छ । राज्यका प्राथमिकताहरूमा सहयोग पुग्ने गरी निजी क्षेत्रलाई वित्तीय सेवा प्रदान गरी साना तथा लघु बैंकिङ्ग क्षेत्रलाई पनि समेट्दै आर्थिक विकासमा टेवा पुर्याउनु यो विकास बैंकको रणनीति रहेको छ । आधुनिक प्रविधिहरूको प्रयोग गर्दै बैंकले प्रदान गर्ने सेवाको स्तर बृद्धि गरी सबै प्रकारका सेवाहरूलाई निरन्तरता दिईने छ ।





Our Priorities (हाम्रो प्राथमिकताहरू)



Retail Banking combined with responsible banking & community based lending (समुदायमा आधारित जिम्मेवार बैकिङ्ग)

As a leading development Bank, Muktinath Bikas Bank aims on creating an exemplary banking system driven by transparency and ethical conduct. The areas of work of the Bank includes establishment of functioning and fair financial system, supporting the small and medium clients that matter the most from a development point of view.

As the market is ever changing, we make sure that we as a Bank is evolving as per the situation in terms of our operation and expectations from the stakeholders. Timely assessment are conducted to ensure strategic intent.

This year global pandemic COVID- 2019 have impacted a lot on the overall business and market scenario. Considering the situation, the Bank sorted out various strategies to better place the Bank's services and products to the general public. With proper screening of the current scenario, the Bank came up with the following key insights regarding the stakeholders:

- The Bank focus shall not only be limited to short term profit maximization, but also long term value creation.
- More customer driven products and services to be presented in the market being in line with the guidelines forwarded by NRB.
- Broader role of the Board in implementation of strategies fit for the sustainable banking.

यो विकास बैंक, विकास बैंकहरू मध्येमा सबै भन्दा ठूलो भएको हुनाले आफूलाई अभै पारदर्शी र जिम्मेवार बनाई अगाडि बढाउने प्रयास गरेको छ । पारदर्शिता र नैतिक मूल्य तथा मान्यताहरूलाई आत्मसाथ गर्दै विशुद्ध रूपमा सबै तह र तप्काका ग्राहकहरूलाई वित्तीय सेवा प्रदान गर्ने छ । समय र परिस्थितिको माग बमोजिम आफूलाई गतिशील बनाई सेवाहरूमा विविधिकरण र अद्यावधिकता गर्ने तथा नेपाल राष्ट्र बैंकको नियमनमा प्रतिबद्ध रही सेवा विस्तार गर्ने प्राथमिकता राखेको छ ।



Cyber and Data Security (साइबर र डाटा सुरक्षा)

The Bank always kept data security of the customers a priority and have also worked time and again to be updated with latest technology and system incorporation within the organization.

बैंकले ग्राहकहरूको तथ्यांकहरूलाई उच्च प्राथमिकताको साथमा गोप्य र सुरक्षित राख्ने कार्य गरेको छ । पछिल्लो समयका प्रविधिहरूको प्रयोग र बैकल्पिक व्यवस्थामा समेत अद्यावधिक रहेको छ ।



Customer Satisfaction (ग्राहक सन्तुष्टि)

Customer Satisfaction is among the ultimate goals of the Bank's products and services. Innovation in product's features and services are constantly updated for creating customer loyalty for long term.

ग्राहकको सन्तुष्टि नै यस विकास बैंकको सेवाको अन्तिम लक्ष्य हो । बैंकले सञ्चालनमा ल्याएका जति पनि सेवाहरू छन् र ती सेवामा अद्यावधिकता गरेको छ, समग्रमा ग्राहकको सन्तुष्टिको लागि नै हो । यसबाट ग्राहकहरूसंगको अनन्त सम्बन्ध स्थापित गरिनेछ ।



Digital Innovation (डिजिटल नवीनता)

Digital Innovation is the core strategy of the Bank and also key factor for customer excellence. As per the need of the scenario, the bank have followed international standards for deliverable of digital products and systems to the customers.

ग्राहकहरूलाई स्तरीय र भरपर्दो सेवा प्रदान गर्न प्रविधिको प्रयोग अनिवार्य जस्तै भएको छ । नवीनतम प्रविधिको प्रयोगले कार्य र सेवामा बढी सहजता प्रदान गर्दछ । यस विकास बैंकले अन्तर्राष्ट्रिय स्तरका डिजिटल प्रविधिको प्रयोगमा विशेष जोड दिएको छ ।



Corporate Governance (संस्थागत सुशासन)

For the long term sustainability and improved performance, the Bank strictly believe in transparency and having strong corporate governance process and policies.

बैंकले संस्थाको दीगोपना र उच्च स्तरको प्रगतिको लागि पारदर्शिता र सुशासनलाई उच्च प्राथमिकतामा राखेको छ । यी कुराहरूलाई आफ्नो नीति तथा कार्य शैलीमा समावेश गरी लागु पनि गरेको छ ।

Know us a little Better (हामीलाई अझै चिनु होस्...)

Being the leading development Bank of Nepal, Muktinath Bikas Bank serves around 0.75 million customers (both individual and business included), from 137 branches all around Nepal.

मुक्तिनाथ विकास बैंकको हाल ७ लाख ५० हजार भन्दा बढी ग्राहक सदस्यहरू हुनुहुन्छ भने उहाँहरूले देश भर रहेका १३७ ओटा शाखाहरूबाट हाम्रो सेवा लिई रहनु भएको छ ।

Our Values (हाम्रो मान्यताहरू)

At Muktinath, our values are the guiding principles for how we work. All employees of Muktinath Bank comply with the core values of the Bank while conducting any kind of work related tasks. That's the way we do what we do.

मुक्तिनाथ विकास बैंकमा कार्यरत सम्पूर्ण कर्मचारीहरूले "लक्ष्यमा केन्द्रीत, परिणाममुखी, जिम्मेवारी र सर्वहित" लाई आफ्नो मूल मान्यताको रूपमा आत्मसाथ गरी सेवा प्रदान गर्दछन् । यो मान्यताहरू बैंक कर्मचारीहरूको लागि मार्ग दर्शक सिद्धान्तहरू हुन् ।



Goal Focused



Result Oriented



Ownership in the tasks



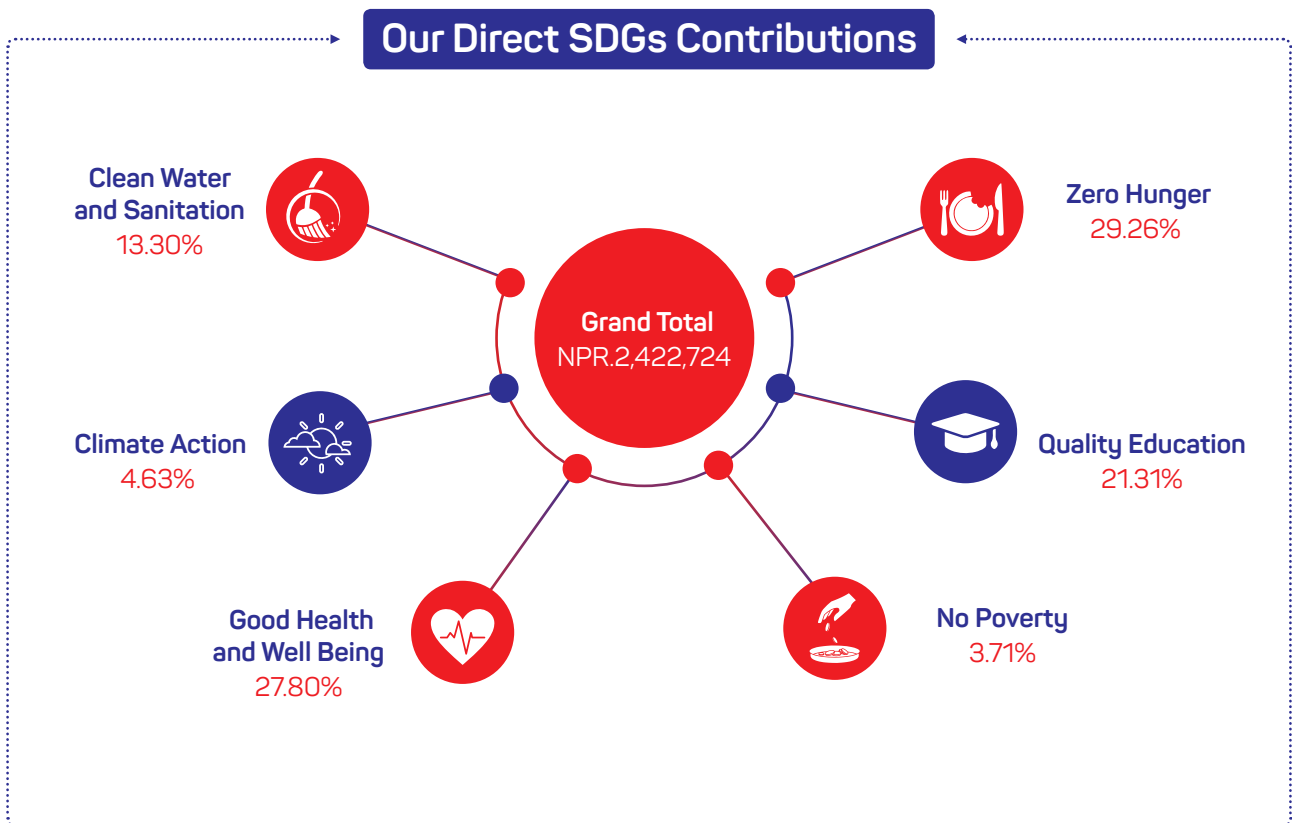
Well- Being

Our SDGs Commitments (दीगो विकास लक्ष्यहरूमा प्रतिबद्धता)

The United Nations Sustainable Development Goals (SDGs) provide a historic opportunity to unite all the global stakeholders to fight for the causes such as remove extreme poverty, fight inequality and save the planet. The Bank's primary focus is also responsible banking and hence considers in contribution to implementation of SDGs that will strengthen environment for doing business. Recognizing that, the Bank have set various targets and make contributions to the causes that supports the sustainable goals of United Nations.

Considerable contributions of NPR 2,422,724 (equivalent to USD 20,105.59) have been made in the various goals among the SDGs alone for FY 2076/77 (FY 2019/2020). A summary for the contributions made by the Bank in line with the SDG's are as below:

संयुक्त राष्ट्र संघले निर्धारण गरेको दीगो विकासका लक्ष्यहरूमा यस विकास बैंकले पनि प्रतिबद्धता जनाएको छ । यो वित्तीय संस्था भएकोले उपयुक्त र सान्दर्भिक लक्ष्यहरूमा ठोस योगदान दिने प्रयास गरेको छ ।





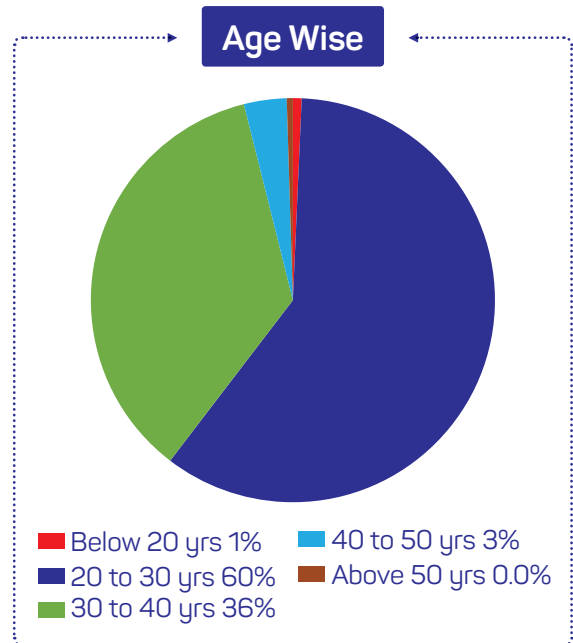
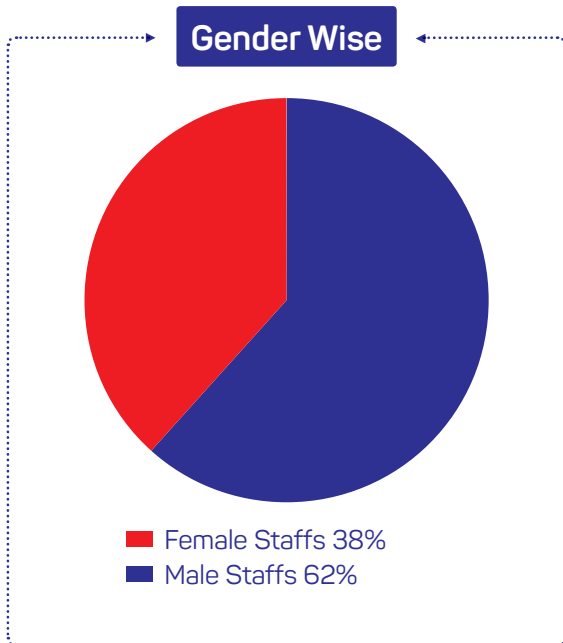
Our Human Capital Index (मानव संसाधन)

The Bank comprises the diversified portfolio of Human Capital mix with good concentration of demographic components of the society. The Bank is committed to fair practices of inclusiveness and encourages marginal groups with qualitative attributes for working with it and its organizational ambitions.

यस विकास बैकले योग्य र सक्षम व्यक्तिहरूलाई रोजगारीको अवसर प्रदान गरेको छ । भौगोलिक तथा लैंगिक समानताको आधारमा सीमान्तकृत वर्ग र समुदायलाई प्राथमिकता दिएको छ । यस संस्थामा २०७७ आषाढ मसान्त सम्म कुल १,४३६ जना कर्मचारीहरू कार्यरत हुनु हुन्छ । कुल कर्मचारीको करिब ३८ प्रतिशत महिला कर्मचारीहरू हुनुहुन्छ भने २० देखि ४० वर्ष उमेर समूहका कर्मचारीहरूको संख्या ९६ प्रतिशत रहेको छ ।

As of FY 2076/77 (2019/20)		
S.N	Particulars	No. of Staffs
1	Male Staffs	884
2	Female Staffs	552

Age Wise Staffs As of FY 2076/77 (2019/20)		
S.N	Age Group	No. of Staffs
1	Below 20 yrs	10
2	20-30 yrs	858
3	30-40 yrs	512
4	40-50 yrs	49
5	Above 50 yrs	7
Total		1,436



Business and Learning Summit 2020

One with the primary interest (विशेष चासो)

A stakeholder is a party that has an interest in a company and can either affect or be affected by the business. We know that creation of amicable relationship with the stakeholders enables us to sustain in long term, deliver our business strategies and create organizational value.

The creation of value is crucial for relationship management with stakeholders. At Muktinath, serious consideration for the expectation of various kinds of stakeholders is taken into matter. Combined efforts on collection of feedbacks, our part to listen & act have enables to create a trustworthy organization.

Below is the representation for the briefly summarized expectations from our key stakeholders:

बैंकले आफ्नो सरोकारवालाहरूको चासोलाई विशेष ध्यान दिएको छ । यी सरोकारवालाहरूको आवश्यकता, चाहना र रोजाई अनुसारको सेवा तथा प्रतिफल दिई अपेक्षाहरू पुरा गरेमा मात्र बैंकको सेवा दीगो हुने कुरामा पूर्ण जानकार रहको छ । यस विकास बैंकले आफ्नो सरोकारवालाहरूको रूपमा लगानीकर्ताहरू, ग्राहकहरू, कर्मचारीहरू, सरकार तथा नियमक निकाय र समुदायलाई मानेको छ ।

Our Stakeholders and their Expectations

Investors

(Shareholders & Debt holders)

- Positive financial return
- Value maximization
- Transparent and timely communication



1

2



Customers

- High value and high quality products & services
- Customer centric approach with high responsiveness in terms of behavior.

Employees

- Compensation & Benefits (both monetary & non-monetary)
- Healthy & Safe working environment
- Effective Job Evaluation & Appraisal system



3

4



Government & Regulators

- Taxes & GDP
- Ethical Conduct
- Corporate Governance & Risk Management
- Responsible financial products & Services

Communities

- Taxes & GDP
- Job Creation
- Economic Development
- Health and Safety.



5





1. Value Added Statement

The value-added statement shows how much value (wealth) has been created by the bank through utilization of its capacity, capital, manpower and other resources and allocated the same to the stakeholders, employees, government, community, shareholder and expansion and growth of the Bank.

Value added statement depicts the profit generated by collective effort of management, employees, capital and its utilization which is distributed among its various stakeholder.

In NPR Million

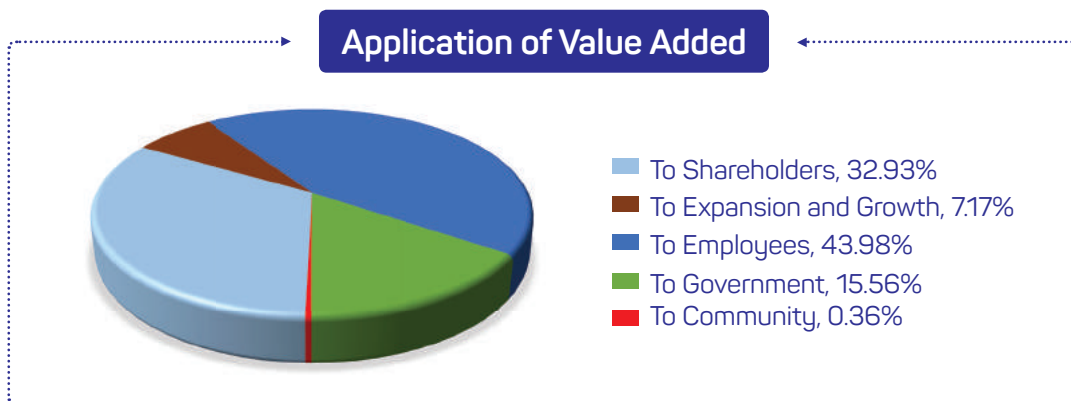
Particulars	2076/77	2075/76	Change(%)
Interest Earned	6,592.49	5,118.60	28.79%
Other Income	551.72	637.52	-13.46%
Interest Expenses	4,333.11	3,223.83	34.41%
Other Operating Expenses	457.60	376.90	21.41%
Value Added by Banking Services	2,353.50	2,155.40	9.19%
Impairment charge for loans and other losses	316.86	146.05	116.96%
Gross Value Added	2,036.65	2,009.36	1.36%

Application Statement

To Employees			
Salaries and other benefits	895.80	684.49	30.87%
To Government			
Income Taxes	316.96	417.62	-24.10%
To Community			
Corporate Social Responsibility	7.07	8.56	-17.38%
To Shareholders			
Dividend & Bonus Shares	670.69	681.34	-1.56%
To Expansion and Growth			
Reserves and Accumulated Profits	29.64	166.26	-82.17%
Depreciation and Amortization	131.83	106.28	24.04%
Deferred Taxation	(15.35)	(55.20)	-72.19%
Total of Value-Added allocation	2,036.65	2,009.36	1.36%

The value added by the Bank stood at NPR 2,036.65 Million as on Asar End 2077 compared to NPR 2,009.36 Million in previous year.

For the year ended Asar 2077 the application statement comprises of value addition to various stakeholders of the Bank. The current value addition of 43.98% has been apportioned to employees of the bank for the salaries and other benefit which is followed by the shareholders by 32.93% for dividends. The government, expansion and growth of the bank and community received 15.56%, 7.17% and 0.35% of total value addition.



2. Market Value Added

Market value is the difference between the market value and total book value of the bank. It shows the difference between the current market value of the bank and capital contributed by investors. It is the sum of all capital claims held against the bank plus the market value of debt and equity. Positive market value added depicts the bank has added value.

Particulars	In NPR	
	2076/77	2075/76
Market price per share	312	370
Number of shares	43.25	30.65
Total Market value (In Million)	13,493.97	11,339.61
Book value per share	134.53	145.18
Number of shares	43.25	30.65
Total Book value (In Million)	5,818.46	4,449.50
Market Value Added (In Million)	7,675.51	6,890.11

The total market value of the Bank has increase by NPR 2,154.36 Million and has reached to NPR 7,675.51. Similarly, the total book value of the shares stands at NPR 5,818.46 Million which saw the rise of 30.77%. With the increase in market value of shares and book value of shares of the Bank the total market value added in the FY 2076-77, has reached to NPR 7,675.51 Million as compared NPR 6,890.11 Million in the previous year.

3. Economic Value Added

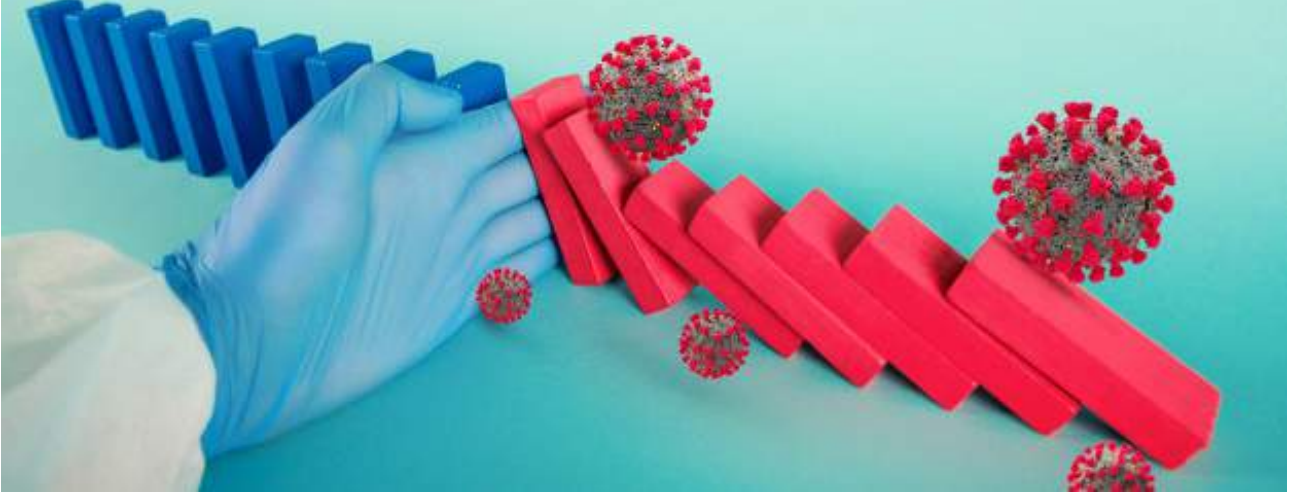
Economic Value Added (EVA) is a financial performance measurement tool developed by Stern Stewart & Co. which is an estimate of a Bank's economic profit, or the value created in excess of the required return of the Bank's shareholders. EVA is the profit earned by the Bank less the cost of financing the Bank's capital.

Particulars	In NPR Million	
	2076/77	2075/76
Net operating profit after tax	707.41	856.17
Average Shareholders' fund	5,133.98	4,037.54
Cost of capital Employed %*	12%	12%
Cost of capital Employed	616.08	484.50
Economic Value Added	91.33	371.66

The bank has generated Economic Value Added of NPR 91.33 Million as on Asar 2077 which was NPR 371.66 Million on Asar 2076. Cost of capital employed is assumed to be averaging around 12% which is slightly higher than the risk-free rate due to inclusion of market risk premium.



COVID-19: Regaining Strength & Growing Stronger Together (कोभिड-१९: पुनर्स्थापना र सबलता)



The Novel Corona Virus have changed the way we lived our daily life. Apart from health, the Corona Virus have created huge impact on the major economies of the world. The World Health Organization declared COVID-19 as a pandemic on March 11, 2020 (Falgun 28, 2076). Accordingly, in Nepal, the Government took crucial decision of nationwide lockdown in various phases starting from Chaitra 11, 2076 (March 24, 2020).

Due to the severity of both the pandemic and the lockdown caused by it, the economy of the country was massively affected. Due to restriction of movement of people, good & resources, business were hugely affected and so did the people associated with it. Cash crunch, inability to pay for even basic supplies created uncertainty for many people. Our customers also faced similar uncertainties.

Despite the situation, we have always cared for our customers as well as our employees. We made strategies to overcome the challenge and provide an undifferentiated service to our customers. The initiatives taken by us during this COVID-19 pandemic are briefly presented below:

नोवेल कोरोना भाईरसले हामी सबैको दिनचर्यालाई परिवर्तन गरी दिएको छ । यसले हाम्रो स्वास्थ्य लगायत विश्व अर्थतन्त्रलाई नै ठूलो असर पारेको छ । नेपाल सरकारले चैत्र ११, २०७६ देखि आह्वान गरेको बन्दाबन्दीमा यस विकास बैंकले आफ्नो सेवा सञ्चालनमा अपनाएका रणनीतिहरू निम्न बमोजिम रहेका छन् ।

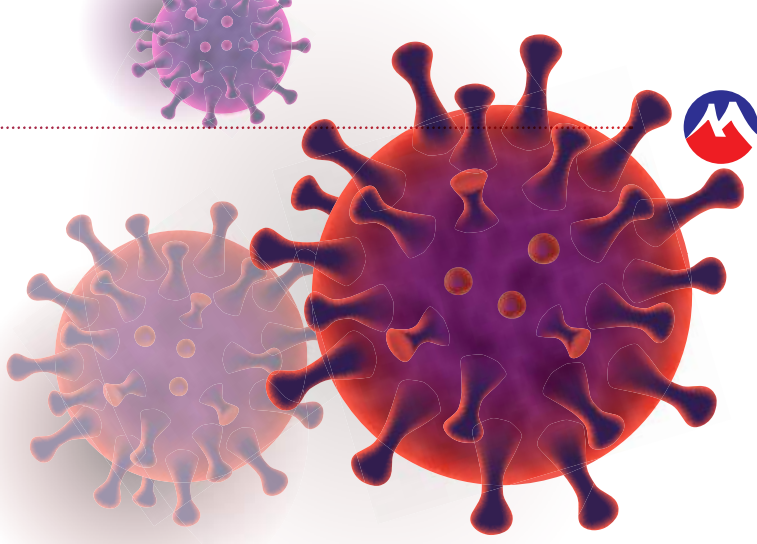


Branch & ATM Services (शाखा सञ्चालन र एटिएम सेवा)

Mukinath Bikas Bank have always focused on serving customers better despite of difficult situations. Although Bank's customers were requested to use Bank's digital platforms for banking from time and again during the lockdown & pandemic, Bank's branches & ATMs were opened for customers. Branches operated on schedule basis during the first phase of the lockdown followed by full branches operating after the lockdown was lifted. All the Bank's ATM booths were operated 24/7 serving the customers. Branches and ATMs were thoroughly sanitized and precautions were taken to ensure the safety and wellbeing of employees and customers.

बन्दाबन्दीको समयमा स्थानीय निकायको निर्देशन बमोजिम शाखाहरू तालिका अनुसार खोलिए भने ग्राहकहरूलाई एटिएम मेसिनको प्रयोग गर्न अनुरोध गरियो । एटिएम भएको स्थानमा स्यानिटाईजरको व्यवस्था गरी सावधानीका साथ निरन्तर संचालनमा ल्याईयो । बन्दाबन्दीको सहजता पछि सबै शाखाहरूबाट पूर्ण रूपमा सेवा प्रदान गर्दै आएको छ ।





मुक्तिनाथ विकास बैंक लि.
MUKTINATH BIKAS BANK LTD.

Sanitization & Social Distancing (निर्मलीकरण र सामाजिक दूरी)

The health of the employees & customers is the prime concern of the Bank during this pandemic. Sanitation kits such as masks, gloves, sanitizer, face shield, hand wash were provided to each employees at branch, regional office and department level. Sanitizer dispensing unit were also placed at ATM Booths and branch premises for customers/visitors to use. Thermal gun was also kept for temperature check for both visitors and employees at branches. Our staffs also ensured adequate sanitization of ATMs and Branches at frequent intervals. Adequate social distancing was maintained by Bank's staff while servicing every customer who visits us.

ग्राहक तथा कर्मचारीहरूको स्वास्थ्यलाई पहिलो प्राथमिकतामा राखी मास्क, पञ्जा, स्यानीटाइजर, फेससिल्ड, हात धुने व्यवस्था र नियमित कार्यकक्षहरू निर्मलीकरण गर्ने कार्यहरू गरियो । त्यसै गरी कार्यालय भित्र प्रवेश गर्ने व्यक्तिको ज्वरो नाप्ने व्यवस्था मिलाईयो । सेवा लिंदा वा दिंदा र कर्मचारीहरू बीचमा पनि यथेस्त दुरी कायम गरी कार्य गर्ने व्यवस्था गरिएको छ ।



Work from Home Access (घरबाट काम गर्ने व्यवस्था)

Employees were provided with Work from Home Access to keep the Bank operation running. The work from home access was provided with the vision that the service shall not be affected in any situation and employees could also be constantly in touch with what was happening at the work. Virtual Meetings/Trainings were continued to be placed all at the comfort of the being at home.

यस अवधिमा कर्मचारीहरूलाई ईन्टरनेटको माध्यमबाट घरबाटै काम गर्ने व्यवस्था गरियो । यसले गर्दा ग्राहकहरूलाई दिनु पर्ने सेवामा कमी हुन दिइएन । त्यसै गरी कर्मचारीहरूको बैठक र तालिम पनि अनलाईनबाट नै सम्पन्न गरियो ।

Digital Communication & Awareness (डिजिटल संचार र सचेतना)

The Bank constantly made posts regarding COVID awareness tips and posted on all their social media platforms. Similar messages were communicated to customers via bulk email. All the notices of the Bank were made available in the Bank's website and social media platforms for customers to know about any updates regarding the Bank.

बैंकले कोरोना बारेमा तथा अन्य सन्देशहरूलाई सामाजिक सञ्जालहरू मार्फत नियमित रूपमा सचेतना जगाउने कार्य गरी रह्यो । त्यसै गरी सचेतनाको लागि ईमेल र मोबाईल सन्देशहरूको पनि प्रयोग गरियो । बैंकको अद्यावधिक अवस्था र जानकारीहरूको लागि वेवसाईट तथा सामाजिक सञ्जालहरूको धेरै नै उपयोग गरिएको थियो ।





New Products & Services (नयाँ सेवा र सुविधाहरू)

Bank introduced new products and services during the period of Pandemic. From non-collateral loans for professionals, low interest bearing loans to Digital product's added features (Fixed Deposit, E-KYC & Remittance). The Bank launched Online fixed deposit, through which customers could open their fixed deposit account without visiting the branch. Also, the Bank introduced a deposit calculator that was designed to calculate the returns for the customers on their deposits. Both of the online fixed deposit & Deposit Calculator was hosted on the Bank's website for easy accessibility by customers. E-Teller was launched from all branches that could help customers to withdraw cash without cheque at Bank's premises.



बैंकले यस अवधिमा नयाँ सेवाहरू पनि थप गरेको छ । विनाधितो कर्जाहरू, न्यून व्याजदरमा कर्जा सेवाहरू, अनलाईनबाटै खाता खोल्न सकिने, ई-केवाईसी, रेमिटयान्स खातामा जम्मा गर्न सकिने, वेवसाईट मार्फत बचत खातामा पाउने व्याजको गणना आफैले गर्न सक्ने व्यवस्था, चेकबुक विना ईटेलर मार्फत खातामा रहेको रकम फिक्न सक्ने व्यवस्था पनि यसै अवधिमा सञ्चालनमा ल्याइएको छ ।

Business Process Automation (स्वचालित कार्य प्रकृया)

The zero contact method has to be applied within the employees, for which the Bank introduced a paperless, online approval system names Business Process Automation Model where the Bank's staff could process files, place approvals and so on.

बैंकले विगतमा कागजमा प्रिन्ट गरी स्वीकृतिको प्रकृया गर्ने गरेकोमा सोलाई अनलाईनबाटै स्वीकृत हुने व्यवस्था गरिएको छ ।

Business Continuity Management (कार्य निरन्तरता व्यवस्थापन)

The Bank introduced policy regarding Business Continuity Plan 2077 and circulated to all staffs. The plan depicts the scenarios and what should be the guidelines for the employees and departments to act in case of emergencies.

असहज वा असामान्य परिस्थितिमा बैंकको सेवा तथा कार्यहरूलाई निरन्तरता दिने बारेमा योजना स्वीकृत गरी लागु गरिएको छ ।

Relief from interest payment (ग्राहकलाई कर्जाको ब्याजमा छुट)

Many of the Bank's customers who were struggling to fulfill their EMI to the bank due to their poor economic condition and loss on income due to this COVID 19 were helped by the Bank by relief of the interest payment to the Bank.

बन्दाबन्दीको गम्भीर असरमा परेका कर्जा ग्राहकहरूलाई ब्याजमा छुट र राहत दिइएको छ ।

Policies revision for Business Loans (व्यवसायिक कर्जामा नीति परिमार्जन)

Keeping in mind that many businesses were severely affected by COVID Pandemic, the Bank introduced a separate product paper on how loan files were to be handled, revised interest rate and flexible interest payment terms were incorporated along with waiver on various charges.

व्यवसायिक कर्जाहरूमा नीतिगत परिमार्जन गरी नयाँ कर्जाको व्यवस्था, व्याजदर परिमार्जन, व्याज भुक्तानीका शर्तहरू र शुल्कहरूमा छुट आदि लागु गरिएको थियो ।

Waiver on the charges for digital interbank transactions during Lockdown period (डिजिटल कारोबारमा छुट)

As per the instruction of the regulatory body NRB, charges on digital interbank transactions during the lock down period were waived.

बन्दाबन्दीको अवधिभर डिजिटल बैंकिङको शुल्कहरूमा छुट दिइएको थियो ।

The Bank not only combatted the changes brought on by the Pandemic, but successfully adapted to the norms of the new normal and grew stronger in terms of service delivery and product enhancement.

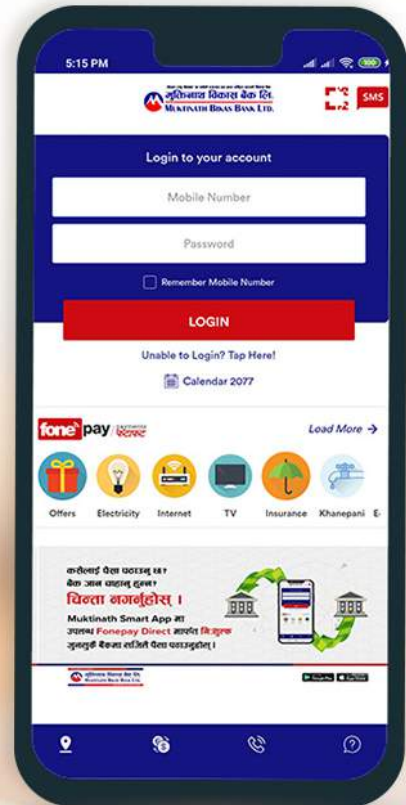
यस अवधिमा बैंकले विश्व महामारीसंग जुध्दै नयाँ परिस्थितिमा आफूलाई अनुकूलित गरी सेवा प्रवाहमा अझै बलियो साबित गर्न सफल भएको छ ।

मुक्तिनाथ विकास बैंकको मोबाईल बैंकिङ्ग

“मुक्तिनाथ स्मार्ट” माफ्त अब

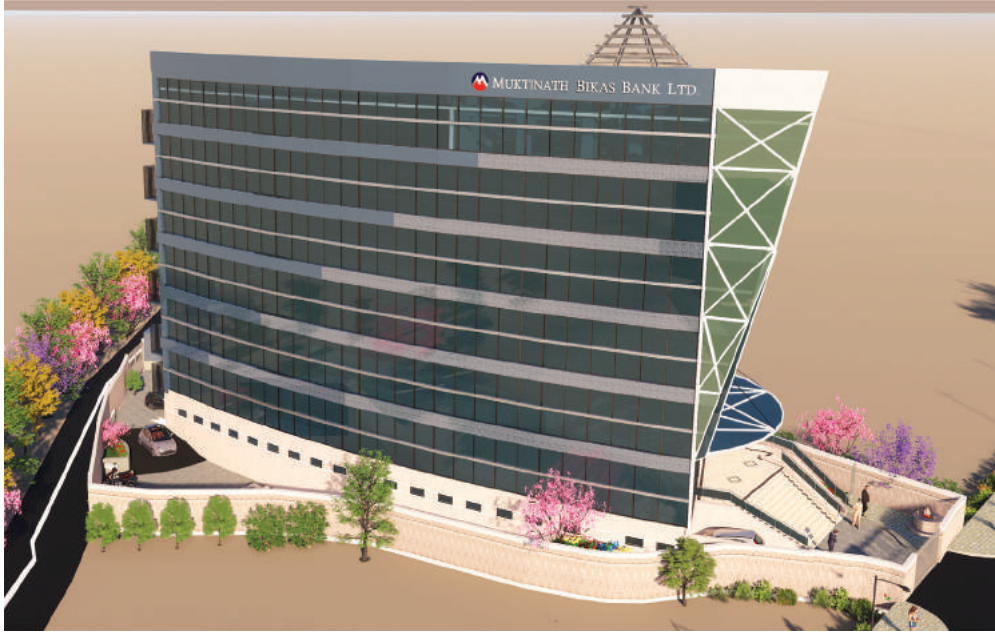
Fixed Deposit

सजिलै खोल्नुहोस् ।



#BankSafe





केन्द्रीय कार्यालय भवनको प्रस्तावित नमुना, लाजिम्पाट, काठमाडौं

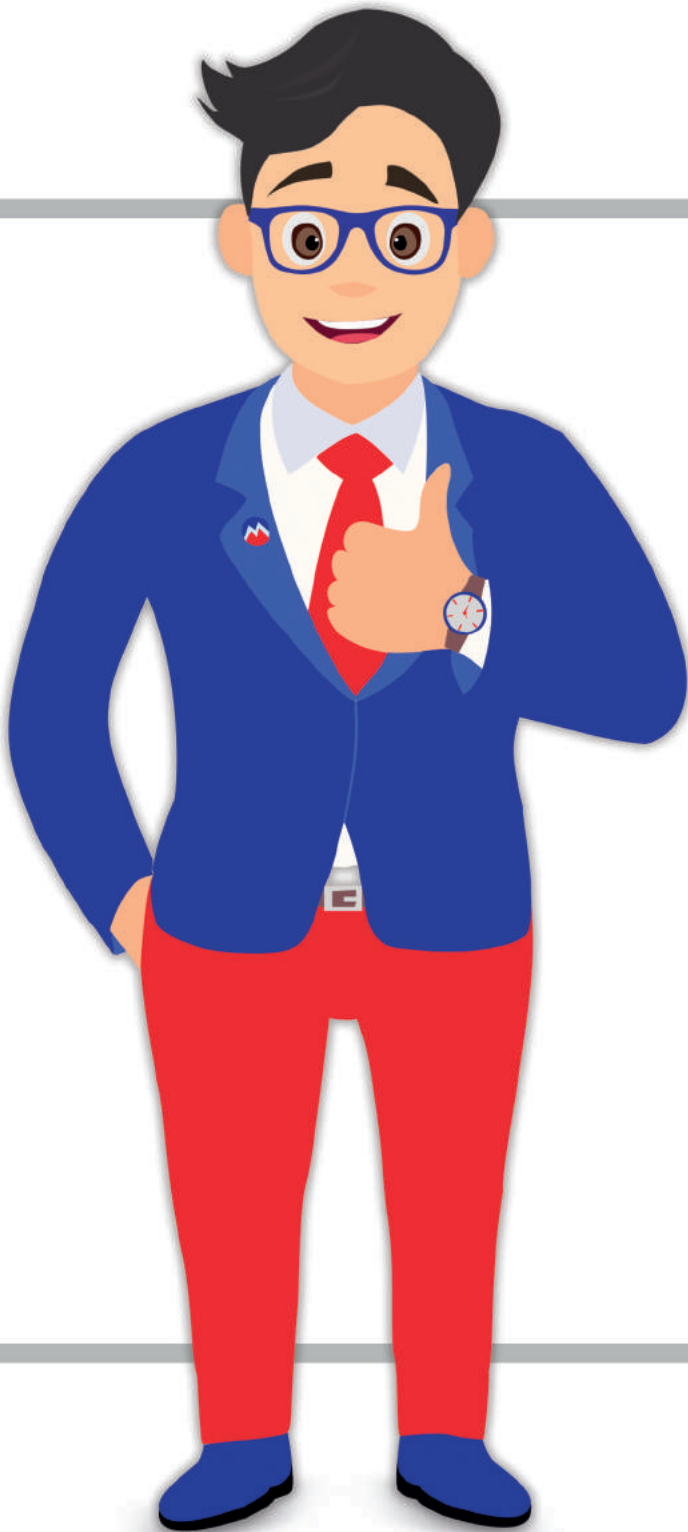


क्षेत्रीय कार्यालय भवन, पोखरा, कास्की



- विषय सूचि -

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MUKTINATH BIKAS BANK LTD.

“नेपाल राष्ट्र बैंकबाट “ख” वर्गको इजाजतपत्र प्राप्त राष्ट्रिय स्तरको विकास बैंक”

चौधौं वार्षिक साधारण सभा सम्बन्धी सूचना

आदरणीय सेयरधनी महानुभावहरू,

मुक्तिनाथ विकास बैंक लि.को सञ्चालक समितिको मिति २०७७ पौष ३ गते बसेको २३९ औं बैठकको निर्णय अनुसार यस विकास बैंकको चौधौं वार्षिक साधारण सभा निम्न मिति, समय र स्थानमा, देहायका विषय उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा सम्पूर्ण सेयरधनी महानुभावहरूको जानकारी एवं उपस्थितिका लागि, यो सूचना प्रकाशित गरिएको छ ।

सभा हुने मिति, समय र स्थान :

मिति : २०७७ पौष २५ गते, शनिवार (तदनुसार जनवरी ९, २०२९)

समय : बिहान ११:०० बजे ।

स्थान : होटल पोखरा ग्राण्ड, पार्दी, विरोटा, पोखरा, कास्की ।

(हाल विश्वभर फैलिरहेको कोभिड -१९ को महामारीका कारण नेपाल सरकारले तोकेको सीमाभित्र मात्र सेयरधनी महानुभावहरू वार्षिक साधारण सभामा प्रवेश गर्न सक्ने भएकोले सेयरधनीहरूको अधिक उपस्थितिका लागि अनलाइन (Virtual) माध्यमबाट समेत साधारण सभामा उपस्थित हुन सक्ने व्यवस्था गरिएको छ ।

छलफलका विषयहरू :

सामान्य प्रस्तावहरू :

- सञ्चालक समितिको तर्फबाट अध्यक्षज्यूको आ.व. २०७६/७७ को वार्षिक प्रतिवेदन उपर छलफल गरी पारित गर्ने ।
- लेखापरीक्षकको प्रतिवेदन सहित आ.व. २०७६/७७ आषाढ मसान्तको वासलात, नाफा नोक्सान हिसाब, नगद प्रवाह लगायतका विवरणहरू पारित गर्ने ।
- लेखापरीक्षण समितिको सिफारिस बमोजिम आ.व. २०७७/७८ को लागि लेखापरीक्षक नियुक्ति गर्ने र निजको पारिश्रमिक निर्धारण गर्ने ।
- यस विकास बैंकको सहायक कम्पनी मुक्तिनाथ क्यापिटल लि.को आ.व. २०७६/०७७ को वित्तीय विवरण सहितको एकीकृत वित्तीय विवरण उपर छलफल गरी पारित गर्ने ।
- सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम चुक्ता पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) को ४.२५७४ प्रतिशतले हुने रकम रु. १८,४९,३२,९०२.३८ (अक्षरेपी अठार करोड एकचालीस लाख बत्तीस हजार एक सय दुई रुपैयाँ अड्तीस पैसा मात्र) नगद लाभांश (बोनस सेयर र नगद लाभांशको कर सहित) वितरण गर्ने प्रस्ताव पारित गर्ने ।

विशेष प्रस्तावहरू :

- सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम चुक्ता पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) को ११.२५ प्रतिशतका दरले हुन आउने रकम रु. ४८,६५,६९,३९७.९८ (अक्षरेपी अड्चालीस करोड पैसडी लाख एकसडी हजार तीन सय सत्र रुपैयाँ अठार पैसा मात्र) बोनस सेयर वितरण गर्ने प्रस्ताव पारित गर्ने ।
- विकास बैंकको चुक्ता पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) बाट ११.२५ प्रतिशतले हुन आउने रकम रु. ४८,६५,६९,३९७.९८ (अक्षरेपी अड्चालीस करोड पैसडी लाख एकसडी हजार तीन सय सत्र रुपैयाँ अठार पैसा मात्र) बोनस सेयर वितरण पश्चात जारी तथा चुक्ता पूँजी रु. ४,८९,९५,५०,८०३.९८ (अक्षरेपी चार अर्ब एकासी करोड पन्ध्र लाख पचास हजार आठ सय तीन रुपैयाँ अठार पैसा मात्र) पुन्याउने प्रस्ताव पारित गर्ने र सोही बमोजिम प्रबन्धपत्रको सम्बन्धित दफा संशोधन गर्ने ।
- यस मुक्तिनाथ विकास बैंक लि. र अन्य उपयुक्त बैंक तथा वित्तीय संस्थाहरू एक आपसमा प्राप्ति/समाहित (Acquisition/Merger) प्रयोजनका लागि उपयुक्त बैंक तथा वित्तीय संस्थाको पहिचान गर्ने, सहमतिपत्र (Memorandum Of Understanding) मा हस्ताक्षर गर्ने, सोको आधारमा सैद्धान्तिक स्वीकृतिका लागि नेपाल राष्ट्र बैंकमा निवेदन दिने, सम्पत्ति दायित्वको मूल्याङ्कन (Due Diligence Audit) गर्न परामर्शदाता, मूल्याङ्कनकर्ता, लेखापरीक्षक नियुक्त गर्ने र निजको पारिश्रमिक तोक्ने तथा मर्जरसंग सम्बन्धित अन्य आवश्यक कार्यहरू गर्नका लागि सञ्चालक समितिलाई अख्तियारी दिने प्रस्ताव पारित गर्ने ।





४. विकास बैंकको प्रबन्धपत्र तथा नियमावली संशोधन गर्ने सम्बन्धमा नियमनकारी निकायबाट फेरबदल गर्न निर्देशन भएमा आवश्यकता अनुसार सोमा थपघट, परिमार्जन, संशोधन तथा सच्याउनको लागि सञ्चालक समिति वा समितिले तोकेको व्यक्तिलाई अख्तियारी दिने ।

५. विविध :

द्रष्टव्य: चौधौं वार्षिक साधारण सभा प्रयोजनार्थ मिति २०७७ पौष १३ गते देखि २०७७ पौष २५, गते सम्म यस विकास बैंकको सेयर दाखिल खारेज बन्द (Book Closed) हुने व्यहोरा सेयरधनी महानुभावहरूलाई जानकारी गराइन्छ ।

सञ्चालक समितिको आज्ञाले
डण्डपानी ढकाल
(कम्पनी सचिव)



चौधौ वार्षिक साधारण सभा सम्बन्धी अन्य जानकारीहरू :

- चौधौ वार्षिक साधारण सभालाई ध्यानमा राखी, मिति २०७७ पौष १३ गते देखि २०७७ पौष २५ गते सम्म विकास बैंकको सेयरधनी दर्ता किताब बन्द (Book Closed) रहने छ । नेपाल स्टक एक्सचेञ्ज लिमिटेडमा मिति २०७७ पौष १२ गते सम्म कारोबार भई, प्रचलित कानून बमोजिम यस विकास बैंकको सेयर रजिष्ट्रार मुक्तिनाथ क्यापिटल लि. (Muktinath Capital Ltd.) कमलादी, काठमाडौंमा, प्राप्त सेयर नामसारीको विवरणको आधारमा सेयरधनी दर्ता किताबमा कायम सेयरधनीहरू सो सभामा भाग लिन, साथै बोनस सेयर तथा नगद लाभांश प्राप्त गर्न योग्य हुनेछन् ।
- वार्षिक साधारण सभामा भाग लिन आउनुहुने सम्पूर्ण सेयरधनी महानुभावहरूले आफ्नो परिचय खुल्ने प्रमाणपत्र वा सोको प्रतिलिपि अनिवार्य रूपमा साथमा लिई आउनुहुन अनुरोध छ ।
- अनलाइन (Virtual) माध्यमबाट उपस्थित भई साधारण सभामा सहभागी हुन, मतदान गर्न तथा मन्तव्य राख्न चाहनुहुने सेयरधनी महानुभावहरूले सभा हुनु भन्दा कम्तीमा ४८ घण्टा अगावै आफ्नो परिचयपत्र सहित बैंकले जारी गरेको सेयर प्रमाणपत्र तथा DMAT खाता खोलिएको प्रमाणको स्वयं कपि समावेश गरी कम्पनी सचिवको इमेल ठेगाना dandapani.dhakal@muktinathbank.com.np मा इमेल पठाउनु पर्नेछ । यसरी प्राप्त भएका इमेलमा अनलाइन (Virtual) माध्यमबाट सभामा सहभागी हुनका लागि आवश्यक पर्ने Meeting ID/Password उपलब्ध गराइनेछ । यस प्रक्रियाबाट उपस्थित हुनुहुने सेयरधनी महानुभावहरूलाई सभामा उपस्थित भएसरह मान्यता दिइनेछ । सभामा आफ्नो राय सुभाष दिन चाहनुहुने महानुभावहरूले लिखित रूपमा उल्लेखित इमेल मार्फत समेत दिन सक्नुहुनेछ ।
- सभा सुरु हुनुभन्दा एक घण्टा अगाडिनै (Virtual) माध्यम खुल्ला गरिनेछ । उक्त एक घण्टाको समय भित्र सभामा सहभागी हुने सेयरधनी महानुभावहरूले दिइएको Meeting ID / Password को माध्यमबाट Login गरी आफ्नो परिचय, DMAT खाता नं. र सेयर संख्या सहित उपस्थितिको जानकारी सभालाई दिनुपर्नेछ ।
- सेयरधनी महानुभावहरूको उपस्थिति पुस्तिकामा दस्तखत गर्न सेयरधनी उपस्थिति पुस्तिका साधारण सभा हुने दिन बिहान ०९:०० बजे देखि खुल्ला रहनेछ । कोभिड-१९ को महामारीका कारण सभामा उपस्थित हुँदा आपसी दुरी कायम गर्ने र मास्क पंजा लगायतका न्यूनतम सुरक्षाका उपकरणहरूको प्रयोग गर्न सम्पूर्ण सेयरधनी महानुभावहरूलाई अनुरोध गरिन्छ । नेपाल सरकारले तोकेको सीमा भन्दा बढी व्यक्तिहरू भेला हुन नपाइने भएको हुँदा अनलाइन (Virtual) माध्यमबाट सभामा भाग लिन प्रोत्साहन गरिन्छ ।
- छलफलका विषयहरू मध्ये, विविध शिर्षक अर्न्तगत कुनै प्रस्ताव भएमा, छलफल गर्न इच्छुक सेयरधनीले, साधारण सभा हुनुभन्दा ७ (सात) दिन अगावै, छलफलको विषयको जानकारी, कम्पनी सचिव मार्फत, सञ्चालक समितिको अध्यक्षलाई लिखित रूपमा दिनु पर्नेछ ।
- साधारण सभामा भाग लिनका लागि प्रतिनिधि (प्रोक्सी) नियुक्ति गर्न चाहने सेयरधनीहरूले, प्रचलित कम्पनी कानूनले तोकेको ढाँचामा, प्रतिनिधि पत्र (प्रोक्सी) फारम भरी, सभा सुरु हुनु भन्दा कम्तीमा ४८ घण्टा अगावै, अर्थात मिति २०७७ पौष २३ गते दिनको ११:०० बजे भित्र बैंकको केन्द्रीय कार्यालय काठमाडौं प्लाजा, कमलादी काठमाडौंमा दर्ता गराई सक्नु पर्ने छ । बैंकको सेयरधनी वाहेक अरुलाई प्रोक्सी दिन र एक भन्दा बढी व्यक्तिलाई आफ्नो सेयर विभाजन गरी, तथा अन्य कुनै किसिमबाट छुट्याई प्रोक्सी दिन पाइने छैन । यसरी दिएको प्रोक्सी बदर हुनेछ ।
- प्रोक्सी नियुक्त गरी सक्नु भएको सेयरधनी आफैँ सभामा उपस्थित भई हाजिर पुस्तिकामा दस्तखत गर्नु भएमा दिईसकेको प्रोक्सी स्वतः बदर हुने छ ।
- एकै सेयरधनीले एक भन्दा बढी प्रोक्सीहरू दिईसकेको अवस्थामा यस अघि दिइएका सबै प्रोक्सी बदर गरी पछिल्लो प्रोक्सीलाई मान्यता दिइयोस भनी छुट्टै पत्र लेखी, ४८ घण्टा अगावै अर्थात, २०७७ पौष २३ गते दिनको ११:०० बजे भित्र दर्ता गराएको अवस्थामा, अधिल्ला प्रोक्सीहरू स्वतः बदर भएको मानी, पछिल्लो प्रोक्सीलाई मान्यता दिइने छ ।
- नावालक सेयरधनीको सन्दर्भमा, सेयरधनी दर्ता किताबमा संरक्षकको रूपमा नाम लेखिएको व्यक्तिले मात्र संरक्षकको हैसियतले सभामा भाग लिन, छलफल गर्न, प्रतिनिधि नियुक्त गर्न र मतदान गर्न समेत सक्नु हुनेछ ।
- साधारण सभा सम्बन्धमा थप जानकारी आवश्यक परेमा कार्यालय समयभित्र विकास बैंकको केन्द्रीय कार्यालय का.म.न.पा. -२८, काठमाडौं प्लाजा, कमलादी, काठमाडौंमा सम्पर्क राख्न समेत अनुरोध छ ।

पुनश्च: कम्पनीको आर्थिक विवरण, सेयरधनी महानुभावहरूले उपलब्ध गराएको ठेगानामा पठाइएको छ । साथै कम्पनी ऐन २०६३ अनुसारको वार्षिक आर्थिक विवरण, सञ्चालक समितिको प्रतिवेदन र लेखापरीक्षकको प्रतिवेदन, सेयरधनी महानुभावहरूले कम्पनीको केन्द्रीय कार्यालय का.म.न.पा. -२८, काठमाडौं प्लाजा, कमलादी काठमाडौंमा तथा यस विकास बैंकको सेयर रजिष्ट्रार मुक्तिनाथ क्यापिटल लि. कमलादी, काठमाडौंमा आई, निरीक्षण गर्न र प्राप्त गर्न सक्ने व्यहोरा समेत जानकारीका लागि सूचित गरिन्छ । आर्थिक विवरण लगायत वार्षिक साधारणसभामा पेश हुने सम्पूर्ण प्रस्तावहरू बैंकको Website: www.muktinathbank.com.np मा हेर्न सक्नुहुनेछ ।



सञ्चालक समितिका अध्यक्षज्यूको मन्तव्य

आदरणीय सेयरधनी महानुभावहरू,

यस विकास बैंकको १४ औं वार्षिक साधारण सभामा उपस्थित हुनु भएका आदरणीय सेयरधनी महानुभावहरू तथा अतिथि ज्यूहरूमा सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत तथा अभिवादन गर्न चाहन्छु ।

सर्वप्रथम, सम्पूर्ण सेयरधनी महानुभावहरूलाई हृदयदेखि नै धन्यवाद दिन चाहन्छु । यस विकास बैंकको स्थापनाकालदेखि नै मलाई विश्वास गरेर प्रमुख कार्यकारी अधिकृतको रूपमा व्यवस्थापकीय पक्षहरूको नेतृत्व गर्ने अवसर प्रदान गर्नु भएको थियो भने गत वर्षको १३ औं साधारण सभाबाट सञ्चालक समितिको अध्यक्षको जिम्मेवारी सुम्पनु भएको छ । विगतमा बैंकलाई प्रत्यक्ष रूपमा व्यवस्थापन गरेको मेरो लामो अनुभव रहेकोले हालको यो जिम्मेवारीलाई पनि बैंकको व्यवस्थापन तथा सञ्चालक साथीहरूको सहकार्यमा बैंक तथा सेयरधनीको हितमा हुने गरी भूमिका निभाउने छु ।

विश्वले यस अघि कहिल्यै नभोगेको कोरोनाको महामारीले हामीलाई पनि अछुतो राखेको छैन । यस कहरका बीच पनि हाम्रो यो गरिमामय सभामा यहाँहरूको समुपस्थितिले यस विकास बैंकसंगको यहाँको सामीप्यता र आत्मियताको वर्णन गर्ने शब्द मसंग छैन । परिस्थितिको बाध्यताले हाम्रा कतिपय सेयरधनी महानुभावहरू भर्चुअल माध्यमबाट पनि जोडिनु भएकोछ । परिस्थिति अनुसार प्रविधिलाई आफ्नो अनुकूल उपयोग गर्न सक्नु नै समयको माग हो । सबै सेयरधनी महानुभावहरूलाई यो साधारण सभामा सक्रिय सहभागिताको लागि हार्दिक अनुरोध पनि गर्दछु ।

हालै यस विकास बैंकले "युरोपियन माईक्रोफाईनान्स अवार्ड २०२०" प्राप्त गर्न सफल भएको छ । यो हाम्रो बैंकले विगतदेखि लिएको वित्तीय मोडेलको सफलतम प्रयासको प्रतिफल हो । यसको लागि म सम्पूर्ण कर्मचारीहरूलाई हार्दिक धन्यवाद दिन चाहन्छु । साथै यो पुरस्कारको प्रमुख हकदार अहोरात्र ग्रामीण क्षेत्रमा वित्तीय सेवाको लागि खट्ने साना तथा लघु बैंकिङ्ग विभाग अन्तर्गतका कर्मचारीहरू भएकोले उहाँहरूलाई बधाई दिन चाहन्छु । गत वर्ष पनि सो पुरस्कारको लागि उत्कृष्ट १० अन्तर्गत छनौट हुन सफल भएको थियो । यस विकास बैंकले साना तथा मझौला वर्गका उद्यमी र व्यवसायीहरूलाई पनि आफ्नो सेवाको एक प्रमुख लक्षित वर्गको रूपमा लिएको छ र सोही अनुरूपको वित्तीय सेवाहरू प्रदान गर्दै आई रहेको छ । यसले सबै तह र तप्काका ग्राहकहरूलाई आवश्यकता र चाहना बमोजिमका वित्तीय सेवाहरू प्रदान गर्दै आएको छ । सबै वर्गलाई वित्तीय सेवामा समेट्नुनै यस विकास बैंकको विशेषता हो । त्यसै गरी, यसै वर्ष नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्थाले प्रदान गर्ने वित्तीय क्षेत्र अन्तर्गतको Best Presented Annual Report (BPA) Award-2019 प्राप्त गर्न सफल भएको छ । वार्षिक प्रतिवेदनमा समेटिनु पर्ने विषय वस्तु, प्रस्तुतिकरण र सोको विश्लेषणको आधारमा यो सम्मान प्रदान गरिन्छ ।

आ.व. २०७६/०७७ को शुरुको ८ महिना सामान्य रहेतापनि पछिल्लो ४ महिना कोरोना महामारीको कारणले विश्व अर्थतन्त्र अकल्पनीय रूपमा उथुल पुथुल हुन पुग्यो, जुन यद्यपी रहेको छ । नेपाल सरकारको अपेक्षा, केन्द्रीय बैंकले जारी गरेका निर्देशनहरू र आम जनमानसको परिस्थिति तथा मनस्थितिले गर्दा बैंक तथा वित्तीय संस्थाहरूको वित्तीय अवस्थामा संकुचन आएको छ । यसै परिप्रेक्ष्यमा यस विकास बैंकले पनि नेपाल राष्ट्र बैंकको निर्देशन बमोजिम विभिन्न प्रकार कर्जाहरूमा राहत तथा छुटहरू स्वरूप रु. २४ करोड १४ लाख प्रदान गरेको छ । यस विषम परिवेशमा पनि आफ्नो अग्रतालाई कायम राख्दै प्रगतिका विभिन्न सूचकहरूमा उत्कृष्ट नतिजा पेश गर्दै आएको छ । वित्तीय आकार र आंकडाका साथै, यसले सकारात्मक प्रभावकारीता पनि बृद्धि भएको हामीले महशुस गरेका छौं । आगामी दिनमा पनि न्यून आय भएका नागरिकहरूको उत्थान, कृषि क्षेत्र र हामी सबैको साभ्वा वातावरण संरक्षण र हरित लगानीमा (Green Finance) यस विकास बैंकले उल्लेखनीय र प्रभावकारी भूमिका खेल्नेछ ।

"जनता बैंकमा होइन, बैंक जनतामा जानु पर्दछ" भन्ने मूल मान्यता सहित हामीले विकट गाउँदेखि सहरसम्म गुणस्तरीय वित्तीय सेवाहरू प्रदान गर्दै आई रहेको बारेमा थप व्याख्या गर्नु पर्दैन । बैंकले किसानहरूलाई लगानी गर्दै जाँदा, कृषि क्षेत्रमा वित्तीय पहुँचका अलावा गुणस्तरीय कृषि सामाग्रीहरू जस्तै: मल, बीउ, कृषि औजार, जैविक विषाधिहरू, सिंचाईका उपाय तथा उपकरणहरू, आवश्यक प्राविधिक सहयोग समेत उपलब्ध गराउन सकेमा उत्पादन पनि बृद्धि हुने र कृषिबाट किसानहरूलाई अधिकतम लाभ दिलाउन सक्ने अनुभव गरेका छौं । साथै, कृषकको खेतबारीमा उब्जनी भएको कृषि उपजहरूलाई बजारसम्म पहुँच पुर्याई किसानहरूको उपजको बिक्री व्यवस्थापनबाट आम्दानी सुनिश्चित गराउन अपरिहार्य देखिएको छ । यसै परिवेशलाई मध्यनजर गरी किसानहरूको जीवनस्तरमा गुणात्मक सुधार ल्याउन आवश्यकतानुसारको वित्तीय तथा गैर वित्तीय सेवाहरू उपलब्ध गराई कृषिको लागि चाहिने सबै सेवाहरू समन्वयात्मक र एकीकृत रूपमा प्रदान गर्न यस विकास बैंकको अग्रसरतामा मुक्तिनाथ कृषि कम्पनीको स्थापना भएको छ ।

मुक्तिनाथ कृषि कम्पनी मुनाफा कमाउने उद्देश्यमा मात्र सीमित नभई देशमा कृषि उद्यमहरूको विकास गरी बढी भन्दा बढी कृषकहरूलाई गुणस्तरीय सेवाहरू प्रदान गर्न प्रतिवद्ध रहेको छ । यसले सेवालाई कृषकहरूसम्म पुर्याउनको लागि वडा, गाउँपालिका, नगरपालिका र जिल्लामा स्थापना भई सञ्चालनमा रहेका वा नयाँ स्थापना गरी कृषि उद्यम/व्यवसाय गर्न चाहने सहकारी संस्थाहरू, कृषि कम्पनी तथा फर्महरूलाई सहयोग तथा प्रवर्द्धन गर्नेछ । कृषि कम्पनीले कृषि उत्पादक र उपभोक्तालाई सहज रूपमा जोड्न व्यवस्थापकीय काम गर्ने प्रतिवद्धताका साथ आफ्ना क्रियाकलापहरू सञ्चालन गरेको पाइएको छ । मुक्तिनाथ कृषि कम्पनीसंगको साभेदारीमा आगामी दिनहरूमा बैंकको व्यवसायिक आकार र प्रतिष्ठा अभैँ बढ्ने र वास्तविक किसानहरूले अधिकतम लाभ लिन सक्ने विश्वास गरिएको छ ।

यस विकास बैंकको सहायक कम्पनी मुक्तिनाथ क्यापिटल लि.ले सन्तोषजनक रूपमा कार्य गर्दै आएको छ । क्यापिटलसंगको सहकार्यमा यस विकास बैंकले पूँजी बजार सम्बन्धी सेवालाई पनि सहजीकरण गरेको छ । बैंकका सेवाग्राहीहरूलाई क्यापिटलसंग सम्बन्धित सेवाहरू बैंकबाटै उपलब्ध गराउन समन्वयात्मक भूमिका खेलेको छ । त्यसै गरी बैंकले क्यापिटलसंगको सहकार्यमा म्यूचुअल फण्ड सम्बन्धी कार्य पनि छिट्टै सुरु गर्नेछ । मुक्तिनाथ कृषि कम्पनीसंगको सहकार्यमा मुक्तिनाथ विकास बैंकले आफ्नो सेवालाई कृषि तथा उत्पादनमूलक क्षेत्रमा केन्द्रित गर्दै देशको अर्थतन्त्रलाई उल्लेखनीय टेवा पुर्याउने लक्ष्यका साथ काम गरी बैंकलाई देश कै एक जिम्मेवार वित्तीय संस्थाको रूपमा स्थापित गराई राख्ने व्यहोरा म सम्पूर्ण आदरणीय ग्राहक महानुभावहरू, कर्मचारी वर्गहरू, लगानीकर्ताहरू तथा शुभेच्छुकहरूमा हार्दिकताका साथ जानकारी गराउन चाहन्छु ।

यस विकास बैंकले केन्द्रीय कार्यालय भवन निर्माणको लागि काठमाडौँ महानगरपालिका वडा नं. ३, लाजिम्पाटमा खरिद गरेको जग्गामा २०७७ मंसिर १५ गते भूमि पूजन तथा शिलान्यासको शुभ कार्य सम्पन्न भएको व्यहोरा पनि सम्पूर्ण सेयरधनी महानुभावहरूलाई जानकारी गराउन पाउँदा हर्षित छु । यो भवन ७ तल्लाको हुनेछ भने २०७९ आषाढ मसान्त सम्ममा सम्पन्न हुने योजना सहित कार्य अगाडि बढी सकेको छ । अघिल्लो आ.व.मा पोखराको पृथ्वी चोक (नागढुङ्गा) मा खरिद गरेको जग्गामा क्षेत्रीय कार्यालय तथा शाखा कार्यालय स्थापना गरी सेवा सुरु गरी सकेको व्यहोरा पनि सम्पूर्ण सेयरधनी महानुभावहरूलाई जानकारी गराउन चाहन्छु ।

वार्षिक प्रतिवेदनमा समावेश गर्न नियमक निकायहरूद्वारा तोकिएका बुँदा र व्यहोराहरू यसै प्रतिवेदनको विभिन्न खण्डमा प्रस्तुत गरिएका छन् । यस विकास बैंकका अन्य प्रगति तथा गतिविधिहरूलाई जानकारी दिने उद्देश्यले संक्षेपमा भए पनि उल्लेख गरिएको छ । भविष्यमा पनि सेवाग्राहीहरू, समाज र देशको हितमा हुने गरी वित्तीय सेवाको प्रभावकारितालाई विस्तार गर्दै लगिने छ । यस प्रतिवेदनमा उल्लेख भएका वा नभएका विषय वस्तुहरूमा यस विकास बैंकको हित र प्रगतिको लागि यहाँहरूको अमूल्य सल्लाह र सुझावको सधैं स्वागत गर्दछौँ । यस साधारण सभामा पेश भएका प्रस्तावहरूलाई छलफल गरी पारित गरी दिनु हुन पनि सम्पूर्ण सेयरधनी महानुभावहरूलाई हार्दिक अनुरोध गर्दछु ।

अन्त्यमा, हामीलाई उत्कृष्टताको बाटोमा हिंडाल्न हरदम प्रत्यक्ष निगरानी गर्नु हुने नियमक निकायहरू, हामीलाई सहयोग र साथ दिनु भएका सरकारी तथा गैरसरकारी संघ संस्थाहरू र निजी क्षेत्रलाई हार्दिक धन्यवाद व्यक्त गर्न चाहन्छु । यस विकास बैंकलाई विश्वास गरी लगानी गर्नु भएका सेयरधनी महानुभावहरूलाई यहाँको विश्वासलाई टुट्न नदिने वाचा गर्दछु । संस्थाको ख्याती र श्री बृद्धिको लागि समय र थकानलाई विर्सेर आफ्नो कर्ममा सदा खटिनु हुने सम्पूर्ण कर्मचारीहरूलाई हार्दिक धन्यवाद दिन चाहन्छु । साथै, हामीलाई स्नेहका साथ भरोसा गर्नु भएका हाम्रा अति आदरणीय सम्पूर्ण ग्राहकहरूमा पनि हार्दिक धन्यवाद र आभार व्यक्त गर्न चाहन्छु । यहाँहरू सबैको आशा, अपेक्षा, भरोसा र विश्वासलाई दृढताका साथ पुरा गर्ने वाचा गर्दै आगामी दिनहरूमा अभैँ उत्कृष्ट बैंकको रूपमा उभ्याउने वाचा गर्दछौँ ।

धन्यवाद ।
जय मुक्तिनाथ !

मिति: २०७७ पौष २५ गते, शनिवार





सञ्चालक समितिको वार्षिक प्रतिवेदन

यस विकास बैंकले आ.व. २०७६/०७७ मा गरेको प्रगति विवरणहरू तथा नियमक निकायहरूद्वारा विभिन्न मितिमा जारी गरेका निर्देशनहरू बमोजिम यस संस्थाले आफ्नो वार्षिक प्रगति विवरणमा समावेश गर्नु पर्ने विभिन्न विषय वस्तुहरूलाई यस प्रतिवेदनमा समावेश गरिएको छ ।

नेपाल राष्ट्र बैंकले आ.व. २०७७/०७८ को लागि जारी गरेको मौद्रिक नीति तथा सो पश्चात जारी भएको एकीकृत निर्देशन तथा थप निर्देशनहरूले समष्टिगत आर्थिक स्थायित्व कायम राख्दै नेपाल सरकारको आर्थिक वृद्धिको लक्ष्य हासिलमा सहयोग पुऱ्याउने गरी वित्तीय क्षेत्रको विकास र स्थायित्वको लागि बैंक तथा वित्तीय संस्थाहरूको एकीकरण र सुदृढीकरणमा जोड दिन खोजेको छ । यसले बैंक तथा वित्तीय संस्थाहरूलाई प्रतिस्पर्धि, बलियो र अनुशासित बनाउन प्रयास गरेको देखिन्छ । वित्तीय पहुँच विस्तार र सेवाको गुणस्तरमा बृद्धि गरी भुक्तानी प्रणालीको सुदृढीकरण र विद्युतीय कारोबारलाई प्रोत्साहन गर्ने मौद्रिक नीतिले लक्ष्य लिएको छ । साथै यी निर्देशनहरूले विश्वव्यापी फैलिएको कोरोना भाईरसको महामारीले अर्थतन्त्रमा पारेको असरलाई पुनरस्थापित गरी गतिशीलता तर्फ लैजान तरलता व्यवस्थापनको प्रयास गरेको देखिन्छ । यस आ.व.को लागि जारी भएको मौद्रिक नीतिको केही मुख्य बुँदाहरू यहाँ प्रस्तुत गरिएको छ ।

मौद्रिक नीति र यसका प्रभावहरू :

नेपाल सरकारको आ.व. २०७७/०७८ को बजेटले निर्धारण गरेका प्राथमिकता, लक्ष्य, नीति तथा कार्यक्रमहरूलाई पुरा गर्न सहयोग गर्ने उद्देश्यले नेपाल राष्ट्र बैंकले जारी गरेको मौद्रिक नीतिका केही अंशहरू निम्न बमोजिम रहेका छन् ।

- कोभिड -१९ महामारीले अर्थतन्त्रमा पारेको असर व्यवस्थापन गर्न मौद्रिक नीतिले मूल्य र वाह्य क्षेत्र स्थायित्व कायम राख्दै आर्थिक पुनरुत्थानमा जोड दिनुपर्ने अवस्था छ । आर्थिक गतिविधिलाई चलायमान बनाउन कोभिड -१९ बाट प्रभावित क्षेत्रको कर्जा व्यवस्थापन र पहुँचमा सहजीकरण गर्नु पर्ने र वित्तीय साधनलाई उद्यमशीलता विकास, उत्पादन अभिवृद्धि र रोजगारी सिर्जना गर्नेतर्फ प्रोत्साहित गर्नुपर्ने भएको छ ।
- आर्थिक वर्ष २०७६/७७ को एघार महिनामा बैंक तथा वित्तीय संस्थाको लगानीमा रहेको कर्जा १०.७ प्रतिशतले वृद्धि भई रु. ३१७२ अर्ब ९८ करोड पुगेको छ । अघिल्लो वर्षको सोही अवधिमा यस्तो कर्जा १८.२ प्रतिशतले बढेर रु. २८३६ अर्ब ७ करोड पुगेको थियो ।
- २०७६ चैत मसान्तमा बैंक तथा वित्तीय संस्थाको लगानीमा रहेको कर्जामध्ये रु.१५ लाखसम्मको कर्जा १५ प्रतिशत, रु. १५ लाखदेखि रु. ५० लाखसम्मको कर्जा २४.९ प्रतिशत, रु. ५० लाखदेखि रु. १ करोडसम्मको कर्जा १०.२ प्रतिशत, रु. १ करोडदेखि रु. ५ करोडसम्मको कर्जा २२.३ प्रतिशत र रु. ५ करोड माथिको कर्जा २७.६ प्रतिशत रहेको छ ।
- बैंक तथा वित्तीय संस्थालाई मर्जर तथा प्राप्तिमा जान प्रोत्साहित गर्न शुरू गरेपश्चात्को एक दशकमा १९६ बैंक तथा वित्तीय संस्थाहरू (२५ वाणिज्य बैंक समेत) मर्जर तथा प्राप्ति प्रक्रियामा संलग्न भई ४६ संस्था कायम भएका छन् । यस अवधिमा ५ वाणिज्य बैंकहरू समेत गरी १५० संस्थाको इजाजत खारेज भएको छ । आर्थिक वर्ष २०७६/७७ मा ४ वाणिज्य बैंक सहित ३५ बैंक तथा वित्तीय संस्था मर्जर तथा प्राप्ति प्रक्रियामा संलग्न भई २० संस्थाको इजाजत खारेज भएको छ ।
- बैंक तथा वित्तीय संस्थाका शाखा विस्तारसँगै वित्तीय पहुँच बढेको छ । बैंक तथा वित्तीय संस्थाको शाखा संख्या २०७६ असार मसान्तमा ८,६८६ रहेकोमा २०७७ जेठ मसान्तमा ९,७१६ पुगेको छ । उक्त अवधिमा प्रति बैंक शाखा जनसंख्या ३,३६३ बाट घटेर ३,०७५ कायम भएको छ ।
- २०७७ असारमा ९१-दिने ट्रेजरी विलको भारित औसत ब्याजदर १.२७ प्रतिशत र वाणिज्य बैंकहरूबीचको भारित औसत अन्तर बैंक दर ०.३५ प्रतिशत रहेको छ । २०७६ असारमा यी दरहरू क्रमशः ४.९७ प्रतिशत र ४.५२ प्रतिशत रहेका थिए ।
- वाणिज्य बैंकहरूको औसत आधारदर २०७६ असारमा ९.५७ प्रतिशत रहेकोमा २०७७ जेठमा ८.६६ प्रतिशत कायम भएको छ । त्यसैगरी २०७७ जेठमा कर्जाको भारित औसत ब्याजदर १०.४३ प्रतिशत र निक्षेपको भारित औसत ब्याजदर ६.१७ प्रतिशत कायम भएको छ । २०७६ असारमा कर्जाको भारित औसत ब्याजदर १२.१३ प्रतिशत र निक्षेपको भारित औसत ब्याजदर ६.६० प्रतिशत रहेका थिए ।
- वाणिज्य बैंक, विकास बैंक र वित्त कम्पनीले आफ्नो कुल कर्जा लगानीको न्यूनतम ५ प्रतिशत विपन्न वर्गमा प्रवाह गर्नुपर्ने व्यवस्था रहेकोमा २०७६ जेठ मसान्तमा वाणिज्य बैंक, विकास बैंक र वित्त कम्पनीहरूको विपन्न वर्गमा रु. १८९ अर्ब ७१ करोड कर्जा लगानी भएको छ । यो रकम कुल कर्जा लगानीको ५.९ प्रतिशत हुन आउँछ ।

- कृषि, घरेलु तथा साना उद्यम लगायतका व्यवसाय सञ्चालनमा कर्जा प्रवाह बढाउँदै उत्पादन तथा रोजगारी अभिवृद्धि गर्ने उद्देश्यले सञ्चालित सहूलियतपूर्ण कर्जा कार्यक्रमबाट २०७७ जेठ मसान्तसम्म २९ हजार १५७ ऋणी लाभान्वित भएका छन् भने रु. ५५ अर्ब ५४ करोड कर्जा लगानीमा रहेको छ ।
- तोकिएका क्षेत्रमा प्रवाहित कर्जाको २०७६ चैतमा कायम ब्याजदरमा आर्थिक वर्ष २०७६/७७ को चौथो त्रयमासको लागि २ प्रतिशत विन्दुले ऋणीलाई ब्याज छुट दिनुपर्ने व्यवस्था गरिएको थियो ।
- नेपाल सरकारले आर्थिक वर्ष २०७७/७८ को बजेटमा ७ प्रतिशत आर्थिक वृद्धिको लक्ष्य राखेको छ ।

समीक्षा अवधि आ.व. २०७६/०७७ को शुरुवातमा तरलताको अवस्था सामान्य भएतापनि देशमा बन्दाबन्दी शुरु भए पश्चात भने कर्जा लगानी प्राय ठप्प हुन पुग्यो भने तरलताको अवस्था अत्याधिक हुन गयो । फलस्वरूप बचत निक्षेपको व्याजदर क्रमशः घट्न थाल्यो । बैंकहरूको आधारदर पनि घट्न थाल्यो । २०७६ चैत्र महिनाको असूली भएको ब्याजमा १० प्रतिशत छुट र २०७७ बैशाखदेखि असार सम्मको ब्याजदरमा नै २ प्रतिशतले कम गर्नु पर्ने नियमक निकायको निर्देशन बमोजिम यस विकास बैंकको व्याज आम्दानीमा नै प्रत्यक्ष असर पर्न गयो । कोरोना महामारीले समग्र अर्थतन्त्रमा पारेको प्रभावको बावजुद यस विकास बैंकले गरेको प्रगतिको समीक्षा यस प्रकार रहेको छ :

क. विगत वर्षको कारोबारको सिंहावलोकन :

यस विकास बैंकले शाखा सञ्जालको बृद्धिसंगै कारोबारको रकम र संख्यामा पनि बृद्धि गरी रहेको छ । बैंकको सेवा लिन प्रत्यक्ष रूपमा बैंकमा आउने तथा विद्युतीय माध्यमबाट कारोबार गर्ने ग्राहकहरूको संख्या पनि बढी रहेको छ । बचत निक्षेप तथा कर्जाको उच्चतम व्यवस्थापन, सन्तुलन र बृद्धिको कारणले यस विकास बैंकले प्रगतिका सूचकहरूमा अब्बलता प्रस्तुत गरी रहेको छ । बैंकको व्यवसाय बृद्धिसंगै आउन सक्ने संभावित जोखिमहरूको पूर्वानुमान तथा व्यवस्थापन, ग्राहकमैत्री सेवाहरू र सेवामा विविधिकरण यस विकास बैंकका विशेषताहरू हुन् । देशको अर्थतन्त्रलाई टेवा पुग्ने र समाजको आवश्यकताको परिपूरकको रूपमा यो विकास बैंकले आफूलाई प्रस्तुत गर्दै आई रहेको छ ।



२०७७ साल आषाढ मसान्तको वित्तीय अवस्थाको वितरण

(रकम रु.मा)

विवरण	आ.व. २०७६/७७	आ.व. २०७५/७६
सम्पत्ति		
नगद तथा नगद समान	८,१९९,३८२,५६७	८,५२६,२५७,०६१
नेपाल राष्ट्र बैंकमा रहेको मौज्जात	२,०१९,०२७,०२२	१,७१८,१०४,५२८
बैंक तथा वित्तीय संस्थामा रहेको मौज्जात	-	-
व्युत्पन्न वित्तीय उपकरण	-	-
अन्य व्यापारिक सम्पत्तिहरू	-	-
बैंक तथा वित्तीय संस्थालाई कर्जा तथा सापट	६०३,९००,०००	-
ग्राहकलाई कर्जा सापटी	४७,६६०,९०४,६११	३८,१४४,३२१,४८९
सुरक्षणपत्रमा लगानी	६,५९२,८०८,५४३	२,५१६,८५३,९३०
चालु आ.व. को कर सम्पत्ति	६९,१५०,९६९	-
सहायक कम्पनीमा लगानी	११७,५००,०००	११७,५००,०००
सम्बद्ध कम्पनीमा लगानी	५४,७२८,००६	५३,२२०,७५७
सम्पत्तिमा लगानी	-	-
सम्पत्ति तथा उपकरण	७६४,७८३,१५४	७२०,३२३,२५३
ख्याति तथा अमुर्त सम्पत्ति	९,७७१,७४४	७,७७७,७९४
स्थगन कर सम्पत्ति	४५,३००,६४३	३९,०६६,९३७
अन्य सम्पत्तिहरू	२१०,८३५,४५१	१४८,०३०,५३८
जम्मा सम्पत्तिहरू	६६,३४८,०९२,७११	५१,९९१,३९६,२८७
दायित्वहरू		
बैंक तथा वित्तीय संस्थालाई तिर्न बाँकी	२,३२२,२७०,७४७	५,३०५,८४८,१३२
नेपाल राष्ट्र बैंकलाई तिर्न बाँकी	-	-
व्युत्पन्न वित्तीय उपकरण	-	-
ग्राहकबाट निक्षेप	५७,३१०,८६२,७०१	४१,४७०,७०४,७५३
तिर्न बाँकी सापटी	-	-
यस आ.व. को कर दायित्व	-	३०,३१९,०६०
व्यवस्थाहरू	३,७३२,०७०	६,९१७,९१३
स्थगन कर दायित्व	-	-
अन्य दायित्वहरू	८९२,७६८,५०३	७२८,१०३,००९
जारी गरिएको ऋण पत्र	-	-
सुरक्षण नराखिएको सहायक आवधिक दायित्व	-	-
जम्मा दायित्वहरू	६०,५२९,६३४,०२२	४७,५४१,८९२,८६७
इक्विटी		
सेयर पूँजी	४,३२४,९८९,४८६	३,०६४,७६०,१२३
सेयर प्रिमियम	६४,०१२,१४३	-
संचित मुनाफा	६१३,७७९,१६१	७०५,६३१,०६४
जगेडा कोष	८१५,६७७,९००	६७९,११२,२३३
सेयरधनीहरूलाई वॉडफाँड योग्य पूँजी	५,८१८,४५८,६८९	४,४४९,५०३,४२०
गैर नियन्त्रण स्वार्थ	-	-
कुल पूँजी	५,८१८,४५८,६८९	४,४४९,५०३,४२०
कुल दायित्व तथा पूँजी	६६,३४८,०९२,७११	५१,९९१,३९६,२८७
सम्भावित दायित्व र प्रतिवद्धता	२,४२८,९४८,८४७	१,०४२,६८७,८५३
प्रति सेयर खुद सम्पत्ति मूल्य	१३४.५३	१४५.१८



आर्थिक वर्ष २०७६/७७ को नाफा वा नोक्सानको वितरण

(रकम रु.मा)

विवरण	आ.व. २०७६/७७	आ.व. २०७५/७६
ब्याज आम्दानी	६,५९२,४९३,३६३	५,११८,६०३,९८९
ब्याज खर्च	४,३३३,१०९,१०९	३,२२३,८२८,५५६
खुद ब्याज आम्दानी	२,२५९,३८४,२५३	१,८९४,७७५,४३३
शुल्क तथा कमिशन आम्दानी	५०९,६३०,०९४	६१५,६३५,९२७
शुल्क तथा कमिशन खर्च	२२,७६२,९६३	१३,७३९,७९७
खुद शुल्क तथा कमिशन आम्दानी	४८६,८६७,१३०	६०१,८९६,१३०
खुद ब्याज, शुल्क तथा कमिशन आम्दानी	२,७४६,२५१,३८४	२,४९६,६७१,५६३
खुद व्यापारिक आम्दानी	६,२५९,४५४	८,०६०,५८४
अन्य संचालन आम्दानी	३५,६५६,५५३	१३,२९८,९४४
कुल संचालन आम्दानी	२,७८८,१६७,३९१	२,५१८,०३१,०९१
कर्जा तथा अन्य नोक्सानीको जोखिम व्यवस्था/(फिर्ता)	३१६,८५६,६२८	१४६,०४६,२३१
खुद संचालन आम्दानी	२,४७१,३१०,७६३	२,३७१,९८४,८६०
संचालन खर्च		
कर्मचारी खर्च	८९५,७९९,३७८	६८४,४९१,६९७
अन्य संचालन खर्च	४३४,८३५,७९७	३६३,१५६,४१३
हासकट्टि र परिशोधन	१३१,८३४,४१०	१०६,२८०,७९४
संचालन नाफा	१,००८,८४१,१७८	१,२१८,०५५,९५७
गैर संचालन आम्दानी	१७३,१२५	५२७,९७५
गैर संचालन खर्च	-	-
आयकर अधिको मुनाफा	१,००९,०१४,३०३	१,२१८,५८३,९३२
आयकर खर्च	३०१,६०९,१८६	३६२,४१७,४५३
चालु आयकर	३१६,९६१,५१२	४१७,६२०,७६७
स्थगन कर आम्दानी/खर्च	(१५,३५२,३२६)	(५५,२०३,३१४)
यस वर्षको नाफा	७०७,४०५,११७	८५६,१६६,४७९
खुद नाफा/(नोक्सान)मा हिस्सा		
बैंकको	७०७,४०५,११७	८५६,१६६,४७९
अन्य (गैर नियन्त्रित स्वार्थ)	-	-
यस वर्षको मुनाफा	७०७,४०५,११७	८५६,१६६,४७९





यस विकास बैंकले विगत ५ आर्थिक वर्षहरूमा हासिल गरेका मुख्य वित्तीय उपलब्धीहरू देहाय बमोजिम रहेका छन् :

रु. दश लाखमा

विवरण	आषाढ मसान्त २०७७	आषाढ मसान्त २०७६	आषाढ मसान्त २०७५	आषाढ मसान्त २०७४	आषाढ मसान्त २०७३
कुल सम्पत्ति	६६,३४८.०९	५१,९९१.४०	३४,६४९.२७	१९,५९२.३४	१२,९३६.७५
चुक्ता पूँजी	४,३२४.९९	३,०६४.७६	२,५९१.७६	१,९७७.८०	१,१२३.५०
कुल निक्षेप	५९,६३३.१३	४६,१७६.३१	३०,६६८.९१	१६,७७५.२२	११,२७६.६५
कुल कर्जा तथा सापट	४८,२६४.८०	३८,१४४.३२	२५,१६८.८७	१५,१५९.३९	९,७९८.६१
लगानी	६,७६५.०४	२,६८७.५७	६६७.९९	१५६.८९	११४.९६
खुद ब्याज आम्दानी	२,२५९.३८	१,८९४.७८	१,३११.४२	१,०३१.८१	६९०.८९
कर्मचारी खर्च	८९५.८०	६८४.४९	४४४.०९	३२७.६१	२०५.६८
अन्य संचालन खर्च	५६६.६७	४६९.४४	२८७.७५	१९७.४१	१३१.६३
सञ्चालन मुनाफा	१,००८.८४	१,२१८.०६	८९५.३६	७२८	५२८.६१
खुद मुनाफा	७०७.४१	८५६.१७	६२४.०३	४८६.९३	३६१.३७

*२०७५, २०७६ र २०७७ आषाढ मसान्तका सूचकाङ्कहरू NFRS बमोजिम परिस्कृत गरिएको छ ।





विगत ५ आर्थिक वर्षहरूमा यस विकास बैंकले हासिल गरेका मुख्य प्रगति सूचकाङ्कहरू देहाय बमोजिम रहेका छन् :

विवरण	इकाई	आ.व. २०७२/७३	आ.व. २०७३/७४	आ.व. २०७४/७५	आ.व. २०७५/७६	आ.व. २०७६/७७
१. खुद नाफा/कुल आम्दानी	प्रतिशत	२६.५०	२२.७९	३६.९३	३४.००	२५.३७
२. प्रति सेयर आम्दानी	रु	४३.९०	३२.०९	२०.४५	२७.९४	१६.५६
३. प्रति सेयर बजार मूल्य	रु	१,३०७.००	९७९.००	३७८.००	३७०.००	३९२.००
४. मूल्य आम्दानी अनुपात	अनुपात	३०.३२	३०.२६	१८.४८	१३.२४	१८.८४
५. सेयर पूँजीमा बोनस लाभांश	प्रतिशत	३४.००	२९.०५	२२.६३	१७.६०	१९.२५
६. सेयर पूँजीमा नगद लाभांश	प्रतिशत	-	१.०५	१.९३	०.९३	४.२६
७. व्याज आम्दानी/व्याज योग्य सम्पति	प्रतिशत	१९.८६	१५.४९	९.९६	१०.८६	१२.०८
८. कर्मचारी खर्च/कुल संचालन खर्च	प्रतिशत	५८.३९	५६.६४	६०.६८	५९.३२	६९.२५
९. कुल निक्षेप तथा सापटीमा ब्याज खर्च	प्रतिशत	४.२९	७.६६	६.०९	६.८९	७.५६
१०. सटही आम्दानी/कुल आम्दानी	प्रतिशत	-	-	०.०९	०.९३	०.४९
११. कर्मचारी बोनस/कुल कर्मचारी खर्च	प्रतिशत	३३.७९	२७.०३	१८.५८	१९.७८	१४.३९
१२. खुद नाफा/कर्जा सापट	प्रतिशत	३.६५	३.९८	२.४८	२.२४	१.४७
१३. खुद नाफा/कुल सम्पति	प्रतिशत	२.७९	२.४९	१.७९	१.६५	१.०७
१४. कुल कर्जा/निक्षेप	प्रतिशत	८७.८३	९९.३०	८२.०७	८२.६९	८०.९४
१५. कुल संचालन खर्च/कुल सम्पति	प्रतिशत	६.२५	७.०२	२.९९	२.२२	२.२०
१६. जोखिम भारित सम्पत्तिमा पूँजीकोषको पर्याप्तता						
(क) प्राथमिक पूँजी	प्रतिशत	१९.४०	१३.७७	१३.२९	१२.२९	१९.९७
(ख) पुरक पूँजी	प्रतिशत	०.८८	०.९४	०.९९	१.१५	१.२६
(ग) पूँजीकोषको पर्याप्तता	प्रतिशत	१२.२८	१४.७९	१४.२०	१३.४४	१३.२३
१७. तरलता	प्रतिशत	२३.६७	२२.६७	२८.७२	२५.८८	२७.८३
१८. निष्क्रिय कर्जा/कुल कर्जा	प्रतिशत	०.०९	०.०२	०.००	०.०७	०.४६
१९. आधार दर	प्रतिशत	८.५७	११.६८	१२.५९	११.३६	९.९८
२०. कोष लागत	प्रतिशत	४.९५	७.६६	९.०३	८.६९	७.५२
२१. कर्जाको औषत ब्याजदर	प्रतिशत	१४.०३	१५.४९	१५.०३	१३.६७	१२.५९
२२. औषत ब्याज दरको अन्तर	प्रतिशत	९.०८	७.७५	६.००	४.९८	४.९९
२३. कुल सेयर	संख्या	८,३८४,३२८	१५,४२७,९६३	२५,९९७,६३३	३०,६४७,६०९	४३,२४९,८९५
२४. प्रति सेयर किताबी मूल्य	रु.	१६०.३४	१४८.४३	१३९.८९	१४५.९८	१३४.५३
२५. खुद नाफा/कुल सम्पति	प्रतिशत	२.७९	२.४९	१.८०	१.६५	१.०७
२६. इक्विटीमा प्रतिफल	प्रतिशत	२६.८८	२९.२७	१७.२९	१९.२४	१२.९६
२७. कुल कर्मचारी	संख्या	५४९.००	६९८.००	९३५.००	९,२२३.००	९,४३६.००
२८. कुल शाखा संख्या	संख्या	४९.००	५९.००	९५.००	११९.००	१३५.००

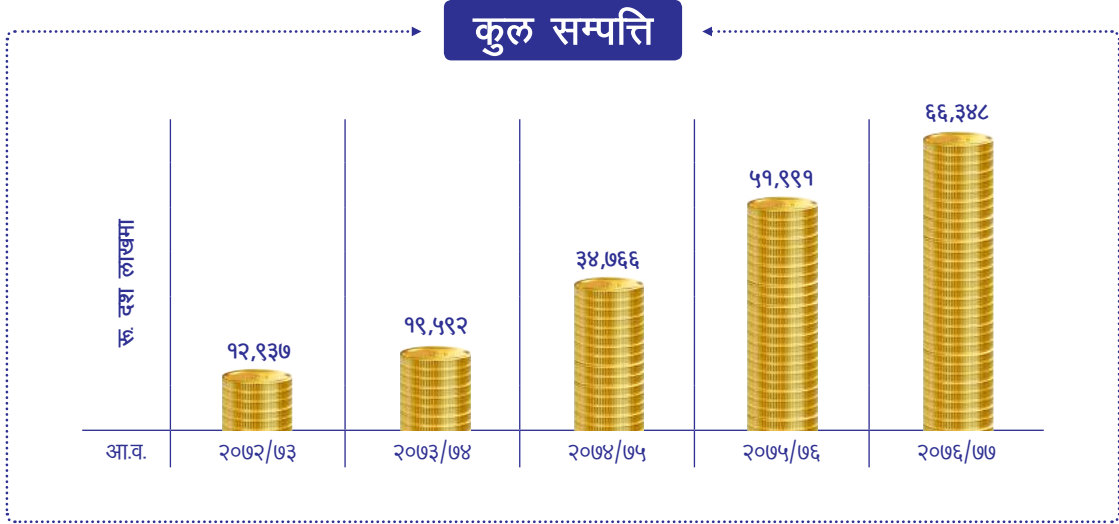
*२०७५, २०७६ र २०७७ आषाढ मसान्तका सूचकाङ्कहरू NFRS बमोजिम परिष्कृत गरिएको छ ।





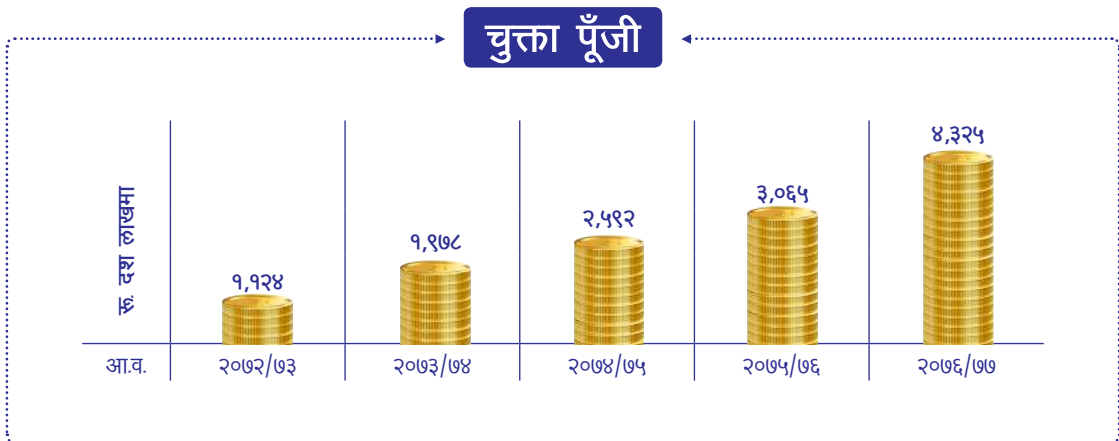
कुल सम्पत्ति

आ.व. २०७६/०७७ मा बैंकको कुल सम्पत्तिमा २७.६१ प्रतिशतले बृद्धि भएको छ । आ.व. २०७५/०७६ मा रु. १७ अर्ब २२ करोडले सम्पत्ति बृद्धि भएको थियो भने समीक्षा अवधिमा रु. १४ अर्ब ३६ करोडले बृद्धि भएको हो । आर्थिक वर्ष २०७६/०७७ को अन्त्यमा यस विकास बैंकको कुल सम्पत्ति रु. ६६ अर्ब ३५ करोड रहेको छ ।



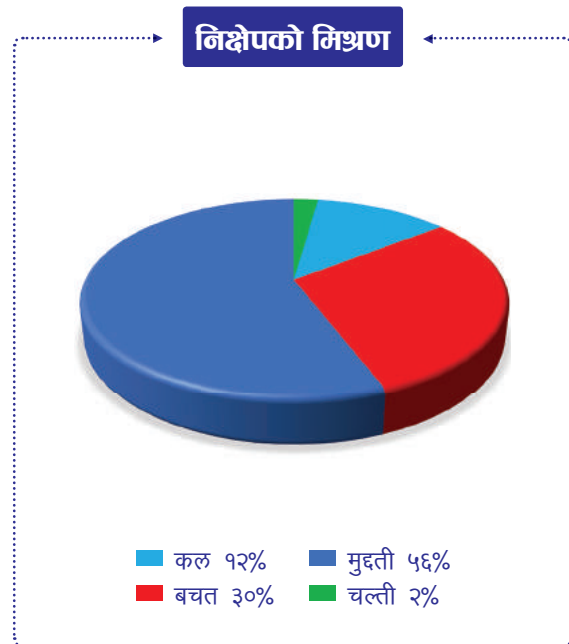
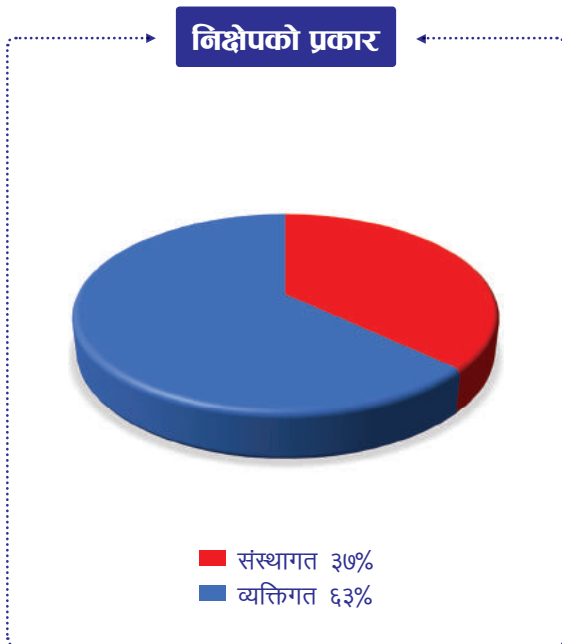
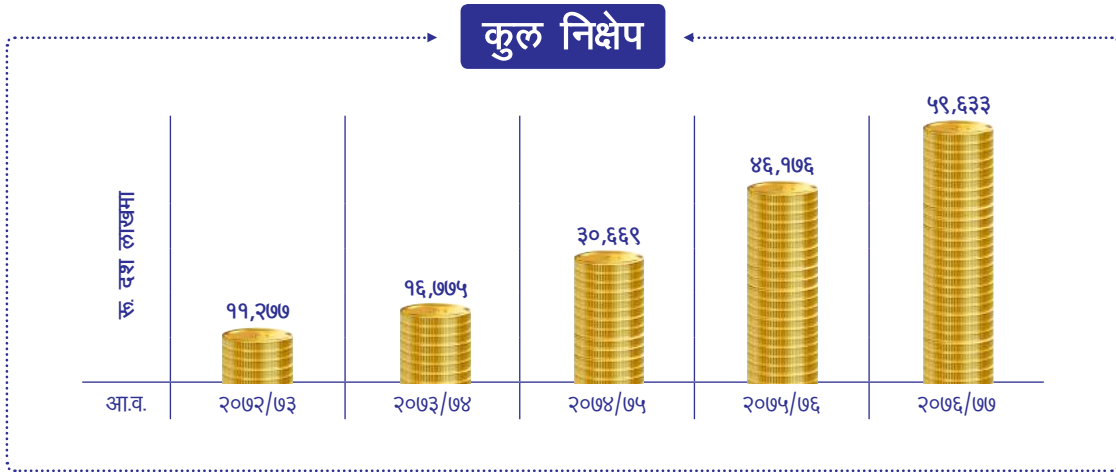
पूँजी तथा जगेडा कोष

आ.व. २०७६/०७७ को अन्त्यमा बैंकको कुल चुक्ता पूँजी रु. ४ अर्ब ३२ करोड पुगेको छ । अघिल्लो आ.व.को नाफाबाट १७.६ प्रतिशतले बोनस सेयर वितरण गरे पश्चात सो चुक्ता पूँजी कायम भएको हो । यस साधारण सभामा प्रस्ताव गरिएको ११.२५ प्रतिशतको बोनस सेयर स्वीकृत भए पश्चात आवश्यक प्रकृया पुरा गरे पछि यस विकास बैंकको चुक्ता पूँजी रु. ४ अर्ब ८१ करोड पुग्ने छ । त्यसै गरी खुद नाफा, नाफा नोक्सान हिसाब बाँडफाँड तथा नियमनकारी समायोजन पश्चात् बैंकको जगेडा तथा कोषमा १ अर्ब ४३ करोड पुगेको छ ।



निक्षेप संकलन

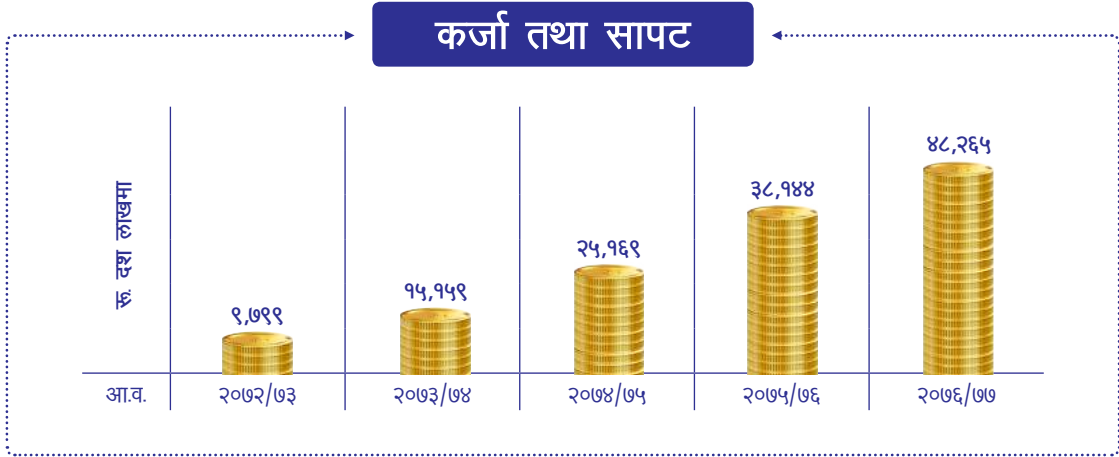
यस विकास बैंकको २०७७ आषाढ मसान्तमा कुल निक्षेप रु. ५९ अर्ब ६३ करोड रहेको छ । आ. व. २०७६/०७७ मा बैंकले रु. १३ अर्ब ४६ करोडले निक्षेप बृद्धि गरेको छ । यो २९.१४ प्रतिशतले बृद्धि हो । यस विकास बैंकको वार्षिक निक्षेप बृद्धि र निक्षेपहरूको संरचना निम्न बमोजिम रहेको छ ।



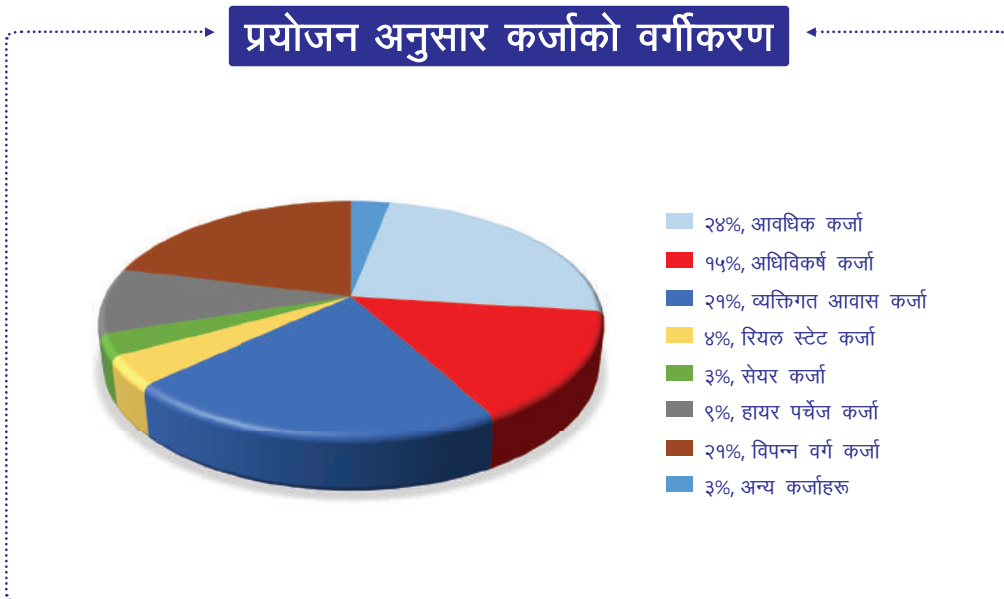


कर्जा परिचालन

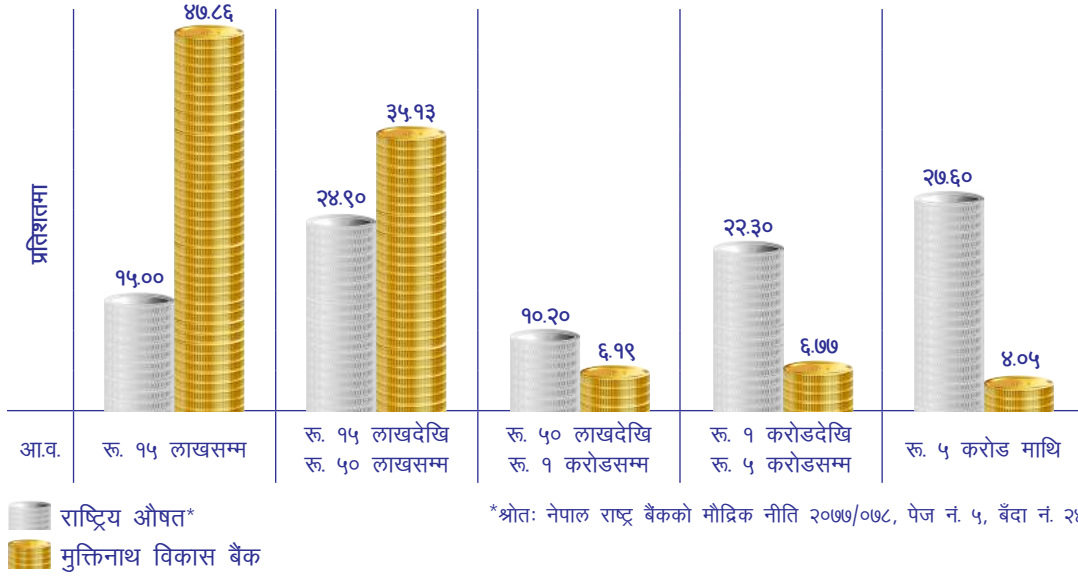
आ. व. २०७६/०७७ मा यस विकास बैंकले २६.५३ प्रतिशतले कर्जामा बृद्धि गरेको छ । रकमको आधारमा रु. १० अर्ब १२ करोडले खुद कर्जा बृद्धि भएको छ । यसरी २०७७ आषाढ मसान्त सम्ममा बैंकको कुल लगानीमा रही रहेको कर्जा रु. ४८ अर्ब २६ करोड पुगेको छ । यसरी बृद्धि भएको कर्जाको अधिकांश व्यवसाय बृद्धिको लागि साना तथा मझौला कर्जाहरू रहेका छन् ।



२०७७ आषाढ मसान्त सम्मको कर्जाको मिश्रण यस प्रकार रहेको छ ।



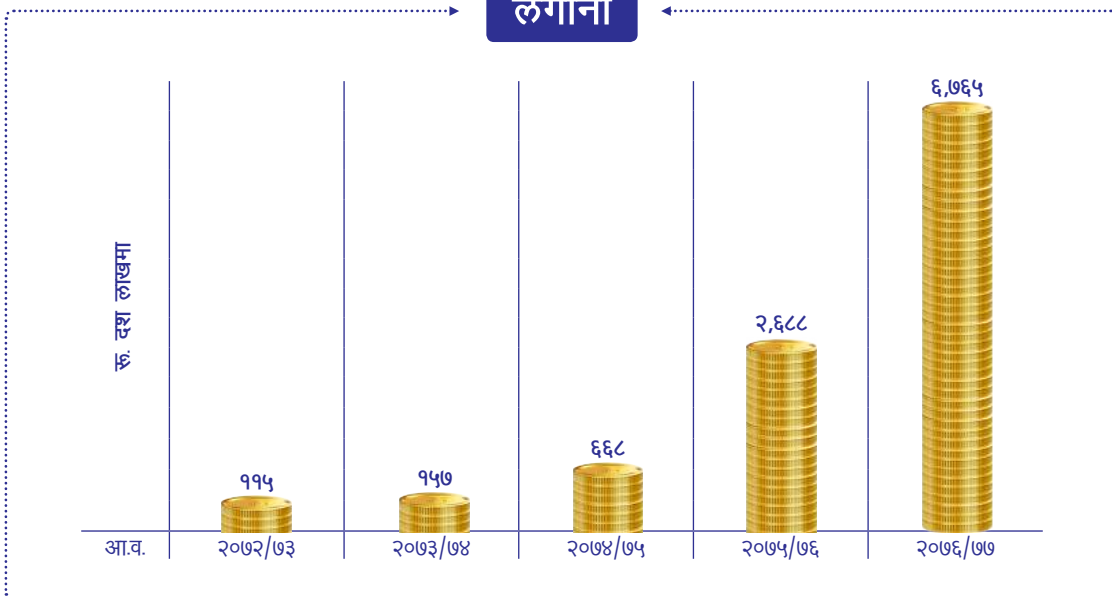
सीमा अनुसार कर्जाको वर्गीकरण



लगानी

यस विकास बैंकले तरलताको व्यवस्थापन, जोखिमको स्तर र बैकल्पिक आम्दानीको श्रोतहरूलाई मध्य नजर गर्दै लगानीको दायरालाई फराकिलो बनाउँदै गएको छ । आ.व. २०७६/०७७ मा लगानी रकममा १५१.७२ प्रतिशतले बृद्धि गरी रु. ६ अर्ब ७७ करोड पुगेको छ । कुल लगानी मध्ये ट्रेजरी बिल, सरकारी ऋणपत्र तथा अन्य लगानी तर्फ क्रमशः ३१.१३, ६२.३३ र ६.५४ प्रतिशत लगानी रहेको छ ।

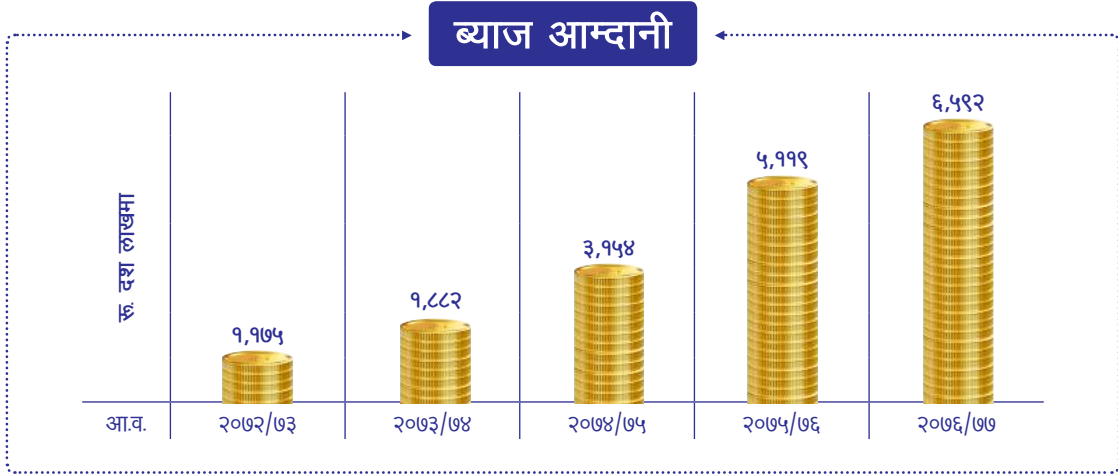
लगानी





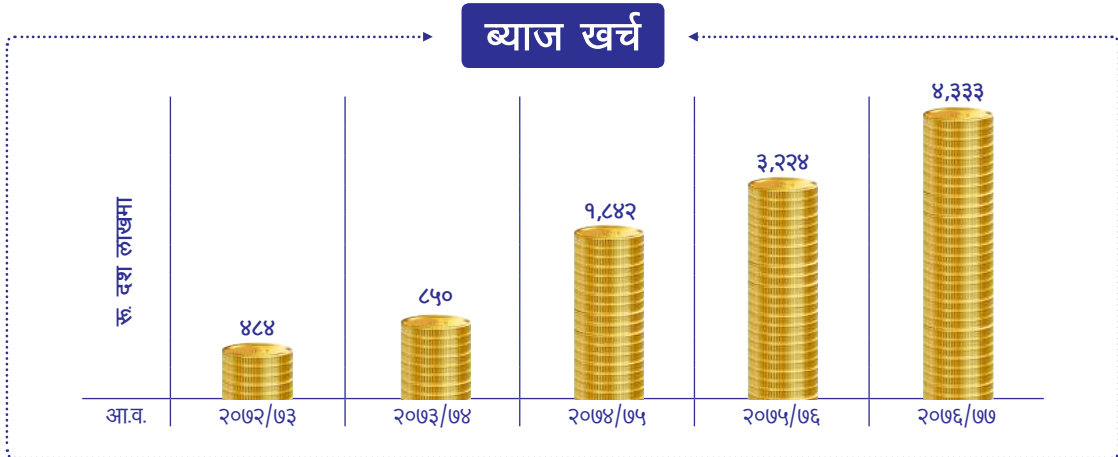
ब्याज आम्दानी

आ.व. २०७६/०७७ मा कर्जाबाट ब्याज आम्दानी २७.११ प्रतिशतले वृद्धि भई रु. ६ अर्ब भएको छ भने कर्जा वाहेकका अन्य लगानी तर्फको ब्याज आम्दानी ४८.७७ प्रतिशतले वृद्धि भई रु. ५९ करोड १६ लाख भएको छ ।



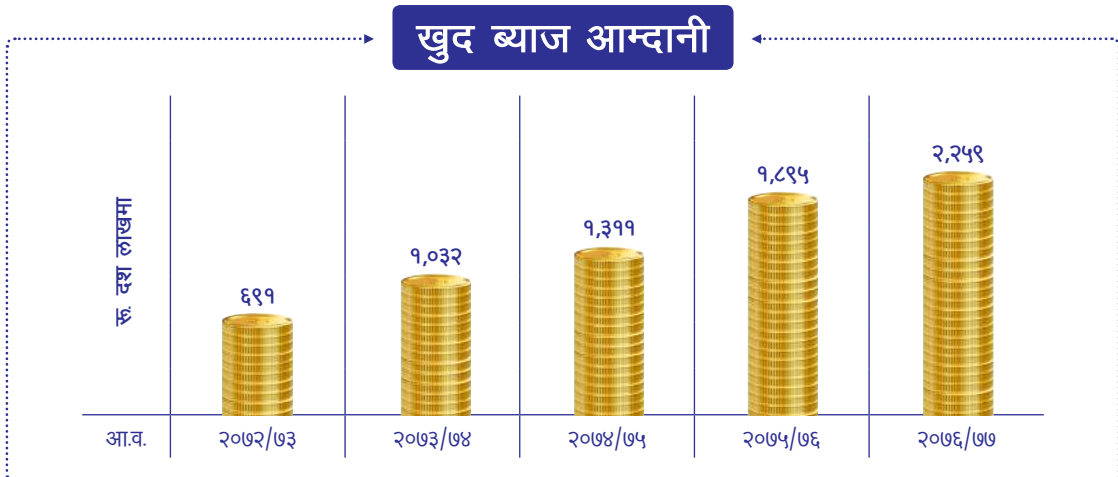
ब्याज खर्च

आ.व. २०७६/०७७ मा बैंकको कुल ब्याज खर्च ३४.४१ प्रतिशतले वृद्धि भई रु. ४ अर्ब ३३ करोड भएको छ । उल्लेखित आ.व.मा निक्षेप रकममा वृद्धि र अधिकांश महिनाहरूमा उच्च ब्याजदर कायम भएकाले ब्याज खर्च वृद्धि भएको हो ।



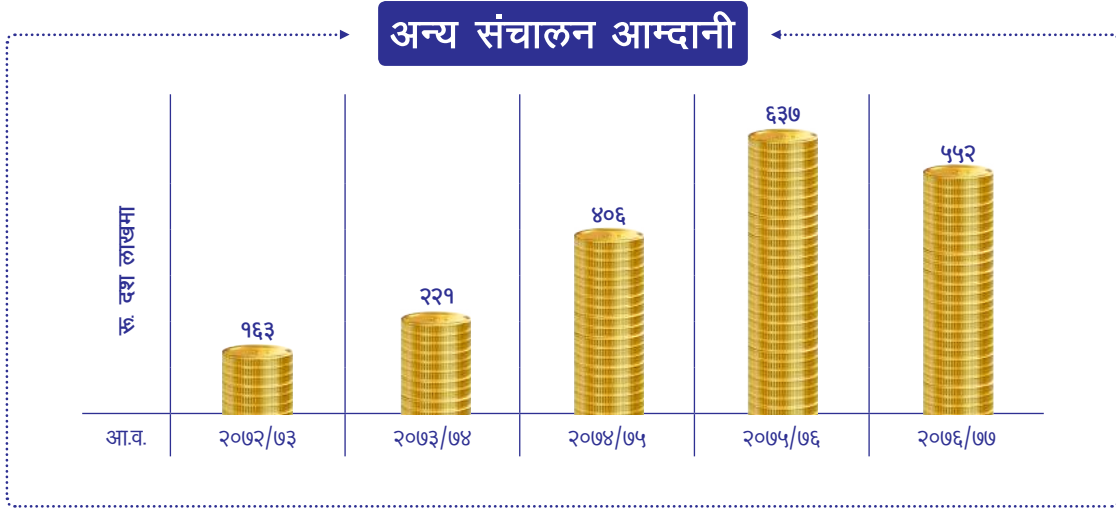
खुद ब्याज आम्दानी

आ.व. २०७६/०७७ मा यस विकास बैंकले खुद ब्याज आम्दानीमा १९.२४ प्रतिशतले वृद्धि गरी रु. २ अर्ब २६ करोड खुद ब्याज आम्दानी गर्न सफल भएको छ ।



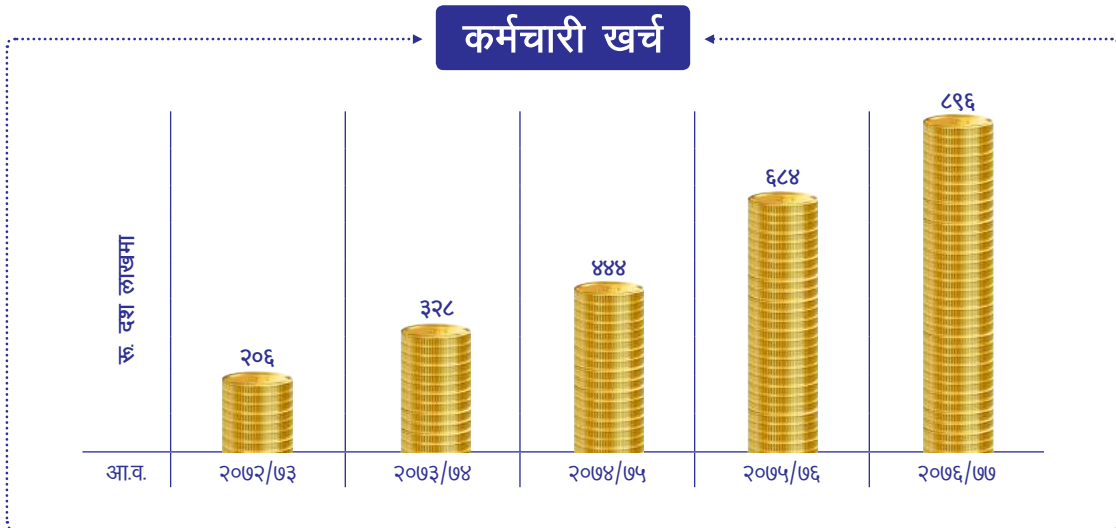
अन्य संचालन आम्दानी

आ.व. २०७६/०७७ मा अन्य संचालन आम्दानी रु. ५५ करोड १५ लाख भएको छ । जुन अघिल्लो वर्ष रु. ६३ करोड ७० लाख रहेको थियो । पछिल्लो समयमा केन्द्रीय बैंकको नीति तथा अर्थतन्त्रमा देखिएको उतार चढावले गर्दा संचालन आम्दानी अपेक्षाकृत बृद्धि हुन सकेको छैन ।



कर्मचारी खर्च

आ.व. २०७६/०७७ मा बैंकको कुल कर्मचारी खर्च ३०.८७ प्रतिशतले बृद्धि भई रु. ८९ करोड ५८ लाख (कर्मचारी बोनस रकम रु. ११ करोड २१ लाख) रहेको छ भने अघिल्लो आर्थिक वर्षमा (२०७५/०७६) मा रु. ६८ करोड ४५ लाख (कर्मचारी बोनस रकम रु. १३ करोड ५४ लाख) रहेको थियो । विकास बैंकले २०७६ माघ १ गतेदेखि लागु हुने गरी कर्मचारीको सेवा सुविधामा गरेको बृद्धि तथा नियमित कर्मचारी व्यवस्थापनको कारणले गर्दा कर्मचारी खर्चमा बृद्धि भएको हो ।



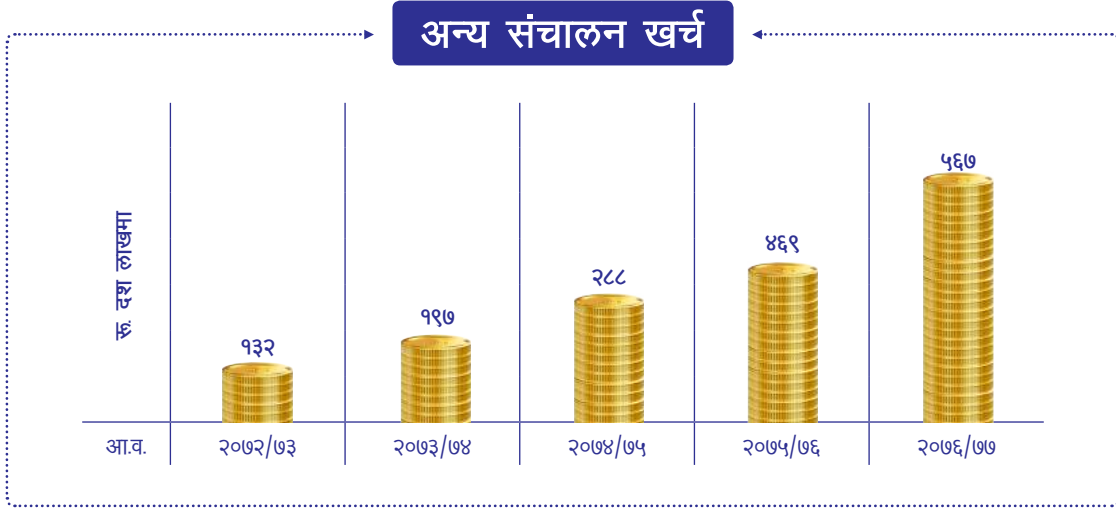
विकास बैंकले आफ्नो कर्मचारीहरूको क्षमता अभिवृद्धिलाई महत्व दिएको छ । यसको लागि आ.व. २०७६/०७७ मा कुल १२४ ओटा प्रत्यक्ष तालिम कार्यक्रमहरूमा २,२२७ जना कर्मचारीहरू सहभागी भएका थिए भने १४८ ओटा अनलाईन तालिम तथा अभिमुखिकरण कार्यक्रमहरूमा ७,७६१ जना कर्मचारीहरूको सहभागिता भएको थियो । कर्मचारी तालिम तथा क्षमता अभिवृद्धिको लागि उक्त अवधिमा रु. १ करोड ३१ लाख खर्च भएको छ, जुन कुल कर्मचारी खर्चको १.६७ प्रतिशत हुन आउँछ ।





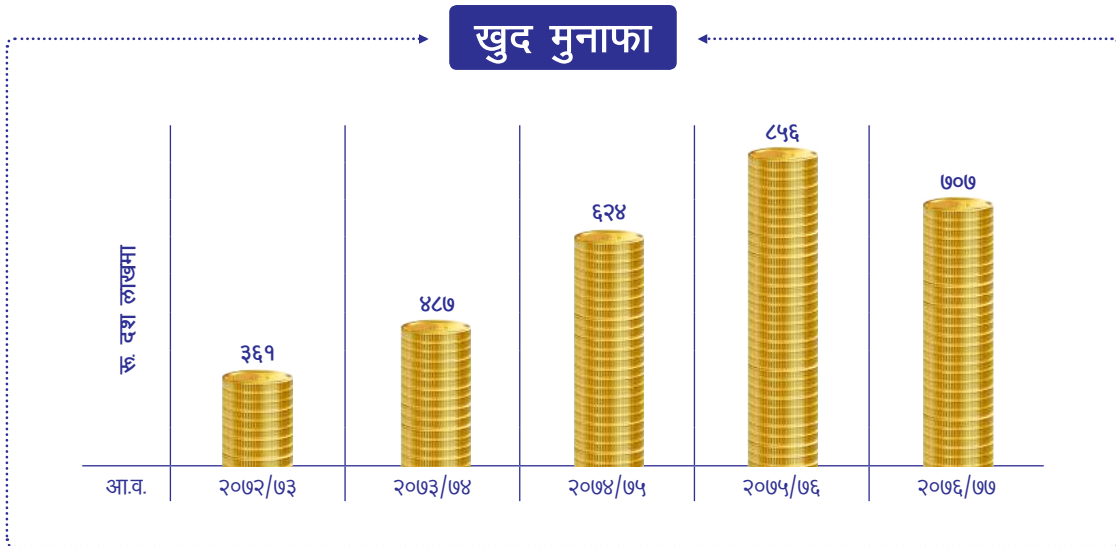
अन्य संचालन खर्च

बैंकले आ.व. २०७६/०७७ मा अन्य संचालन खर्च (ह्रास तथा अपलेखन खर्च सहित) वापत रु. ५६ करोड ६८ लाख खर्च गरेको छ । यो खर्च अघिल्लो वर्षको तुलनामा २०७१ प्रतिशतले बढी हो । आ.व. २०७५/०७६ मा यो खर्च रु. ४६ करोड ९४ लाख थियो । यो खर्चको अधिकांश हिस्सा आ.व. २०७५/०७६ मा थप भएका ३७ नयाँ शाखाहरूको ह्रासकट्टीको रहेको छ ।



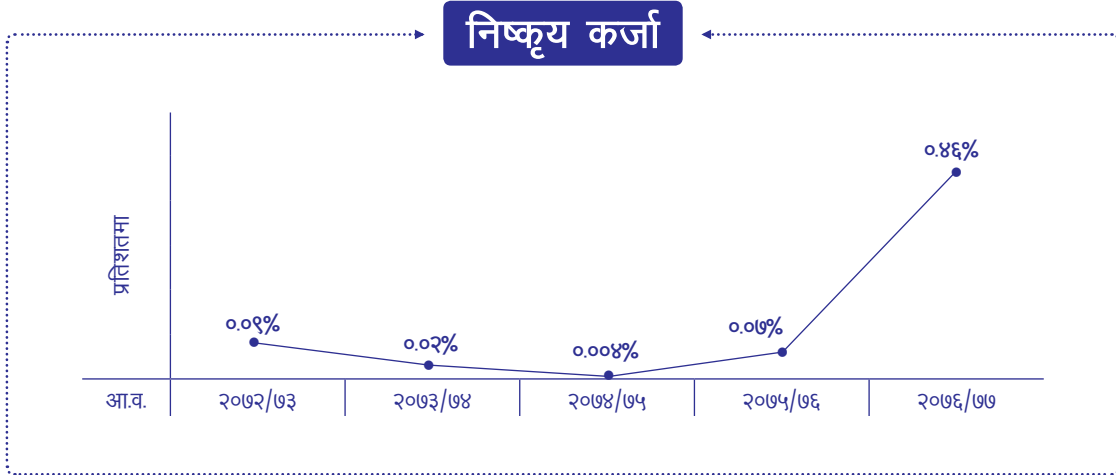
खुद मुनाफा

२०७७ आषाढ मसान्त सम्ममा बैंकको खुद मुनाफा रु. ७० करोड ७४ लाख भएको छ । जुन २०७६ आषाढ मसान्तमा रु. ८५ करोड ६१ लाख रहेको थियो । यस वर्ष कोभिड-१९ को कारणले नेपाल राष्ट्र बैंकको निर्देशन बमोजिम व्याजदर घटाएको र ब्याज छुट दिएको कारणले आम्दानीमा परेको असरले खुद नाफामा समेत असर पारेको छ ।



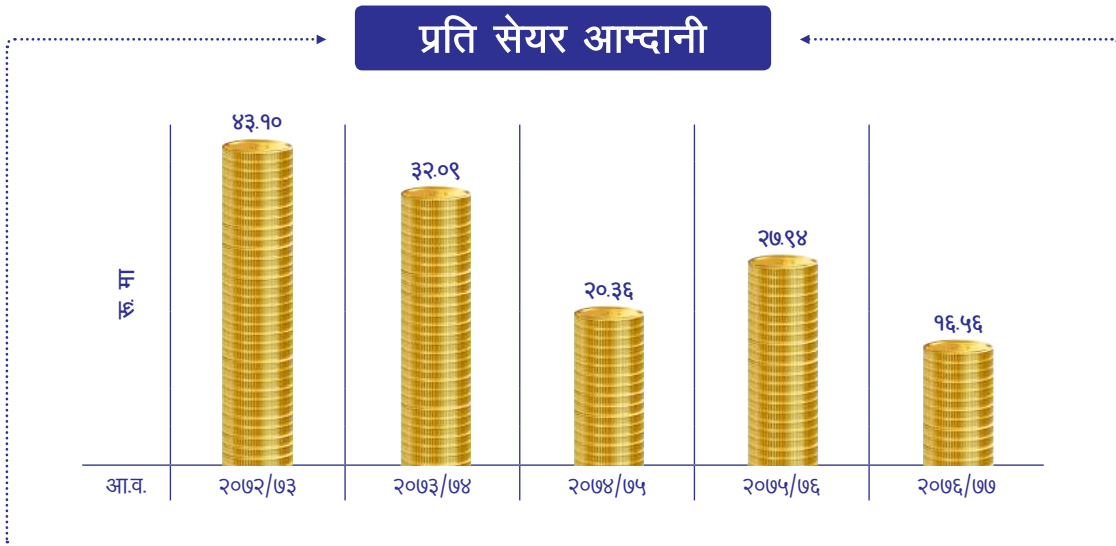
निष्कृत्य कर्जा

यस विकास बैंकले कर्जा असूलीलाई सहजीकरण गर्न विभिन्न उपायहरूको अवलम्बन गरेको छ । बन्दाबन्दीको कारणले नियमित आम्दानी गर्न नसकेका ग्राहकहरूलाई विशेष छुट तथा प्रोत्साहनको व्यवस्था गरेको छ । कर्जा असूलीको क्रममा ग्राहकहरूको साखमा आँच आउन नदिने अधिकतम प्रयास गरेको छ । २०७७ आषाढ मसान्त सम्ममा यस विकास बैंकको निष्कृत्य कर्जा ०.४६ प्रतिशत रहेको छ । अघिल्लो वर्ष यो ०.०७ प्रतिशत थियो । विषम परिस्थितिमा पनि निष्कृत्य कर्जाको अंशलाई न्यून विन्दूमा राख्न सफल भएको छ ।



प्रति सेयर आम्दानी

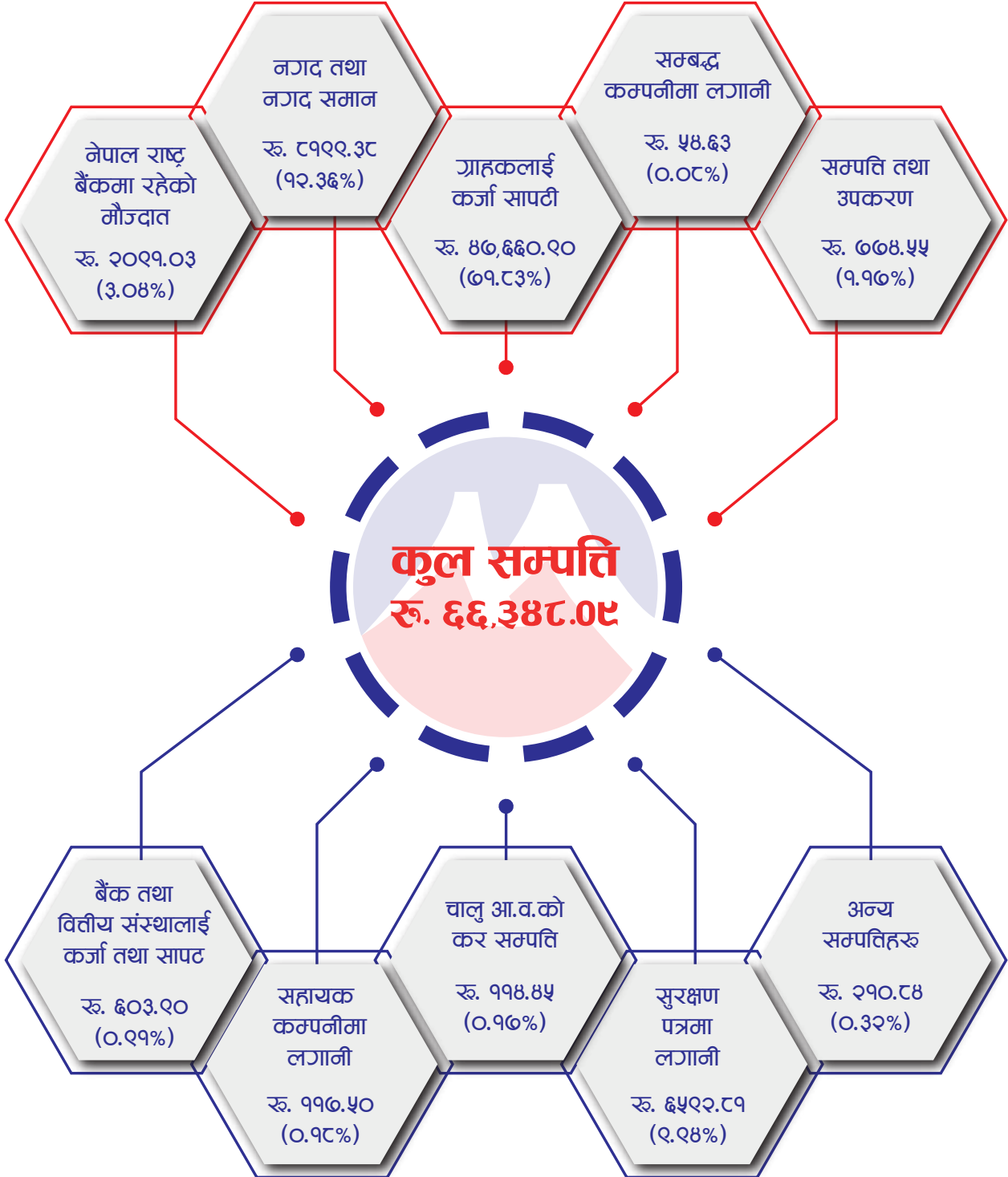
बैंकले आ.व. २०७६/०७७ को अन्त्यमा प्रति सेयर आम्दानी रु. १६.५६ कायम गर्न सफल भएको छ । अघिल्लो आ.व. को अन्त्यमा यो रु. २७.९४ थियो । चुत्ता सेयर पूँजी बृद्धिको अनुपातमा खुद आम्दानी बृद्धि हुन नसक्दा प्रति सेयर आम्दानीमा गिरावट आएको छ ।





सम्पत्तिको वर्गीकरण

रु. दश लाखमा



**कुल दायित्व
र इक्विटी
रु. ६६,३४८.०८**

ग्राहकबाट निक्षेप

रु. ५७,३१०.८६ (८६.३८%)

व्यवस्थाहरु

रु. ३.७३ (०.००%)

सेयर प्रिमियम

रु. ६४.०१ (०.१०%)

संचित मुनाफा

रु. ६१३.६७ (०.९३%)

**बैंक तथा वित्तीय
संस्थालाई तिर्न बाँकी**

रु. २,३२२.२७ (३.५०%)

अन्य दायित्वहरु

रु. ८९२.७७ (१.३४%)

सेयर पूँजी

रु. ४,३२४.९९ (६.५२%)

जगेडा कोष

रु. ८१५.६८ (१.२३%)

कुल आमदानी
रु. ७,१४४.२१

**ब्याज
आमदानी**

रु.६,५२२.४२
(९२.२८%)

**गैर संचालन
आमदानी**

रु.०.१७
(०.००%)

**शुल्क तथा
कमिशन आमदानी**

रु.५०२.६३
(७.१३%)

**अन्य संचालन
आमदानी**

रु.३५.६६
(०.५०%)

**खुद व्यवसायिक
आमदानी**

रु.६.२६
(०.०९%)

कुल खर्च
रु. ६,८३६.८१

व्याज खर्च
रु. ४,३३३.११
(६७.३२%)

ह्रासकट्टि र
परिशोधन
रु. १३१.८३
(२.०५%)

अन्य
संचालन खर्च
रु. ४३४.८७
(६.७६%)

कर्मचारी खर्च
रु. ८९५.८०
(१३.९१%)

शुल्क तथा
कमिशन खर्च
रु. २२.७६
(०.३५%)

कर्जा तथा
अन्य नोकसानीको
जोखिम व्यवस्था/
(फिर्ता)
रु. ३१६.८६
(४.६२%)

आयकर खर्च
रु. ३०१.६१
(४.६९%)



ख. चालु वर्षको उपलब्धि र भावी योजनाहरू :

१. कारोबार सम्बन्धमा

यस आर्थिक वर्षको पहिलो त्रैमासमा (२०७७ श्रावणदेखि असोज मसान्त सम्म), यस विकास बैंकले रु. ५ अर्ब ९५ करोड थप निक्षेप संकलन गरी कुल निक्षेप रु. ६५ अर्ब ५६ करोड पुगेको छ । यसै अवधिमा रु. ६ अर्ब ५० करोड कर्जा बृद्धि गरी कर्जा तथा सापटी रु. ५४ अर्ब ८० करोड पुगेको छ । २०७७ आश्विन मसान्त सम्म रु. ४२ करोड २ लाख सञ्चालन मुनाफा आर्जन गरेको छ । यस आर्थिक वर्षको लागि यस विकास बैंकले तय गरेको लक्ष्य बमोजिम प्रगति हासिल गर्दै बैंकले आफ्नो व्यवसाय बृद्धि गरी रहेको छ । पछिल्लो दिनहरूमा बैंकको दैनिक क्रियाकलाप र कारोबारहरू क्रमशः बन्दाबन्दीको अवस्थामा भन्दा अगाडिको अवस्थामा फर्कन थालेको छ ।

२. शाखा तथा सञ्जाल विस्तार सम्बन्धमा

२०७७ आषाढ मसान्त सम्म यस विकास बैंकको १३५ ओटा शाखा कार्यालयहरू सञ्चालनमा थिए । यस आ.व.मा २ ओटा नयाँ शाखाहरू सञ्चालनमा ल्याई कुल शाखा संख्या १३७ ओटा रहेका छन् । यस विकास बैंकले सबै प्रदेशहरूमा शाखा सञ्जालका साथै क्षेत्रीय/उपक्षेत्रीय कार्यालयहरू पनि स्थापना गरी सकेको छ । चालु आर्थिक वर्षमा पनि देशका उपयुक्त स्थानहरूमा शाखा विस्तारको कार्यलाई निरन्तरता दिईने छ ।

३. सूचना प्रविधि विस्तार सम्बन्धमा

सूचना प्रविधिमा भएको तीव्र विकाससंगै बैंकिङ्ग क्षेत्रको प्रविधिमा पनि विकास भई रहेको छ । यस विकास बैंकले सुरक्षा सम्बन्धी प्रविधिमा लगानी विस्तार गरेको छ । सबै शाखाहरूमा प्रविधिमा आधारित सुरक्षाका संयन्त्रहरू जडान गरी सकेको छ भने सोको २४ सै घण्टा अनुगमन गर्ने व्यवस्था पनि मिलाइएको छ । त्यसै गरी कागजी कामकाजहरूलाई प्रविधिमा आधारित रही डिजिटल कारोबारमा बृद्धि गरिएको छ ।

बैंकिङ्ग क्षेत्रमा भित्रिएका E-Teller, Chip Based ATM Card, NFC ATM Card, QR Payment, Document Management System, GoAML, Mobile Banking, Internet Banking आदिको प्रयोगलाई बृद्धि गर्दै लगेको छ । यसले कारोबारमा सुरक्षा, विश्वसनीयता र सहजता थपेको छ ।

४. संस्थाको स्तरोन्नती तथा अन्य संस्थासंग गाभ्ने/गाभिने सम्बन्धमा

यो विकास बैंक Acquisition/Merger को लागि खुल्ला रहेको छ । यस विकास बैंकको लक्ष्य अनुरूप गाभिएर अगाडि बढ्न ईच्छुक उपयुक्त बैंक तथा वित्तीय संस्था आएमा गाभ्ने/गाभिने कार्यलाई प्रोत्साहन गरिनेछ ।

५. मानव संसाधनको व्यवस्थापन र विकास

मानव संसाधन संस्थाको अमूल्य नीधि हो । संस्थाको व्यवसाय बृद्धि र उच्च संस्कार बृद्धिको लागि मानव संसाधनको भूमिका महत्वपूर्ण रहन्छ । यस विकास बैंकको शाखा सञ्जाल बृद्धि भएसंगै संस्थागत संरचना पनि बलियो बनाउँदै लगेको छ । प्रदेश स्तरमा क्षेत्रीय/उपक्षेत्रीय कार्यालयहरूको स्थापना गरी कार्यलाई व्यवस्थित बनाउन आवश्यक जनशक्ति व्यवस्था गरिएको छ । संस्थालाई आवश्यक पर्ने अनुभवी जनशक्ति सके सम्म आन्तरिक रूपमा नै परिपूर्ति गर्ने रणनीति लिएको छ । तथापि, आन्तरिक रूपमा परिपूर्ति हुन नसकेमा बाह्य श्रोतबाट पनि जनशक्ति व्यवस्थापन गरिएको छ । कर्मचारीहरूको क्षमता विकासको लागि विभिन्न प्रकारका तालिमहरू सञ्चालन गर्दै आएको छ । कर्मचारीहरूको मनोबल उच्च बनाई समयानुकूल दक्षता अभिवृद्धि गर्ने कार्यलाई बैंकले उच्च प्राथमिकता दिएको छ ।

६. सामाजिक उत्तरदायित्व

यस विकास बैंकले सामाजिक उत्तरदायित्व निर्वाहमा उल्लेखनीय भूमिका खेलेको छ । सबै प्रदेशमा स्थानीय स्तरमा देखिएका सामाजिक समस्याहरू समाधान गर्न आवश्यक नगद तथा भौतिक सामग्रीहरू प्रदान गरेको छ । कोरोना महामारीले देशभर बन्दाबन्दी हुँदा गरिव तथा निमुखा नागरिकहरूलाई खाद्यान्न सहयोग गरिएको थियो भने विभिन्न संघ, संस्थाहरू, समूहहरू र व्यक्तिलाई आवश्यकता बमोजिमको आर्थिक तथा उपयोगी सामग्रीहरू सहयोग गरिएको छ । सामाजिक उत्तरदायित्व सम्बन्धी कार्यहरूलाई आगामी दिनहरूमा पनि निरन्तरता दिईने छ ।

७. गुनासो सुनुवाई

सेवाग्राहीहरूको गुनासोलाई यस विकास बैंकले उच्च महत्व दिएको छ । ग्राहकहरूको गुनासोलाई समयमै र सहज रूपमा गुनासो राख्न सक्ने वातावरण तयार गर्ने व्यवस्था मिलाएको छ । गुनासो सुनुवाईको लागि सबै कार्यालयहरूमा सुभाष पेटीका राखेको छ । इमेल मार्फत गुनासो राख्नको लागि छुट्टै इमेलको (grievance@muktinathbank.com.np) व्यवस्था गरिएको छ । त्यसै गरी

बैंकको वेवसाईटमा पनि गुनासो र सुभावा राख्न सक्ने व्यवस्था गरिएको छ । ग्राहकहरूले फोनबाट सिधै गुनासो राख्नको लागि फोन नं. ०१-४१६८५३८ र सूचना अधिकारीको मोबाईल नम्बर समेत उपलब्ध गराइएको छ । प्राप्त गुनासोहरूको समय मै समाधानको लागि शाखा समन्वय विभागका कर्मचारीलाई जिम्मेवारी तोकिएको छ ।

चालु आव.मा विभिन्न माध्यमबाट कुल १३ वटा गुनासोहरू प्राप्त भएकोमा १२ ओटा गुनासोहरूको सुनुवाई र समाधान भई सकेका छन् भने १ ओटा गुनासोहरू समाधानको प्रकृत्यामा रहेका छन् । प्राप्त गुनासोहरू मुख्य गरी ग्राहक तथा बैंकिङ्ग सेवा सम्बन्धी जिज्ञासाका लागि रहेका छन् ।

८. सम्पत्ति शुद्धिकरण (Money Laundering) निवारण

नेपाल राष्ट्र बैंकको निर्देशन बमोजिम सम्पत्ति शुद्धिकरण निवारण सम्बन्धी व्यवस्थालाई नीतिगत व्यवस्था गरी कडाईका साथ लागु गरिएको छ । ग्राहक पहिचान तथा अनुपालना मार्गदर्शन-२०७७ लाई बैंकले कार्यान्वयनमा ल्याएको छ । यो २०७५ सालमा तयार गरिएको मार्गदर्शनको परिस्कृत र अद्यावधिक रूप हो । यस विकास बैंकले सम्पत्ति शुद्धिकरण जाँचको लागि छुट्टै Computer Software जडान गरेको छ । यस सफ्टवेयरमा उच्च पदस्थ, राजनीतिमा संलग्न, निर्णयतहका ब्यक्तित्व, सामाजिक ब्यक्तित्व तथा कालो सूचीमा समावेश भएका ब्यक्तिहरूको नामावली सूचीकृत गरिएको छ । यसबाट शंकास्पद कारोबार गर्ने ग्राहकहरूको सजिलै पहिचान गरी सो सम्बन्धी रिपोर्टिङ्ग सम्बन्धित निकायमा गर्न सहज भएको छ । यस विकास बैंकसंग कारोबार गर्न चाहने ब्यक्ति तथा संस्थाको Screening पश्चात् मात्र खाता संचालन गर्न पाउने ब्यवस्था लागु गरिएको छ । यस बैंकले गैर कार्यकारी सञ्चालकको संयोजकत्वमा सम्पत्ति शुद्धिकरण निवारण सम्बन्धी समिति गठन गरेर समय समयमा बैठक बसी आवश्यक छलफल तथा निर्णय गर्ने गरेको छ ।

ग्राहकहरूको सहजताको लागि Online KYC Update गर्न सक्ने व्यवस्था मिलाएको छ । यस विकास बैंकले आफ्ना कर्मचारीहरूलाई सम्पत्ति शुद्धिकरण सम्बन्धी व्यवस्थामा भएको परिवर्तन र कर्मचारीले खेल्नु पर्ने भूमिकाको बारेमा तालिमहरू प्रदान गरी दक्षता अभिवृद्धि गर्ने कार्य गरिएको छ ।



कम्पनी ऐन, २०६३ को दफा १०८ अनुसारको अतिरिक्त विवरण (आर्थिक वर्ष २०७६/७७)

क. विगत वर्षको कारोबारको सिंहावलोकन

सञ्चालक समितिको प्रतिवेदनमा संलग्न गरिएको ।

ख. राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोबारलाई कुनै असर परेको भए सो असर

आर्थिक वर्ष २०७६/०७७ को अन्तिम ४ महिनाहरू कोभिड-१९ महामारीको कारणले विश्वको लागि असहज र कष्टपूर्ण रहे । यसले संसार कै बलिया अर्थतन्त्र भएका देश र संघ/संस्था तथा व्यवसायहरूमा प्रत्यक्ष नकारात्मक असर पारेको छ । २०७६ चैत्र ११ गतेबाट नेपालमा शुरु भएको देश व्यापी बन्दाबन्दी (Lockdown) ले नेपालको अर्थतन्त्रलाई पनि धेरै असर गरेको छ । अर्थतन्त्रलाई गतिशील बनाउने संयन्त्रहरू बन्द हुँदा आर्थिक गतिविधिहरू प्रायः ठप्प हुन पुगे । आर्थिक वर्षको अन्तिम तिरबाट क्रमशः बन्दाबन्दीलाई सहज गरिदा आर्थिक क्रियाकलापहरू पुनर्उत्थान तर्फ अगाडि बढ्ने क्रममा रहेका छन् ।

बन्दाबन्दीको अवधिभर यस विकास बैंकको शाखाहरू नियमित सञ्चालन हुन सकेनन् । कर्जा लगानी प्रायः बन्द थियो । अधिकाँश कर्मचारीहरूले घरबाटै र सीमित कर्मचारीहरूले मात्र कार्यालयमा आई बैंकिङ्ग सेवालाई सके सम्म निरन्तरता दिने कोशिश गरिएको थियो । बन्दाबन्दीको प्रत्यक्ष मारमा परेका ग्राहकहरूलाई व्याजदर घटाउने र ब्याजमा छुट दिने कार्यले बैंकको आम्दानीलाई असर पनि गर्यो । साथै, आर्थिक वर्षको अघिल्लो महिनाहरूमा सामान्य अवस्थामा रहेको तरलता, बन्दाबन्दीको अवधिमा अत्याधिक हुन पुग्यो र बचत तथा निक्षेपको व्याजदरहरू घट्ने क्रम जारी रह्यो । फलस्वरूप, आधारदर घट्दा कर्जाको व्याजदर पनि घटेको छ ।

ग. प्रतिवेदन तयार भएको मितिसम्म वर्षको उपलब्धि र भविष्यमा गर्नु पर्ने कुराको सम्बन्धमा संचालक समितिको धारणा

सञ्चालक समितिको प्रतिवेदनमा संलग्न गरिएको ।

घ. कम्पनीको औद्योगिक वा व्यवसायिक सम्बन्ध

यस विकास बैंकले विभिन्न प्रकारका सरकारी, गैरसरकारी संस्था, व्यवसायिक एवं औद्योगिक प्रतिष्ठानहरू, सामाजिक संघ-संस्थाहरू, अन्तर्राष्ट्रिय संघ संस्थाहरू, नियमक निकायहरू लगायतसंग सौहार्दपूर्ण तथा व्यवसायिक सम्बन्ध कायम राख्दै आएको छ । त्यसै गरी विभिन्न रेमिट्यान्स सेवा प्रदायकहरू, जीवन तथा निर्जीवन बीमा कम्पनीहरू, सूचना प्रविधि प्रदायक कम्पनीहरू लगायत सेवा प्रदायक निजी कम्पनीहरूसंग समन्वय गरी आपसी हितका कार्यहरू गरी रहेको छ ।

ङ. सञ्चालक समितिमा भएको हेरफेर र सोको कारण

गत वर्ष सम्पन्न यस विकास बैंकको १३ औं वार्षिक साधारण सभाबाट नयाँ सञ्चालक समिति गठन भएको थियो । सञ्चालक समितिमा संस्थापक सेयरधनीको तर्फबाट ३ जना, सर्वसाधारण सेयरधनीको तर्फबाट २ जना र स्वतन्त्र सञ्चालक १ जना गरी कुल ६ जनाको प्रतिनिधित्व रहेको छ । अघिल्लो सञ्चालक समितिमा रहनु भएका संस्थापक सेयरधनीको तर्फबाट प्रतिनिधित्व गर्नु हुने सञ्चालक श्री गजेन्द्रमान श्रेष्ठ वाहेक सबै सञ्चालकहरू नयाँ रहनु भएको छ ।

बैंकको ते-हाँ साधारण सभाबाट सर्व-सम्मतिले निम्न बमोजिमको सञ्चालक समिति गठन भएको छ :

मिति २०७६/०८/३० सम्म कायम सञ्चालक समिति		ते-हाँ साधारण सभाबाट सर्वसम्मत निर्वाचित सञ्चालक समिति	
नाम	पद	नाम	पद
श्री खिम प्रकाश मल्ल	अध्यक्ष	श्री भरत राज ढकाल	अध्यक्ष
श्री नारायण कुमार श्रेष्ठ	सञ्चालक	श्री गजेन्द्र मान श्रेष्ठ	सञ्चालक
श्री गजेन्द्र मान श्रेष्ठ	सञ्चालक	श्री रबिन्द्र मान श्रेष्ठ	सञ्चालक
श्री नारायण प्रसाद पौडेल	सञ्चालक	श्री शालिग्राम मिश्र	सञ्चालक
श्री चुडामणि कडेल	सञ्चालक	श्रीमती निर्मला कुमारी के.सी. (कार्की)	सञ्चालक

साथै मिति २०७७ साल साउन १६ गते बसेको यस विकास बैंकको सञ्चालक समितिको २३२ औं बैठकले स्वतन्त्र सञ्चालकको रूपमा श्री श्याम सुन्दर शर्मालाई नियुक्ति गरेको छ ।

च. कारोबारलाई असर पार्ने मुख्य कुराहरू

यस विकास बैंकको कारोबारलाई असर पार्ने मुख्य कुरा तरलताको अवस्था र कर्जाको माग हो । कोरोना महामारीको कारणले मन्द अवस्थामा रहेको अर्थतन्त्रमा विस्तारै गति लिन थालेको देखिएको छ । आर्थिक क्रियाकलापहरूमा अझै पनि पूर्ण सञ्चालन हुन नसकेको, कर्जाको माग न्यून रहेको, बजारमा अझै पनि अधिक तरलता रहेकोले बचत तथा निक्षेपको व्याजदर घटेकोले बैंकको कारोबारलाई असर पारेको छ । विभिन्न समयमा नेपाल राष्ट्र बैंकबाट जारी हुने नीतिगत व्यवस्थाहरूले पनि बैंकको कारोबारलाई असर पारी रहेको हुन्छ । यी असरहरूलाई उचित तवरले व्यवस्थापन गरी यस विकास बैंकले आफ्नो क्रियाकलापहरू अगाडि बढाई रहेको छ ।

छ. लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर सञ्चालक समितिका प्रतिक्रियाहरू

यस विकास बैंकको सञ्चालकको नेतृत्वमा लेखापरीक्षण समिति गठन भएको छ । सो समितिले बैंकको आन्तरिक लेखापरीक्षणको क्रममा फेला परेका कैफियत र त्रुटीहरूलाई सञ्चालक समिति समक्ष पेश गर्ने गर्दछ । लेखापरीक्षणको क्रममा दैनिक कारोबारमा हुने सामान्य कमी कमजोरीहरू वाहेक गम्भीर प्रकृतिका त्रुटीहरू र कैफियतहरू पाइएको छैन । सामान्य कमजोरीहरूलाई पनि न्यूनीकरण गर्न र भएका कैफियतहरूलाई सुधार गर्न सञ्चालक समिति मार्फत व्यवस्थापनलाई निर्देशन दिइएको छ । व्यवस्थापनले पनि ती कैफियतहरू सुधार गरी सुधारको प्रमाण सहित लेखापरीक्षण समितिमा पेश गर्ने गरेको छ । यसरी दैनिक कारोबारहरूको क्रममा भएका कमी कमजोरीहरूलाई सुधार गरी अद्यावधिक गरिएको छ ।

ज. लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम

हाल यस विकास बैंकको चुक्ता पूँजी रु. ४ अर्ब ३२ करोड ४९ लाख ८९ हजार ४ सय ८६ रहेको छ । मिति २०७७ मंसिर २१ गते बसेको सञ्चालक समितिको २३८ औं बैठकबाट सिफारिस गरी, १४ औं साधारण सभामा प्रस्ताव गरिएको १५.५०७४ प्रतिशत लाभांस (रु. ६७ करोड ६ लाख ९३ हजार ४ सय १९ र पैसा पचपन्न मात्र) मध्ये नगद लाभांस ४.२५७४ प्रतिशत (रु.१८ करोड ४१ लाख ३२ हजार १ सय २ र पैसा ३७ मात्र) वाहेक बोनस सेयर वापतको लाभांस ११.२५ प्रतिशत अर्थात रु. ४८ करोड ६५ लाख ६१ हजार ३ सय १७ र पैसा १८ पारित भए पश्चात चुक्ता पूँजी रु. ४ अर्ब ८१ करोड १५ लाख ५० हजार ८ सय ३ र पैसा १८ पुग्नेछ ।

झ. सेयर जफत भएको भए जफत भएको सेयर संख्या, त्यस्तो सेयरको अङ्कित मूल्य, त्यस्तो सेयर जफत हुनुभन्दा अगावै सोबापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो सेयर जफत भएपछि सो सेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको सेयरबापत रकम फिर्ता गरेको भए सोको विवरण

यस विकास बैंकले आ.व. २०७६/०७७ मा कुनै पनि सेयर जफत गरेको छैन ।

ञ. विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन

बैंक तथा यसको सहायक कम्पनीको प्रगति विवरण वार्षिक प्रतिवेदनमा छुट्टै उल्लेख गरिएको छ ।

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

आर्थिक वर्षमा बैंकले सामान्य बैंकिङ्ग कारोबारहरू र सहायक कम्पनीले पनि आफ्नो व्यवसाय अनुरूप नै सामान्य कारोबारहरू गर्दै आएको छ । मुक्तिनाथ क्यापिटल लि.ले पोर्टफोलियो व्यवस्थापन, संस्थागत परामर्श, धितोपत्र प्रत्याभुती, सेयर रजिष्ट्रार र निष्काशन तथा बिक्री प्रबन्धक, आदिको रूपमा कार्य गर्दै आइरहेको छ । यस अवधिमा कुनै महत्वपूर्ण परिवर्तन भएको छैन ।

ड. विगत आर्थिक वर्षमा कम्पनीको आधारभूत सेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी केही नभएको ।

ड. विगत आर्थिक वर्षमा कम्पनीका सञ्चालक तथा पदाधिकारीहरूले लिएको सेयरको स्वामित्वको विवरण र कम्पनीको सेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी केही नभएको ।



ढ. विगत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा केही नभएको ।

ण. कम्पनीले आफ्नो सेयर आफैले खरिद गरेको भए त्यसरी आफ्नो सेयर खरिद गर्नुको कारण, त्यस्तो सेयरको संख्या र अङ्कित मूल्य तथा त्यसरी सेयर खरिद गरे बापत कम्पनीले भुक्तानी गरेको रकम कम्पनीले आफ्नो सेयर आफैले खरिद गरेको छैन ।

त. आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत विवरण

यस विकास बैंकले आन्तरिक नियन्त्रण प्रणालीलाई बलियो बनाएको छ । कारोबार गर्दा हुन सक्ने संभावित त्रुटीहरू तथा सोबाट सिर्जना हुन सक्ने संभावित जोखिमहरूलाई न्यूनीकरण गर्न तहगत जाँच गर्ने व्यवस्था गरिएको छ । संस्थाको तहगत संरचना बमोजिम कारोबार तथा खर्च स्वीकृतिको व्यवस्था गरिएको छ । नियमित घटना वाहेक कुनै पनि प्रकारको अप्रत्यासित घटनाको जानकारी व्यवस्थापन सम्म पुर्याउने संस्थागत संरचना बनाइएको छ । दैनिक रूपमा भएका कारोबारहरूको विभिन्न प्रकारले रिपोर्टिङ्ग गर्ने परिपाटी तयार गरिएको छ । यसले कारोबारमा भएको उतार चढावको समयमै पत्ता लागी समाधानका विकल्पहरू पहिचान गरी संभावित जोखिमलाई न्यूनीकरण गर्न सकिन्छ । कारोबार र कार्यालयहरूको नियमित अनुगमन, निरीक्षण र निर्णय गर्न सहज होस भन्ने अभिप्रायले केन्द्रीय कार्यालयमा विभागहरू तथा प्रदेश स्तरमा क्षेत्रीय/उपक्षेत्रीय कार्यालयहरू राखिएका छन् । प्रविधिमा आधारित रही आन्तरिक सूचना प्रणालीलाई सरल र विश्वसनीय बनाइएको छ । साथै, संस्थाको आन्तरिक नीतिहरू, कार्यविधिहरू र परिपत्रहरूको पालना भए नभएको जाँच गर्न आन्तरिक लेखापरीक्षण विभाग, क्षेत्रीय/उपक्षेत्रीय कार्यालयहरू र अनुगमन कार्यालयहरूलाई सवलीकरण गरिएको छ ।

थ. विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण

कर्मचारी खर्च : रु. ७८३,६८६,६७८/-
कार्यालय सञ्चालन खर्च : रु. ५६६,६७०,२०७/-
कुल व्यवस्थापन खर्च : रु. १,३५०,३५६,८८५/-

द. लेखापरीक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेको काम कारबाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सोको विवरण :

नाम	पद	प्रति बैठक भत्ता (रु.)
श्री गजेन्द्र मान श्रेष्ठ - सञ्चालक	संयोजक	५,०००/-
श्री शालिग्राम मिश्र - सञ्चालक	सदस्य	४,५००/-
आन्तरिक लेखापरीक्षण विभाग प्रमुख	सदस्य सचिव	-

आ.व. २०७६/०७७ मा लेखापरीक्षण समितिको बैठक ६ पटक बसेको छ र समितिका पदाधिकारीहरूलाई बैठक भत्ता वापत कुल रु. ५७,०००/- भुक्तानी गरिएको छ । समितिले आन्तरिक लेखापरीक्षणको वार्षिक कार्य योजना पारित गरी सोको कार्यन्वयन गराउने तथा बैंकको नीति नियम तथा संचालन सम्बन्धी भए गरेका काम कुराहरूको पुनरावलोकन गरी समिति मार्फत व्यवस्थापनलाई आवश्यक सुझावहरू समेत दिएको छ । साथै, नेपाल राष्ट्र बैंक तथा वाह्य लेखापरीक्षकले दिएका प्रतिवेदन उपर विस्तृत रूपमा छलफल गरी सञ्चालक समितिलाई आवश्यक सुझाव दिएको छ । त्यसरी दिएको सुझाव उपर व्यवस्थापनले भए गरेका सुधारहरूको प्रमाण सहित प्रतिउत्तर दिने गरेको छ ।

ध. सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत सेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा केही नभएको ।



न. सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम

१. २०७६ मंसिर ३० गते सम्म कायम सञ्चालकहरूलाई प्रदान गरिएको पारिश्रमिक, भत्ता तथा सुविधाहरू

सञ्चालकको नाम	पद	प्रति बैठक भत्ता (रु.)	बैठक संख्या
श्री खिम प्रकाश मल्ल	अध्यक्ष	७,५००/-	६
श्री नारायण कुमार श्रेष्ठ	सञ्चालक	७,०००/-	६
श्री गजेन्द्र मान श्रेष्ठ	सञ्चालक	७,०००/-	६
श्री नारायण प्रसाद पौडेल	सञ्चालक	७,०००/-	६
श्री चुडामणि कडेल	सञ्चालक	७,०००/-	५

२. हालका सञ्चालकहरूलाई प्रदान गरिएको पारिश्रमिक, भत्ता तथा सुविधाहरू

सञ्चालकको नाम	पद	प्रति बैठक भत्ता (रु.)	बैठक संख्या
श्री भरत राज ढकाल	अध्यक्ष	१०,०००/-	१०
श्री गजेन्द्र मान श्रेष्ठ	सञ्चालक	९,०००/-	१०
श्री रबिन्द्र मान श्रेष्ठ	सञ्चालक	९,०००/-	११
श्री शालिग्राम मिश्र	सञ्चालक	९,०००/-	११
श्रीमती निर्मला कुमारी के.सी. (कार्की)	सञ्चालक	९,०००/-	२

आ.व. २०७६/०७७ मा बैठक भत्ता स्वरूप सञ्चालकहरूलाई कुल रु. ६ लाख ८२ हजार र यातायात तथा आवास, टेलिफोन, इन्टरनेट तथा पत्रपत्रिका खर्च स्वरूप रु. ११ लाख २७ हजार ३ सय ३३ भुक्तानी गरिएको छ ।

३. प्रमुख कार्यकारी अधिकृतलाई मासिक रूपमा प्रदान गरिएको पारिश्रमिक, भत्ता तथा सुविधाहरू

विवरण	रकम (रु.)
तलब तथा भत्ता	४६२,०८४/-
संचय कोष	३१,५९६/-
मोवाइल टेलिफोन	विल अनुसार

आ.व. २०७६/०७७ मा प्रमुख कार्यकारी अधिकृतलाई तलब तथा भत्ता वापत रु. ५८,८५,९६९/-, कर्मचारी बोनस रु. २०,०८,६५६/-, संचयकोष वापत रु. ३७९,९४६/- भुक्तानी गरिएको छ । भ्रमण भत्ता वापत स्वदेशमा प्रति दिन रु. २,७००/-, सार्क राष्ट्रमा ७५ अमेरिकी डलर, अन्य देशहरूमा १०० अमेरिकी डलर प्रदान गर्ने व्यवस्था रहेको छ । अन्य सुविधा अन्तर्गत एक ओटा सवारी साधन र एक जना सवारी चालक प्रदान गरिएको छ ।

प. सेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांशका रकम

रु. १४,१९,८०८/-

फ. दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण

यस आर्थिक वर्षमा बैंकले कम्पनी ऐन, २०६३ को दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको छैन ।

ब. दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएका कारोबारको विवरण

यस सम्बन्धी विवरण वार्षिक प्रतिवेदनको वित्तीय विवरणको नोटमा उल्लेख गरिएको छ ।

भ. यस ऐन तथा प्रचलित कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा

यसै प्रतिवेदनको विभिन्न खण्डहरूमा उल्लेख गरिएको ।



म. अन्य आवश्यक कुराहरू

प्रचलित ऐन तथा कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य विवरणहरू यसै प्रतिवेदनमा उल्लेख गरिएका छन् ।

मिति: २०७७ मंसिर २१ गते



धितोपत्र दर्ता तथा निष्काशन नियमावली २०७३ को अनुसूची १५, नियम २६ को उपनियम २ संग सम्बन्धित

१. सञ्चालक समितिको प्रतिवेदन

यसै प्रतिवेदनसंग संलग्न रहेको ।

२. लेखापरीक्षकको प्रतिवेदन

यसै प्रतिवेदनसंग संलग्न रहेको ।

३. लेखापरीक्षण भएको वित्तीय विवरण

यसै प्रतिवेदनसंग संलग्न रहेको ।

४. कानूनी कारवाही सम्बन्धी विवरण

क. आ.व. २०७६/७७ मा संस्थाले वा संस्थाको विरुद्ध कुनै मुद्दा दायर भएको भए

- आ.व. २०७६/७७ मा यस विकास बैंकका विरुद्धमा सामान्य व्यवसायिक कारोबार सम्बन्धी मुद्दा वाहेक अन्य मुद्दा नरहेको ।
- यस विकास बैंकले अन्य कुनै व्यक्ति वा संस्था उपर मुद्दा दायर नगरेको र संस्था विरुद्धमा मुद्दा दायर भएको सूचना र जानकारी प्राप्त भएको छैन ।

ख. यस संस्थाका संस्थापक वा सञ्चालकले वा सञ्चालक वा सञ्चालकका विरुद्ध प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको वा सो सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको भए संस्थालाई यस बारेमा कुनै सूचना तथा जानकारी प्राप्त नभएको ।

ग. कुनै संस्थापक वा सञ्चालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर भएको भए

संस्थाले यस प्रकृतिको कुनै मुद्दा दायर नगरेको र अन्यत्रबाट पनि कुनै मुद्दा दायर भएको विषयमा सम्बन्धित अदालत वा कार्यालयबाट कुनै सूचना वा जानकारी प्राप्त नभएको ।

५. संगठित संस्थाको सेयर कारोबार तथा प्रगतिको विवरण

क. धितोपत्र बजारमा भएको संगठित संस्थाको सेयरको कारोबार सम्बन्धमा व्यवस्थापनको धारणा

यस विकास बैंकको सेयरहरू नेपाल स्टक एक्सचेन्जमा सूचिकृत भई नेपाल धितोपत्र बोर्डको रेखदेखमा खुल्ला बजारले निर्धारण गरेको मूल्य बमोजिम कारोबार भैरहेका छन् ।

ख. गत वर्षको त्रैमासिक रूपमा सेयरको विवरण

यस अवधिको सेयर कारोबार विवरण, नेपाल स्टक एक्सचेन्ज लिमिटेडको वेवसाइट www.nepalstock.com.np का अनुसार यस प्रकार रहेको छ ।

विवरण	प्रथम त्रैमास	द्वितीय त्रैमास	तृतीय त्रैमास	चौथो त्रैमास
अधिकतम मूल्य (रु.)	३८९	३२२	४०९	३२६
न्यूनतम मूल्य (रु.)	२९८	२६९	२८८	२६८
अन्तिम मूल्य (रु.)	३९०	३०८	२९६	३९२
कारोबार सेयर संख्या	६९५,२३२	७०६,५५९	२,२८९,६८८	२०८,०५५
कारोबार संख्या	३,२५५	३,३४६	८,८५४	९,९४२
कारोबार भएको दिन	६३	५८	४६	९४



६. समस्या तथा चुनौतीहरू

क. आन्तरिक समस्या तथा चुनौतीहरू

यस विकास बैकले आ.व. २०७६/०७७ मा योजना अनुरूप नयाँ शाखा विस्तार गर्न सकेन । दुर्गम स्थानहरूमा रहेका शाखाहरूमा दैनिक कार्यहरू नियमित रूपमा सूचारु राख्न विद्युत र ईन्टरनेटको समस्या पटक पटक देखिएको छ । त्यस्ता शाखाहरूमा केन्द्रीय कार्यालयबाट पठाईने छपाई तथा प्रवर्द्धनात्मक सामग्रीहरू समयमा पठाउन गाह्रो देखिएको छ भने साईनबोर्ड, कम्प्युटर, प्रिन्टर, व्याट्री, ईन्भर्टर लगायतका उपकरणहरू समय मै मर्मत गर्नका लागि पनि समस्या देखिएको छ । यस्ता उपकरणहरूको सावधानी र जतनको लागि कर्मचारीहरूलाई प्रशिक्षित गराउनु पर्ने पनि देखिएको छ ।

ख. वाह्य समस्या तथा चुनौतीहरू

संस्थाले वाह्य समस्या तथा चुनौतीहरूलाई पनि व्यवस्थापन गर्दै अगाडि बढेको छ । बजारमा देखिने तरलताको उचित व्यवस्थापन, बैकिङ्ग क्षेत्रको प्रतिस्पर्धा, विभिन्न नीतिगत व्यवस्थाहरूले अपेक्षाकृत व्यवसाय बृद्धिमा समस्या सिर्जना गरेको छ । भौगोलिक विकटता, प्रविधि र उपकरणमा वाह्य पक्षसंगको निर्भरताले पनि सेवा सञ्चालनमा कठिनाई भएको छ ।

ग. रणनीतिहरू

माथि बुँदा नं. क र ख मा उल्लेख भएका आन्तरिक तथा वाह्य समस्या र चुनौतीहरू समाधान गर्नको लागि वैकल्पिक उपायहरूको खोजी गरी समाधान गरिएको छ । वैकल्पिक उपायहरू अल्पकालिन प्रकृतिका हुने हुनाले सक्ने सम्म दीर्घकालिन र भरपर्दो समाधानका लागि पनि पहल र प्रयासहरू भएका छन् । प्रविधि र पछिल्लो समयमा विकास भएका उपकरणहरूको प्रयोगले समस्याहरूको समाधानमा सहयोगी भएका छन् । आगामी दिनहरूमा पनि यस्ता समस्याहरूको समाधानलाई प्राथमिकता दिईने छ ।

यस विकास बैकको शाखा सञ्जाल तथा कारोबारमा भएको बृद्धिसंगै सञ्चालन जोखिम पनि बृद्धि हुन सक्ने संभावनालाई मध्यनजर गरी जोखिम न्यूनीकरणको प्रयासहरू गरिएको छ । दैनिक कारोबार र कार्यहरूलाई सकेसम्म प्रविधिको प्रयोग गर्ने र सोको जाँच गर्ने अलग्गै पदाधिकारीको व्यवस्था गरिएको छ । दैनिक गर्नु पर्ने कार्यहरूलाई एकरूपता गर्न तथा त्रुटि रहित बनाउन विभिन्न आन्तरिक नीति, नियम, निर्देशिका र कार्यविधिहरू तर्जुमा गरी लागु गरिएको छ । नयाँ बनाईएका व्यवस्था र परिमार्जनहरू बारेमा कर्मचारीहरूलाई समय मै प्रशिक्षित गर्ने व्यवस्था गरिएको छ । दैनिक हुने कार्यहरूको नियमित अनुगमन गर्ने व्यवस्था पनि गरिएको छ ।

७. संस्थागत सुशासन

संस्थागत सुशासन अभिवृद्धिका लागि व्यवस्थापनद्वारा चालिएका कदमहरू सम्बन्धी विवरणहरू

यस विकास बैकले नेपाल राष्ट्र बैक तथा अन्य नियमनकारी निकायद्वारा जारी गरिएका संस्थागत सुशासन सम्बन्धी निर्देशनहरूको पूर्ण रूपमा पालना गरिरहेको छ । संस्थागत सुशासन अभिवृद्धिका लागि बैकको सञ्चालक समिति लगायत सम्पूर्ण कर्मचारीहरूमा सुशासन सम्बन्धी अभ्यासहरू लागु गरिएको छ । यस बैकले पारदर्शिता, अधिकारको प्रत्यायोजन र उचित उपयोग, प्रचलित असल अभ्यासहरूको पालना र नियमक निकायहरूको निर्देशनहरूको अनुपालना, यसको अनुगमन र प्रभावकारिताको मापनमा विशेष ध्यान दिएको छ । विभिन्न कार्यालयहरूबाट समय समयमा मातहतका कार्यालयहरूको अनुगमन तथा निरीक्षण, आन्तरिक लेखापरीक्षण, वाह्य लेखापरीक्षण र नियमक निकायहरूबाट हुने स्थलगत तथा गैर स्थलगत निरीक्षणहरूबाट संस्थागत सुशासनलाई बलियो बनाउने कोशिस गरिएको छ । ती निरीक्षणबाट प्राप्तहुने सल्लाह र सुझावहरूलाई संस्थाको विभिन्न समिति र उपसमितिहरूमा छलफल गरी समिति मार्फत व्यवस्थापनलाई सुझाव प्राप्त हुने र सोही बमोजिम सुधार गरी लागु गर्ने गरिएको छ ।

८. विवरणपत्रमा प्रक्षेपण गरिएका र लेखापरीक्षण भएको विवरणहरूमा बीस प्रतिशत वा सो भन्दा बढी फरक सम्बन्धी विवरण नभएको ।

९. नियम २६ को उपनियम (५) सँग सम्बन्धित विशेष घटना वा परिस्थिति सम्बन्धी विवरण

१. संगठित संस्थाको विनियममा संशोधन : नभएको ।

२. संगठित संस्थाको सञ्चालक वा उच्च व्यवस्थापकीय तहका अधिकृतको परिवर्तन :

क. सञ्चालकको पदावधि समाप्त भएको : पूर्व सञ्चालक समितिको पदावधि मिति २०७६/०८/३० गते सम्म रहेकोमा सोही दिन सम्पन्न साधारण सभाले नयाँ सञ्चालन समिति गठन गरेको र सो समितिमा श्री गजेन्द्रमान श्रेष्ठ पुनः नियुक्त हुनुभएको ।

ख. सञ्चालक समितिबाट राजिनामा दिनु भएको : नभएको ।



ग. सञ्चालक समितिमा नयाँ नियुक्ति : मिति २०७६ मंसिर ३० गते सम्पन्न तेन्हाँ साधारण सभाबाट तपसिल बमोजिमको सञ्चालक समिति गठन भएको छः

सञ्चालकको नाम	पद
श्री भरत राज ढकाल	अध्यक्ष
श्री गजेन्द्र मान श्रेष्ठ	सञ्चालक
श्री रबिन्द्र मान श्रेष्ठ	सञ्चालक
श्री शालिग्राम मिश्र	सञ्चालक
श्रीमती निर्मला कुमारी के.सी. (कार्की)	सञ्चालक

मिति २०७७ साल साउन १६ गते बसेको सञ्चालक समितिको २३२ औँ बैठकले स्वतन्त्र सञ्चालकको रूपमा काठमाडौँ जिल्ला, काठमाडौँ महानगरपालिका वडा नं. ३, बसुन्धरा निवासी श्री श्याम सुन्दर शर्मालाई नियुक्ति गरेको छ ।

घ. उच्च व्यवस्थापकीय तहबाट राजिनामा दिनु भएको: नभएको ।

ङ. उच्च व्यवस्थापकीय तहमा नयाँ नियुक्ति: नभएको ।

३. लाभांश घोषणा वा पूँजी संरचनामा परिवर्तन :

मिति २०७६/०८/३० मा सम्पन्न बैंकको तेन्हाँ वार्षिक साधारण सभाबाट १७.३० प्रतिशत बोनस सेयर र ०.९३ प्रतिशत नगद लाभांश प्रदान गरे पश्चात संस्थाको चुक्ता पूँजी रु. ४ अर्ब ३२ करोड ४९ लाख ८९ हजार ४ सय ८६ पुगेको छ । यस वार्षिक साधारण सभामा प्रस्ताव गरिएको कुल लाभांश १५,५०७४ प्रतिशत पारित भएमा बोनस सेयर वापतको लाभांश ११.२५ प्रतिशत अर्थात रु. ४८ करोड ६५ लाख ६९ हजार ३ सय १७ र पैसा १८ चुक्ता पूँजी थप भई कुल चुक्ता पूँजी रु. ४ अर्ब ८१ करोड १५ लाख ५० हजार ८ सय ३ र पैसा १८ पुग्नेछ ।



संस्थागत सुशासन सम्बन्धी वार्षिक अनुपालना प्रतिवेदन (आर्थिक वर्ष २०७६/७७)

सञ्चालक समिति सम्बन्धी विवरण :

क्र.सं.	सञ्चालकहरूको नाम तथा ठेगाना	प्रतिनिधित्व भएको समूह	सेयर संख्या (प्रतिशतमा)	पछिल्लो पटक नियुक्ति भएको मिति	सञ्चालक नियुक्तिको तरिका (विधि)
१	श्री भरत राज ढकाल ठेगाना : आँधिखोला गा.पा. -६, स्याङ्गजा	संस्थापक	१.५६	२०७६/०८/३०	वार्षिक साधारणसभाबाट सर्वसम्मत निर्वाचित
२	श्री गजेन्द्र मान श्रेष्ठ ठेगाना : बिदुर न.पा. -९, नुवाकोट	संस्थापक	०.९१	२०७६/०८/३०	वार्षिक साधारणसभाबाट सर्वसम्मत निर्वाचित
३	श्री रविन्द्र मान श्रेष्ठ ठेगाना : पुतलीबजार न.पा. -१, स्याङ्गजा	संस्थापक	०.२२	२०७६/०८/३०	वार्षिक साधारणसभाबाट सर्वसम्मत निर्वाचित
४	श्री शालिग्राम मिश्र ठेगाना : काठमाडौं म.न.पा. -२९, घट्टेकुलो, काठमाडौं	सर्वसाधारण	०.०१	२०७६/०८/३०	वार्षिक साधारणसभाबाट सर्वसम्मत निर्वाचित
५	श्रीमती निर्मला कुमारी के.सी. (कार्की) ठेगाना : काठमाडौं म.न.पा. -१६, बालाजु, काठमाडौं	सर्वसाधारण	०.०१	२०७६/०८/३०	वार्षिक साधारणसभाबाट सर्वसम्मत निर्वाचित
६	श्री श्याम सुन्दर शर्मा ठेगाना : काठमाडौं म.न.पा. -३, बसुन्धारा, काठमाडौं	स्वतन्त्र	-	२०७७/०४/१६	सञ्चालक समितिको बैठकबाट

नोट: स्वतन्त्र सञ्चालकको नियुक्ति आ.व. २०७७/०७८ मा भएको छ ।

सञ्चालक समितिको बैठक सञ्चालन सम्बन्धी विवरण

आ.व. २०७६/०७७ मा बसेको सञ्चालक समितिको बैठकको मिति			बैठकको निर्णयमा भिन्न मत राखी हस्ताक्षर गर्ने सञ्चालकको संख्या	आ.व. २०७५/०७६ मा बसेको सञ्चालक समितिको बैठकको मिति		
बैठक नं.	बैठक बसेको मिति	उपस्थित सञ्चालक संख्या		बैठक नं.	बैठक बसेको मिति	उपस्थित सञ्चालक संख्या
२१४	२०७६ श्रावण १०	५	फरक मत नरहेको	१९७	२०७५ श्रावण ११	५
२१५	२०७६ श्रावण ३१	५	फरक मत नरहेको	१९८	२०७५ भाद्र ०५	५
२१६	२०७६ आश्विन १६	४	फरक मत नरहेको	१९९	२०७५ भाद्र ०९	५
२१७	२०७६ कार्तिक ०७	५	फरक मत नरहेको	२००	२०७५ भाद्र २७	५
२१८	२०७६ मंसिर ०१	५	फरक मत नरहेको	२०१	२०७५ आश्विन २७	५
२१९	२०७६ मंसिर १८	५	फरक मत नरहेको	२०२	२०७५ कार्तिक २०	५
२२०	२०७६ मंसिर ३०	५	फरक मत नरहेको	२०३	२०७५ मंसिर ०७	५
२२१	२०७६ पौष ०३	५	फरक मत नरहेको	२०४	२०७५ मंसिर २९	५
२२२	२०७६ पौष १०	५	फरक मत नरहेको	२०५	२०७५ पौष १३	५
२२३	२०७६ पौष १९	४	फरक मत नरहेको	२०६	२०७५ पौष २६	५
२२४	२०७६ माघ १५	४	फरक मत नरहेको	२०७	२०७५ माघ २५	५
२२५	२०७६ फाल्गुन ०९	४	फरक मत नरहेको	२०८	२०७५ फाल्गुन २९	५
२२६	२०७६ फाल्गुन २२	३	फरक मत नरहेको	२०९	२०७६ बैशाख ०४	५
२२७	२०७६ चैत्र २७	४	फरक मत नरहेको	२१०	२०७६ बैशाख २६	४
२२८	२०७७ बैशाख २४	४	फरक मत नरहेको	२११	२०७६ जेष्ठ १७	५
२२९	२०७७ जेष्ठ २८	४	फरक मत नरहेको	२१२	२०७६ आषाढ ०६	५
२३०	२०७७ आषाढ २३	४	फरक मत नरहेको	२१३	२०७६ आषाढ १६	५

- कुनै सञ्चालक समितिको बैठक आवश्यक गणपूरक संख्या नपुगी स्थगित भएको भए सोको विवरण : नभएको ।
- सञ्चालक समितिको बैठकमा उपस्थित सञ्चालकहरू, छलफल भएको विषय र तत्सम्बन्धमा भएको निर्णयको विवरण (माइन्युट) को छुट्टै अभिलेख राखे/नराखेको : राखेको
- सञ्चालक समितिको लगातार बसेको २ वटा बैठकको अधिकतम अन्तर (दिनमा) : बढीमा ४९ दिनसम्म रहेको ।
- सञ्चालक समितिको प्रति बैठक भत्ता : अध्यक्ष रु. १०,०००/- र सञ्चालक रु. ९,०००/-
- समितिको कुल बैठक खर्च (बैठक भत्ता तथा अन्य खर्च समेत): रु. १,८०९,४९७/-

सञ्चालकहरूको आचरण तथा अन्य विवरण:

- सञ्चालकको आचरण सम्बन्धमा सम्बन्धित संस्थाको आचार संहिता भए/नभएको : विकास बैंकको छुट्टै आचारसंहिता नभएको, बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, एकीकृत निर्देशन, कम्पनी ऐन, धितोपत्र सम्बन्धी ऐन र विकास बैंकको नियमावलीमा उल्लेख भए बमोजिमका आचरण सम्बन्धी व्यवस्थाको पालना भएको ।
- एकाघर परिवारको एक भन्दा बढी सञ्चालक भए सो सम्बन्धी विवरण: नभएको ।





सञ्चालकहरूको वार्षिक रूपमा सिकाई तथा पुनर्ताजगी कार्यक्रम सम्बन्धी विवरण:

क्र.सं.	विषय	मिति	सहभागी सञ्चालकको संख्या	तालिम सञ्चालन भएको स्थान
१.	Board of Director Course	२०७६ पौष २६	४	अथिति रिसोर्ट , पोखरा ।
२.	Third Responsible Business Summit	२०७६ भाद्र १९ र २०	३	होटल याक एण्ड यति, काठमाडौं ।

प्रत्येक सञ्चालकले आफू सञ्चालक पदमा नियुक्त वा मनोनयन भएको पन्ध्र दिनभित्र देहायका कुराको लिखित जानकारी गराएको/नगराएको र नगराएको भए सोको विवरण:

संस्थासंग निज वा निजको एकाघरको परिवारको कुनै सदस्यले कुनै किसिमको करार गरेको वा गर्न लागेको भए सोको विवरण,	उल्लेखित विवरणहरू उपलब्ध गराएको र प्राप्त विवरण अनुसार कुनै कैफियत नरहेको ।
निज वा निजको एकाघरको परिवारको कुनै सदस्यले संस्था वा सो संस्थाको मुख्य वा सहायक कम्पनीमा लिएको सेयर वा डिभेन्चरको विवरण,	
निज अन्य कुनै संगठित संस्थाको आधारभूत सेयरधनी वा सञ्चालक रहेको भए त्यसको विवरण,	
निजको एकाघरको परिवारको कुनै सदस्य संस्थाको पदाधिकारी वा कर्मचारीको हैसियतमा काम गरिरहेको भए सोको विवरण,	
सञ्चालकले उस्तै प्रकृतिको उद्देश्य भएको सूचिकृत संस्थाको सञ्चालक, तलबी पदाधिकारी, कार्यकारी प्रमुख वा कर्मचारी भई कार्य गरेको भए सोको विवरण,	
सञ्चालकहरूलाई नियमनकारी निकाय तथा अन्य निकायहरूबाट कुनै कारवाही गरिएको भए सोको विवरण,	

संस्थाको जोखिम व्यवस्थापन तथा आन्तरिक नियन्त्रण प्रणाली सम्बन्धी विवरण:

क. जोखिम व्यवस्थापनको लागि कुनै समिति गठन भए/नभएको, गठन नभएको भए सोको कारण: गठन भएको ।

ख. जोखिम व्यवस्थापन समिति सम्बन्धी जानकारी:

समितिको संरचना (संयोजक तथा अन्य सदस्यहरूको नाम र पद):

श्री रविन्द्र मान श्रेष्ठ - संयोजक

श्री गजेन्द्र मान श्रेष्ठ - सदस्य

श्री रामचन्द्र पौडेल - सदस्य सचिव, विभागीय प्रमुख, जोखिम व्यवस्थापन विभाग

ग. आन्तरिक नियन्त्रण कार्यविधि भए/नभएको: विकास बैंकले आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाउनको लागि विभिन्न आन्तरिक कार्यविधिहरू बनाई लागु गरेको छ ।

घ. आन्तरिक नियन्त्रण प्रणालीको लागि कुनै समिति गठन भए/नभएको, गठन नभएको भए सोको कारण

समितिको संरचना (संयोजक तथा अन्य सदस्यहरूको नाम र पद):

श्री गजेन्द्र मान श्रेष्ठ - संयोजक

श्री शालिग्राम मिश्र - सदस्य

श्री ईश्वर बुढाथोकी - सदस्य सचिव, विभागीय प्रमुख, आन्तरिक लेखापरीक्षण विभाग

आन्तरिक नियन्त्रण प्रणाली समिति सम्बन्धी विवरण

आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाउनको लागि विकास बैंकमा सञ्चालक स्तरीय विभिन्न समिति गठन भएका छन् । ती समितिहरू आ-आफ्नो जिम्मेवारी अनुसार सक्रिय रहेका छन् ।

सञ्चालक स्तरीय समितिहरूको विवरण

समितिको नाम	संयोजक	बैठक संख्या	समितिको कार्य सम्बन्धी छोटो विवरण
लेखापरीक्षण समिति	श्री गजेन्द्र मान श्रेष्ठ	६	बैंकको वित्तीय रिपोर्टिङ्गको अनुगमन, लेखापरीक्षण प्रक्रियामा सहजीकरण, लेखापरीक्षकको नियुक्तिको सिफारिस र संस्थाको आन्तरिक नियन्त्रण कार्यलाई प्रभावकारी बनाउने तथा सञ्चालक समिति समक्ष सिफारिस गर्ने ।
कर्मचारी सेवा सुविधा समिति	श्री गजेन्द्र मान श्रेष्ठ	४	कर्मचारीसंग सम्बन्धित सेवा सुविधाहरूको समयानुकूल संसोधन तथा परिमार्जनको लागि सञ्चालक समिति समक्ष सुझाव पेश गर्ने ।
जोखिम व्यवस्थापन समिति	श्री रविन्द्र मान श्रेष्ठ	४	व्यवसाय सञ्चालनको क्रममा उत्पन्न हुनसक्ने आर्थिक तथा गैर-आर्थिक जोखिमहरूलाई न्यूनीकरणका लागि आवश्यक रणनीति तयार गर्ने तथा सञ्चालक समिति समक्ष सुझाव पेश गर्ने ।
सम्पत्ति शुद्धिकरण निवारण सम्बन्धी समिति	श्री शालिग्राम मिश्र (हाल) श्री नारायण कुमार श्रेष्ठ (२०७६ मंसिर ३० सम्म)	५	सम्पत्ति शुद्धिकरणलाई नियन्त्रण तथा आतंककारी क्रियाकलापमा वित्तीय लगानी निरूत्साहित गर्नका लागि रणनीति तयार गर्ने तथा सञ्चालक समितिमा सुझाव तथा सिफारिस पेश गर्ने ।

ङ. आर्थिक प्रशासन विनियमावली भए/नभएको : भएको ।

संस्थागत संरचना र कर्मचारी सम्बन्धी विवरण:

क. कर्मचारीहरूको संरचना, पदपूर्ति, वृत्ति विकास, तालिम, तलब, भत्ता तथा अन्य सुविधा, हाजिर र विदा, आचारसंहिता लगायतका कुराहरू समेटिएको कर्मचारी सेवा शर्त विनियमावली/व्यवस्था भए नभएको : भएको ।

ख. सांगठनिक संरचना भए नभएको : भएको ।

ग. उच्च व्यवस्थापन तहका कर्मचारीहरूको नाम, शैक्षिक योग्यता तथा अनुभव सम्बन्धी विवरण:

क्र.सं.	नाम	पद	शैक्षिक योग्यता	अनुभव
१	श्री प्रद्युमन पोखरेल	प्रमुख कार्यकारी अधिकृत	स्नातकोत्तर	२७ वर्ष (बैंकिङ्ग)
२	श्री समिर शेखर बज्राचार्य	नायव प्रमुख कार्यकारी अधिकृत	स्नातकोत्तर	२२ वर्ष (विकास आयोजना तथा बैंकिङ्ग)
३	श्री तिल बहादुर गुरुङ्ग	सहायक नायव प्रमुख कार्यकारी अधिकृत	स्नातकोत्तर	२१ वर्ष (बैंकिङ्ग)
४	श्री गोविन्द बहादुर राउत	सहायक प्रमुख कार्यकारी अधिकृत	स्नातकोत्तर	२६ वर्ष (लघुवित्त, विकास आयोजना तथा बैंकिङ्ग)

घ. कर्मचारी सम्बन्धी अन्य विवरण :

संरचना अनुसार कर्मचारी पदपूर्ति गरे/नगरेको	गरेको
नयाँ कर्मचारीहरूको पदपूर्ति गर्दा अपनाएको प्रक्रिया	राष्ट्रियस्तरको पत्रिकामा विज्ञापन प्रकाशित गरी आवश्यकता अनुसार लिखित तथा मौखिक परिक्षा मध्ये दुवै वा कुनै एक माध्यमबाट पदपूर्ति गर्ने गरिएको । ट्यालेन्ट हण्ट कर्मचारीको सन्दर्भमा मौखिक परिक्षाको माध्यमबाट पदपूर्ति गर्ने गरिएको ।
व्यवस्थापन स्तरका कर्मचारीको संख्या	१७
कुल कर्मचारी संख्या	१,४३६
कर्मचारीहरूको सक्सेसन प्लान भए/नभएको	भएको
आ.व. २०७६/०७७ मा कर्मचारीहरूलाई दिईएको तालिम संख्या तथा सहभागी कर्मचारीको संख्या	२७२ ओटा तालिममा कुल ९,९८८ जना कर्मचारीहरूको सहभागिता रहेको ।
आ.व. २०७६/०७७ को कर्मचारी तालिम खर्च	रु. १३,०९८,४६९/-
संचालन खर्चमा कर्मचारी खर्चको प्रतिशत	६१.२५ प्रतिशत
कुल कर्मचारी खर्चमा कर्मचारी तालिम खर्चको प्रतिशत	१.६७ प्रतिशत





**मुक्तिनाथ विकास बैंक लिमिटेडको
एकीकृत वित्तीय विवरण**

Independent Auditor's Report

To the Shareholders of Muktinath Bikas Bank Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Muktinath Bikas Bank Limited (hereinafter referred as "the Bank" or "MNBBL") and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated statement of financial position as at Ashad 31, 2077 (July 15, 2020), the consolidated statement of profit or loss, the consolidated statement of other comprehensive income, the consolidated statement of cash flows, the consolidated statement of changes in equity, and notes to the consolidated financial statement including summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the group as at Ashad 31, 2077 and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRS).

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 ICAN's (*Institute of Chartered Accountants of Nepal*) handbook of code of ethics for professional accountants and we have fulfilled our other ethical responsibilities in accordance with the ICAN's handbook of the code of ethics for professional accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Attention has even drawn to Note 5.17 of standalone financial statement, which describes that the extent to which the COVID-19 pandemic will impact the Bank's financial position, financial performance, credit quality and provisions depends on future developments, which are highly uncertain to anticipate. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key Audit Matters (KAM) are those matters that, in our professional judgment and based on the consideration of the internal audit reports and other reports given by the experts, were of most significance in the audit of the standalone financial statements of the current period. The matters raised were addressed during our audit of standalone financial statements, and in forming the opinion thereon, we do not provide a separate opinion on these matters.





We have determined the matters described below to be the Key Audit Matters to communicate in our report and to those charges with governance.

a. Information Technology (IT) systems and controls impacting financial reporting

Muktinath Bikas Bank Limited (MNBBL) have two Core Banking System (CBS) to manage its modern banking and micro finance operation and for financial reporting. Apart from CBS, MNBBL use various other software's to perform the support functions such as human resource management, assets and inventory management, remittance operations, mobile banking transactions, AML/CFT measures, documents management etc.

In addition to above and for more general IT system, MNBBL utilizes the Microsoft Office Suite.

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>The IT environment of the bank comprises the large number of independent and inter-dependent IT systems used in the operation of the bank for processing and recording a homogeneous volume of transactions at numerous locations. High volume of transactions is performed on single or multiple applications including the core banking system. The reliability and security of IT systems plays a key role in the operation of the Bank. Since large volume of transactions are processed daily, appropriate IT general controls and application controls are required to ensure that such IT systems are able to process the data, as required, completely, accurately and consistently for reliable financial reporting.</p> <p>Further, due to the prevailing COVID-19 situation, the bank extended work from home facility which required IT applications to be made accessible on a remote basis which increases the risk of data security and customer confidentiality.</p> <p>We have identified 'IT Systems and Controls' as key audit matter because of the high level automation, significant number of systems being used by the management and the complexity of the IT environment its impact on the financial reporting system.</p>	<ul style="list-style-type: none">• We have reviewed the IT policies and guidelines of the bank and implementation of the same to the IT Systems.• We gathered a comprehensive understanding of IT applications landscape implemented at the Bank.• We have generated the result of key automated reports and performed the substantive testing to ensure the operating effectiveness of the control on sample basis. However, no opinion is expressed on the suitability of design of these controls.• We have reviewed the report of system audit conducted by the system expert and placed our reliance on the system audit report.• Other areas that were assessed under the IT control environment, includes password policies, security configurations, business continuity and controls around change management.



b. Classification and Impairment of Loans and Advances

As at 31st Ashad, 2077, the Bank reported total loans and advances (net of provisions) of 48,264 million (2076: 38,144 million), gross Non-Performing Assets (NPA) of 221.75 million (2076: 123.22 million), and provision for non-performing assets of 99.76 million (2076: 10.01 million). Gross NPA to loans and advances ratio based on the revised assets classification norms of Nepal Rastra Bank (NRB) as at 31st Ashad 2077 is 0.46%. However, had there been no revision in the asset's classification norms, gross NPA to loans and advances ratio would be 3.31% (2076: 0.07%).

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>Identification of NPAs and provisions in respect of NPAs and other loans and advances are made based on management's assessment of the degree of impairment of the loans and advances and the minimum provisioning norms prescribed by NRB, which inter alia included the overdue days to classify the loans and advances. The Bank has measured impairment loss on loans and advances at higher of:</p> <ul style="list-style-type: none"> • Amount derived as per the norms prescribed by NRB for loan loss provision • Amount determined as per para 63 of NAS 39 adopting Incurred Loss Model <p>As per NRB, provisions should be created on loans and advances based on the overdue status as well as other parameters prescribed on unified directives. As per NAS 39 read with IFRS 9, impairment of loans and advances should be made on individual impairment basis for individual loans and collective impairment basis for homogeneous groups of loans which are not considered individually significant.</p> <p>Due to the ongoing COVID 19 pandemic, the recovery of the interest and installment is severely affected and NRB also revised loans and advance classification norms. Thus, we have also identified implementation of the circulars and norms announced by NRB from time to time as a key matter in measurement of provisions for advances.</p> <p>Considering the impact of the above matter to the financial statements, the heightened regulatory inspections, significant auditor attention required and level of management judgement involved in determining the provision (including the provisions on loans which are not classified as NPAs), we have identified this as a key audit matter for the current year audit.</p>	<ul style="list-style-type: none"> • Reviewed overdue status of the loans and advances and matched the same with reporting to central bank. • Sample review of credit files from the risk perspective to the Bank on regular servicing of the debt by the borrowers (especially due to COVID situation), utilization of the loan for the intended purpose, account movement, security backup and business performance as reflected in financials etc. • We tested computations of provisions calculated by the Bank with respect to NRB's circular on customers for which COVID related relaxation have been provided. • Expected future cash flows from individually significant loans and advances with indication of impairment are assessed on the basis of realizable value of collateral securities based on management estimate. • Grouping of homogenous group of loans was assessed on the basis of nature and purpose of the loans and data of historical loss experience in portfolios are assessed on the basis of past due data from the system as well as data of loan loss provisions of the defined group in the past. • Reviewed the discounts and other relaxation given to the borrowers as notified by the central bank and re-performed the calculation.





Other Information

We have nothing to report on the other information in the Annual Report. The directors are responsible for the other information presented in the Annual Report and Accounts of 2076-77 together with the Financial Statements. Our opinion on the Financial Statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the Financial Statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

Responsibilities of the Management and Those Charged with Governance for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the group'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 wither 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 group's financial reporting process.

Auditor's Responsibilities for the Audit of Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that included 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 consolidated 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 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 group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 group'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 statement or, if such disclosures are inadequate, to modify our audit 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 group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on consolidated financial statements. We are responsible for direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

Other Matters

We did not audit the financial statement and other financial information of a subsidiary. These financial statements and other financial information have been audited by other auditor whose report has been furnished to us by the management and our opinion on the financial statements in so far as it related to the accounts and disclosure included in respect of these subsidiaries, are based solely on the report of the other auditor.

Our opinion on the consolidated financial statements and our report on other legal and regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Reports on other Legal and Regulatory Requirements

We have obtained information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit. In our opinion, consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of changes in equity and consolidated statement of cash flows, have been prepared in accordance with the requirements of the companies Act, 2063 and are in agreement with the books of account maintained by the Bank and its subsidiaries included in the group; and proper books of account as required by law maintained by the Bank and its subsidiaries included in the group including relevant records relating to preparation of the aforesaid financial statements have been kept so far as it appears from our examination of those books and records of the Bank and the reports of the other auditors.

In our opinion, so far as appeared from our examination of the books, the Bank has maintained adequate capital funds and adequate provisions for possible impairment of assets in accordance with the directives of Nepal Rastra Bank.





To the best of our information and according to explanations given to us and so far appeared from our examination of the books of account of the Bank and the audit reports issued by other auditors necessary for the purpose of our audit, we have not come across cases where board of directors or any employees of the Bank and it's subsidiaries have acted contrary to the provisions of law relating to the accounts, or committed any misappropriation or caused loss or damage to the group and violated any directives of Nepal Rastra Bank, Banks and Financial Institutions Act, 2073 or acted in a manner to jeopardize the interest and security of the Bank, its depositors and investors.

Anil Paudel
Proprietor

A.P. & Associates
Chartered Accountants



Kathmandu

Date: 6th December 2020

UDIN: 201209CA00784rKn7K



Consolidated Statement of Financial Position

As on 31st Asar 2077

Particulars	Note	Group		Bank	
		31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Assets					
Cash and Cash Equivalent	4.1	8,228,963,817	8,531,733,371	8,199,382,567	8,526,257,061
Due from Nepal Rastra Bank	4.2	2,019,027,022	1,718,104,528	2,019,027,022	1,718,104,528
Placement with Bank and Financial Institutions	4.3	-	-	-	-
Derivative Financial Instruments	4.4	-	-	-	-
Other Trading Assets	4.5	25,126,115	4,283,788	-	-
Loans and Advances to BFIs	4.6	603,900,000	-	603,900,000	-
Loans and Advances to Customers	4.7	47,661,300,051	38,144,321,489	47,660,904,611	38,144,321,489
Investment Securities	4.8	6,597,808,543	2,529,853,930	6,592,808,543	2,516,853,930
Current Tax Assets	4.9	75,136,671	-	69,150,969	-
Investment in Subsidiaries	4.10	-	-	117,500,000	117,500,000
Investment in Associates	4.11	54,728,006	53,220,757	54,728,006	53,220,757
Investment Property	4.12	33,115,680	33,115,680	-	-
Property and Equipment	4.13	770,587,993	721,822,178	764,783,154	720,323,253
Goodwill and Intangible Assets	4.14	9,929,275	10,505,502	9,771,744	7,717,794
Deferred Tax Assets	4.15	45,811,011	40,719,262	45,300,643	39,066,937
Other Assets	4.16	214,813,174	151,855,048	210,835,451	148,030,538
Total Assets		66,340,247,359	51,939,535,533	66,348,092,711	51,991,396,287
Liabilities					
Due to Banks and Financial Institutions	4.17	2,322,270,747	5,305,848,132	2,322,270,747	5,305,848,132
Due to Nepal Rastra Bank	4.18	-	-	-	-
Derivative Financials Instrument	4.19	-	-	-	-
Deposits from Customers	4.20	57,202,852,663	41,338,200,003	57,310,862,701	41,470,704,753
Borrowings	4.21	-	-	-	-
Current Tax Liabilities	4.9	-	23,349,314	-	30,319,060
Provisions	4.22	3,732,070	6,917,913	3,732,070	6,917,913
Deferred Tax Liabilities	4.15	-	-	-	-
Other Liabilities	4.23	907,507,827	732,566,102	892,768,503	728,103,009
Debt Securities Issued	4.24	-	-	-	-
Subordinated Liabilities	4.25	-	-	-	-
Total Liabilities		60,436,363,308	47,406,881,464	60,529,634,022	47,541,892,867
Equity					
Share Capital	4.26	4,324,989,486	3,064,760,123	4,324,989,486	3,064,760,123
Share Premium		64,012,143	-	64,012,143	-
Retained Earnings		613,977,663	705,631,064	613,779,161	705,631,064
Reserves	4.27	815,726,212	679,112,233	815,677,900	679,112,233
Total Equity Attributable to Equity Shareholders		5,818,705,504	4,449,503,420	5,818,458,689	4,449,503,420
Non Controlling Interest		85,178,547	83,150,649	-	-
Total Equity		5,903,884,051	4,532,654,069	5,818,458,689	4,449,503,420
Total Equity and Liabilities		66,340,247,359	51,939,535,533	66,348,092,711	51,991,396,287
Contingent Liabilities and Commitments	4.28	2,428,948,847	1,042,687,853	2,428,948,847	1,042,687,853
Net Assets Value per share		136.51	147.90	134.53	145.18

Sandeep Kumar Dahal
Chief Financial Officer

Pradyuman Pokharel
Chief Executive Officer

Bharat Raj Dhakal
Chairman

Gajendra Man Shrestha
Director

As per our report
of even date

Rabindra Man Shrestha
Director

Shalikgram Mishra
Director

Nirmala Kumari K.C. (Karki)
Director

Shyam Sundar Sharma
Independent Director

Anil Paudel
Proprietor
A.P. & Associates
Chartered Accountants

Kathmandu, 21st Mangsir 2077





Consolidated Statement of Profit or Loss

For the year ended 31st Asar 2077

Particulars	Note	Group		Bank	
		31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Interest Income	4.29	6,597,751,736	5,118,603,989	6,592,493,363	5,118,603,989
Interest Expense	4.30	4,318,849,822	3,223,828,556	4,333,109,109	3,223,828,556
Net Interest Income		2,278,901,914	1,894,775,433	2,259,384,253	1,894,775,433
Fees and Commission Income	4.31	515,158,130	615,635,927	509,630,094	615,635,927
Fees and Commission Expense	4.32	23,320,586	13,739,797	22,762,963	13,739,797
Net Fee and Commission Income		491,837,544	601,896,130	486,867,130	601,896,130
Net Interest, Fee and Commission Income		2,770,739,458	2,496,671,563	2,746,251,384	2,496,671,563
Net Trading Income	4.33	6,035,273	8,060,584	6,259,454	8,060,584
Other Operating Income	4.34	35,656,553	13,298,944	35,656,553	13,298,944
Total Operating Income		2,812,431,284	2,518,031,091	2,788,167,391	2,518,031,091
Impairment charge/(reversal) for loans and other losses	4.35	319,413,084	146,046,231	316,856,628	146,046,231
Net Operating Income		2,493,018,200	2,371,984,860	2,471,310,763	2,371,984,860
Operating Expense					
Personnel Expenses	4.36	904,129,213	684,491,697	895,799,378	684,491,697
Other Operating Expenses	4.37	440,071,434	363,156,413	434,835,797	363,156,413
Depreciation and Amortisation	4.38	132,945,722	106,280,794	131,834,410	106,280,794
Operating Profit		1,015,871,831	1,218,055,957	1,008,841,178	1,218,055,957
Non Operating Income	4.39	173,125	527,975	173,125	527,975
Non Operating Expense	4.40	-	-	-	-
Profit before Income Tax		1,016,044,956	1,218,583,932	1,009,014,303	1,218,583,932
Income Tax Expense	4.41				
Current Tax		320,575,496	417,620,767	316,961,512	417,620,767
Deferred Tax		(14,210,370)	(55,203,314)	(15,352,326)	(55,203,314)
Profit for the Period		709,679,829	856,166,479	707,405,117	856,166,479
Profit attributable to:					
Equity-holders of the Bank		707,651,931	856,166,479	707,405,117	856,166,479
Non-Controlling Interest		2,027,898	-	-	-
Profit for the Period		709,679,829	856,166,479	707,405,117	856,166,479
Earnings per Share					
Basic Earnings per Share		16.57	20.84 (Restated)	16.56	20.84 (Restated)
Diluted Earnings per Share		16.57	20.84 (Restated)	16.56	20.84 (Restated)

Sandeep Kumar Dahal
Chief Financial Officer

Pradyuman Pokharel
Chief Executive Officer

Bharat Raj Dhakal
Chairman

Gajendra Man Shrestha
Director

As per our report
of even date

Rabindra Man Shrestha
Director

Shalikgram Mishra
Director

Nirmala Kumari K.C. (Karki)
Director

Shyam Sundar Sharma
Independent Director

Anil Paudel
Proprietor
A.P. & Associates
Chartered Accountants

Kathmandu, 21st Mangsir 2077

Consolidated Statement of Other Comprehensive Income

For the year ended 31st Asar 2077

Particulars	Note	Group		Bank	
		31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Profit for the year		709,679,829	856,166,479	707,405,117	856,166,479
Other Comprehensive Income, net of Income Tax					
a) Items that will not be reclassified to profit or loss					
Gains/(losses) from investments in equity instruments measured at fair value		21,696,177	(7,946,975)	21,696,177	(7,946,975)
Gains/(losses) on revaluation		-	-	-	-
Actuarial gains/(losses) on defined benefit plans		8,699,225	(2,550,373)	8,699,225	(2,550,373)
Income tax relating to above items		(9,118,621)	3,149,204	(9,118,621)	3,149,204
Net Other Comprehensive Income that will not be reclassified to profit or loss		21,276,781	(7,348,144)	21,276,781	(7,348,144)
b) Items that are or may be reclassified to profit or loss					
Gains/(losses) on cash flow hedge		-	-	-	-
Exchange gains/(losses) (arising from translating financial assets of foreign operation)		-	-	-	-
Income tax relating to above items		-	-	-	-
Reclassify to profit or loss		-	-	-	-
Net other comprehensive income that are or may be reclassified to profit or loss		-	-	-	-
c) Share of other comprehensive income of associate accounted as per equity method		-	-	-	-
Other comprehensive income for the year, net of income tax		21,276,781	(7,348,144)	21,276,781	(7,348,144)
Total comprehensive income for the year		730,956,611	848,818,335	728,681,898	848,818,335
Total comprehensive income attributable to:					
Equity holders of the Bank		728,928,713	848,818,335	728,681,898	848,818,335
Non-controlling interest		2,027,898	-	-	-
Total comprehensive income for the period		730,956,611	848,818,335	728,681,898	848,818,335

Sandeep Kumar Dahal
Chief Financial Officer

Pradyuman Pokharel
Chief Executive Officer

Bharat Raj Dhakal
Chairman

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As per our report
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Independent Director

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Proprietor
A.P. & Associates
Chartered Accountants

Kathmandu, 21st Mangsir 2077



Consolidated Statement of Changes in Equity

For the year ended 31st Asar 2077

Particulars	Group										Non-Controlling Interest	Total Equity
	Attributable to Equity-Holders of the Bank											
	Share Capital	Share Premium	General Reserve	Exchange Equalisation	Regulatory Reserve	Fair Value Reserve	Re-valuation Reserve	Retained Earning	Other Reserve	Total		
Balance at Shrawan 01, 2075	2,591,763,317	65,036,203	411,250,993	38,602	-	(28,297,271)	-	569,234,704	16,553,106	3,625,579,654	-	3,625,579,654
Adjustment/Restatement	-	-	-	-	-	-	-	-	-	-	-	-
Adjustment/Restated Balance as at Shrawan 01, 2075	2,591,763,317	65,036,203	411,250,993	38,602	-	(28,297,271)	-	569,234,704	16,553,106	3,625,579,654	-	3,625,579,654
Comprehensive Income for the year												
Profit for the year	-	-	-	-	-	-	-	856,166,479	-	856,166,479	-	856,166,479
Other Comprehensive Income, Net of Tax												
Gains/(losses) from investment in equity instruments measured at fair value	-	-	-	-	-	(5,562,882)	-	-	-	(5,562,882)	-	(5,562,882)
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	(1,785,261)	(1,785,261)	(1,785,261)	-	(1,785,261)
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) arising from translating financial assets of foreign operation)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	(5,562,882)	-	856,166,479	(1,785,261)	848,818,335	-	848,818,335
Transfer to Reserves during the year												
- Statutory General Reserve	-	-	171,233,296	-	-	-	-	(171,233,296)	-	-	-	-
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	(8,561,665)	8,561,665	-	-	-
- Regulatory Reserve as per NRB Directive	-	-	-	-	114,810,622	-	-	(114,810,622)	-	-	-	-
Transfer from Reserves during the year												
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	7,777,827	(7,777,827)	-	-	-
- Investment Adjustment Reserve	-	-	-	-	-	-	-	3,133,566	(3,133,566)	-	-	-
- Share of Profit of Associates	-	-	-	-	-	3,220,757	-	(3,220,757)	-	-	-	-
Transactions with Owners, directly recognized in Equity												
Share Issued	-	-	-	-	-	-	-	-	-	-	-	-
Share Based Payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividend to Equity-Holders	-	-	-	-	-	-	-	-	-	-	-	-
- Bonus Shares Issued	472,996,806	(65,036,203)	-	-	-	-	-	(407,960,603)	-	-	-	-
- Cash Dividend Paid	-	-	-	-	-	-	-	(24,894,569)	-	(24,894,569)	-	(24,894,569)
Other	-	-	-	-	-	-	-	-	-	-	-	-
Non-controlling interest on acquisition of Subsidiary												
-	-	-	-	-	-	-	-	-	-	-	83,150,649	83,150,649
Total Contributions by and distributions	472,996,806	(65,036,203)	-	-	-	-	-	(432,855,172)	-	(24,894,569)	83,150,649	(24,894,569)

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Particulars	Attributable to Equity-Holders of the Bank										Non-Controlling Interest	Total Equity
	Share Capital	Share Premium	General Reserve	Exchange Equalisation	Regulatory Reserve	Fair Value Reserve	Re-valuation Reserve	Retained Earning	Other Reserve	Total		
Balance at Asar 31, 2076	3,064,760,123	-	582,484,289	38,602	114,810,622	(30,639,397)	-	705,631,064	12,418,117	4,449,503,420	83,150,649	4,532,654,069
Balance at Shrawan 01, 2076	3,064,760,123	-	582,484,289	38,602	114,810,622	(30,639,397)	-	705,631,064	12,418,117	4,449,503,420	83,150,649	4,532,654,069
Comprehensive Income for the year	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	-	-	707,651,931	-	707,651,931	2,027,898	709,679,829
Other Comprehensive Income, Net of Tax												
Gains/(losses) from investment in equity instruments measured at fair value	-	-	-	-	-	15,187,324	-	-	-	15,187,324	-	15,187,324
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-	6,089,458	6,089,458	-	6,089,458
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) arising from translating financial assets of foreign operation)	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves during the year												
- Statutory General Reserve	-	-	141,481,023	-	-	-	-	(141,481,023)	-	-	-	-
- Exchange Equalisation Reserve	-	-	-	1,878,330	-	-	-	(1,878,330)	-	-	-	-
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	(7,074,051)	7,074,051	-	-	-
- Regulatory Reserve as per NRB Directive	-	-	-	-	-	-	-	-	-	-	-	-
- Investment Adjustment Reserve	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from Reserves during the year												
- Corporate Social Responsibility Reserve	-	-	-	-	(28,536,461)	-	-	7,670,271	(7,670,271)	-	-	-
- Regulatory Reserve as per NRB Directive	-	-	-	-	-	1,507,249	-	28,536,461	-	-	-	-
- Share of Profit of Associates	-	-	-	-	-	-	-	(1,507,249)	-	-	-	-
- Realised Gain on Derecognition of Equity Instrument	-	-	-	-	-	(396,724)	-	396,724	-	-	-	-
- Transaction Cost attributable to Equity Issue	-	-	-	-	-	-	-	(2,623,568)	-	(2,623,568)	-	(2,623,568)
Transactions with Owners, directly recognized in Equity												
Share Issued	612,952,025	64,012,143	-	-	-	-	-	-	-	676,964,168	-	676,964,168
Share Based Payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividend to Equity-Holders	-	-	-	-	-	-	-	-	-	-	-	-
- Bonus Shares Issued	647,277,338	-	-	-	-	-	-	(647,277,338)	-	-	-	-
- Cash Dividend Paid	-	-	-	-	-	-	-	(34,067,229)	-	(34,067,229)	-	(34,067,229)
Other	-	-	-	-	-	-	-	-	-	-	-	-
Total Contributions by and Distributions	1,260,229,363	64,012,143	-	-	-	-	-	(681,344,567)	-	674,340,599	-	640,273,371
Balance at Asar 31, 2077	4,324,989,486	64,012,143	723,965,312	1,916,932	86,274,161	(14,341,547)	-	613,977,663	17,911,354	6,557,801,095	85,178,547	5,903,884,051





Consolidated Statement of Changes in Equity

For the year ended 31st Asar 2077

Particulars	Bank										Non-Controlling Interest	Total Equity
	Attributable to Equity-Holders of the Bank											
	Share Capital	Share Premium	General Reserve	Exchange Equalisation	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earning	Other Reserve	Total		
Balance at Shrawan 01, 2075	2,591,763,317	65,036,203	411,250,993	38,602	-	(28,297,271)	-	569,234,704	16,553,106	3,625,579,654	-	3,625,579,654
Adjustment/Restatement	-	-	-	-	-	-	-	-	-	-	-	-
Adjustment/Restated Balance as at Shrawan 01, 2075	2,591,763,317	65,036,203	411,250,993	38,602	-	(28,297,271)	-	569,234,704	16,553,106	3,625,579,654	-	3,625,579,654
Comprehensive Income for the year												
Profit for the year	-	-	-	-	-	-	-	856,166,479	-	856,166,479	-	856,166,479
Other Comprehensive Income, Net of Tax												
Gains/(losses) from investment in equity instruments measured at fair value	-	-	-	-	-	(5,562,882)	-	-	-	(5,562,882)	-	(5,562,882)
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	(1,785,261)	-	(1,785,261)	-	(1,785,261)
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) arising from translating financial assets of foreign operation)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	(5,562,882)	-	856,166,479	(1,785,261)	848,818,335	-	848,818,335
Transfer to Reserves during the year												
- Statutory General Reserve	-	-	171,233,296	-	-	-	-	(171,233,296)	-	-	-	-
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	(8,561,665)	8,561,665	-	-	-
- Regulatory Reserve as per NRB Directive	-	-	-	-	114,810,622	-	-	(114,810,622)	-	-	-	-
Transfer from Reserves during the year												
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	7,777,827	(7,777,827)	-	-	-
- Investment Adjustment Reserve	-	-	-	-	-	3,220,757	-	3,133,566	(3,133,566)	-	-	-
- Share of Profit of Associates	-	-	-	-	-	3,220,757	-	(3,220,757)	-	-	-	-
Transactions with Owners, directly recognized in Equity												
Share Issued	-	-	-	-	-	-	-	-	-	-	-	-
Share Based Payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividend to Equity-Holders	-	-	-	-	-	-	-	-	-	-	-	-
- Bonus Shares Issued	472,996,806	(65,036,203)	-	-	-	-	-	(407,960,603)	-	-	-	-
- Cash Dividend Paid	-	-	-	-	-	-	-	(24,894,569)	-	(24,894,569)	-	(24,894,569)
Other	-	-	-	-	-	-	-	-	-	-	-	-
Total Contributions by and distributions	472,996,806	(65,036,203)	-	-	-	-	-	(432,855,172)	-	(24,894,569)	-	(24,894,569)
Balance at Asar 31, 2076	3,064,760,123	-	582,484,289	38,602	114,810,622	(30,639,397)	-	705,631,064	12,418,117	4,449,503,420	-	4,449,503,420
Balance at Shrawan 01, 2076	3,064,760,123	-	582,484,289	38,602	114,810,622	(30,639,397)	-	705,631,064	12,418,117	4,449,503,420	-	4,449,503,420
Comprehensive Income for the year												
Profit for the year	-	-	-	-	-	-	-	707,405,117	-	707,405,117	-	707,405,117

Continue..



Particulars	Bank										Non-Controlling Interest	Total Equity
	Attributable to Equity-Holders of the Bank											
	Share Capital	Share Premium	General Reserve	Exchange Equalisation	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earning	Other Reserve	Total		
Other Comprehensive Income, Net of Tax												
Gains/(losses) from investment in equity instruments measured at fair value	-	-	-	-	-	15,187,324	-	-	-	15,187,324	-	15,187,324
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-	6,089,458	6,089,458	-	6,089,458
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) arising from translating financial assets of foreign operation)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	15,187,324	-	707,405,117	6,089,458	728,681,898	-	728,681,898
Transfer to Reserves during the year												
- Statutory General Reserve	-	-	141,481,023	-	-	-	-	(141,481,023)	-	-	-	-
- Exchange Equalisation Reserve	-	-	-	1,878,330	-	-	-	(1,878,330)	-	-	-	-
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	(7,074,051)	7,074,051	-	-	-
- Regulatory Reserve as per NRB Directive	-	-	-	-	-	-	-	-	-	-	-	-
- Investment Adjustment Reserve	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from Reserves during the year												
- Corporate Social Responsibility Reserve	-	-	-	-	-	-	-	7,718,583	(7,718,583)	-	-	-
- Regulatory Reserve as per NRB Directive	-	-	-	-	(28,536,461)	-	-	28,536,461	-	-	-	-
- Share of Profit of Associates	-	-	-	-	-	1,507,249	-	(1,507,249)	-	-	-	-
- Realised Gain on Derecognition of Equity Instrument	-	-	-	-	-	(396,724)	-	396,724	-	-	-	-
- Transaction Cost attributable to Equity Issue	-	-	-	-	-	-	-	(2,623,568)	-	(2,623,568)	-	(2,623,568)
Transactions with Owners, directly recognized in Equity												
Share Issued	612,952,025	64,012,143	-	-	-	-	-	-	-	676,964,168	-	676,964,168
Share Based Payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividend to Equity-Holders	-	-	-	-	-	-	-	-	-	-	-	-
- Bonus Shares Issued	647,277,338	-	-	-	-	-	-	(647,277,338)	-	-	-	-
- Cash Dividend Paid	-	-	-	-	-	-	-	(34,067,229)	-	(34,067,229)	-	(34,067,229)
Other	-	-	-	-	-	-	-	-	-	-	-	-
Total Contributions by and Distributions	1,260,229,363	64,012,143	-	-	-	-	-	(681,344,567)	-	642,896,939	-	642,896,939
Balance at Asar 31, 2077	4,324,989,486	64,012,143	723,965,312	1,916,932	86,274,161	(14,341,547)	-	613,779,161	17,863,042	5,818,458,689	-	5,818,458,689

As per our report of even date

Sandeep Kumar Dahal
Chief Financial Officer

Pradyuman Pokharel
Chief Executive Officer

Bharat Raj Dhakal
Chairman

Gajendra Man Shrestha
Director

Rabindra Man Shrestha
Director

Shailigram Mishra
Director

Nirmala Kumari K.C. (Karki)
Director

Shyam Sundar Sharma
Independent Director

Anil Paudel
Proprietor
A.P. & Associates
Chartered Accountants

Kathmandu, 21st Mangsir 2077





Consolidated Statement of Cash Flows

For the year ended 31st Asar 2077

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
CASH FLOWS FROM OPERATING ACTIVITIES				
Interest Received	5,912,703,159	4,986,709,694	5,912,703,159	4,986,709,694
Fee and Other Income Received	515,158,130	615,635,927	509,630,094	615,635,927
Dividend Received	-	-	-	-
Receipts from Other Operating Activities	20,787,495	14,508,114	20,787,495	14,508,114
Interest Paid	(4,243,215,467)	(3,223,828,556)	(4,257,474,755)	(3,223,828,556)
Commissions and Fees Paid	(23,320,586)	(13,739,797)	(22,762,963)	(13,739,797)
Cash Payment to Employees	(731,473,589)	(646,171,476)	(724,417,101)	(649,992,904)
Other Expenses Paid	(440,071,434)	(363,156,413)	(434,835,797)	(363,156,413)
Operating Cash Flows before Changes in Operating Assets and Liabilities	1,010,567,707	1,369,957,493	1,003,630,131	1,366,136,065
(Increase)/Decrease in Operating Assets				
Due from Nepal Rastra Bank	(300,922,494)	(278,303,250)	(300,922,494)	(278,303,250)
Placement with Bank and Financial Institutions	-	-	-	-
Other Trading Assets	(21,066,508)	(4,390,111)	-	-
Loans and Advances to BFIs	(610,000,000)	-	(610,000,000)	-
Loans and Advances to Customers	(9,827,735,190)	(13,125,315,051)	(9,827,339,751)	(13,121,493,624)
Other Assets	52,463,504	9,772,241	52,616,718	14,852,074
Increase/(Decrease) in Operating Liabilities				
Due to Banks and Financial Institutions	(2,983,577,384)	1,729,687,023	(2,983,577,384)	1,729,687,023
Due to Nepal Rastra Bank	-	-	-	-
Deposits from Customers	15,864,652,660	14,245,447,340	15,840,157,948	14,377,952,090
Borrowings	-	-	-	-
Other Liabilities	(24,504,106)	394,834,776	(33,506,990)	314,299,103
Net Cash Flow from Operating Activities before Tax Paid	3,159,878,189	4,341,690,461	3,141,058,177	4,403,129,481
Income Tax Paid	(419,061,481)	(417,620,767)	(416,431,541)	(417,620,767)
Net Cash Flow from Operating Activities	2,740,816,709	3,924,069,694	2,724,626,636	3,985,508,714
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Investment Securities	(4,046,258,437)	(1,915,088,119)	(4,054,258,437)	(2,019,588,119)
Receipts from Sale of Investment Securities	7,995,129	-	7,995,129	-
Purchase of Property and Equipment	(181,847,742)	(383,991,729)	(176,504,235)	(349,377,125)
Receipts from Sale of Property and Equipment	2,128,988	-	2,128,988	-
Purchase of Intangible Assets	(4,967,931)	(6,115,979)	(4,967,931)	(3,145,914)
Receipts from Sale of Intangible Assets	-	-	-	-
Purchase of Investment Properties	-	-	-	-
Receipts from Sale of Investment Properties	-	-	-	-
Interest Received	529,482,011	53,077,952	524,223,637	53,077,952
Dividend Received	9,608,349	6,250,016	9,608,349	6,250,016
Net Cash Used in Investing Activities	(3,683,859,634)	(2,245,867,858)	(3,691,774,501)	(2,312,783,189)
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts from Issue of Debt Securities	-	-	-	-
Repayments of Debt Securities	-	-	-	-



Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Receipts from Issue of Subordinated Liabilities	-	-	-	-
Repayments of Subordinated Liabilities	-	-	-	-
Receipt from Issue of Shares	1,324,241,506	407,960,603	1,324,241,506	407,960,603
Dividends Paid	(34,067,229)	(24,894,569)	(34,067,229)	(24,894,569)
Interest Paid	-	-	-	-
Other Receipts/Payments	(649,900,906)	(415,308,747)	(649,900,906)	(415,308,747)
Net Cash from Financing Activities	640,273,371	(32,242,712)	640,273,371	(32,242,713)
Net Increase (Decrease) in Cash and Cash Equivalents	(302,769,554)	1,645,959,123	(326,874,494)	1,640,482,812
Cash and cash equivalents at Shrawan 1, 2076	8,531,733,371	6,885,774,249	8,526,257,061	6,885,774,249
Effect of exchange rate fluctuations on cash and cash equivalents held	-	-	-	-
Cash and cash equivalents at Asar end 2077	8,228,963,817	8,531,733,371	8,199,382,567	8,526,257,061

Sandeep Kumar Dahal
Chief Financial Officer

Pradyuman Pokharel
Chief Executive Officer

Bharat Raj Dhakal
Chairman

Gajendra Man Shrestha
Director

As per our report
of even date

Rabindra Man Shrestha
Director

Shalikgram Mishra
Director

Nirmala Kumari K.C. (Karki)
Director

Shyam Sundar Sharma
Independent Director

Anil Paudel
Proprietor
A.P. & Associates
Chartered Accountants

Kathmandu, 21st Mangsir 2077





Notes to the Consolidated Financial Statement

1. Reporting Entity

Muktinath Bikas Bank Limited ('The Bank') is domiciled and incorporated in Nepal under the Companies Act, 2063 on 22nd Chaitra 2062. The Bank received the license to commence banking operations as a 'B Class' financial institution from Nepal Rastra Bank on 18th Poush, 2063. The bank is a limited liability company having its shares listed on Nepal Stock Exchange. The registered office of the Bank is situated at Kathmandu Plaza, Kamaladi-28, Kathmandu, Nepal.

The bank's principal offerings include comprehensive range of financial services encompassing accepting of deposits, corporate and retail credit, project financing, hire purchase financing, micro credit, trade financing, personal and corporate banking, foreign currency operations, issuing of debit cards, internet banking, mobile banking, remittance facilities, dealing in government securities and treasury related products, agency services and others ancillary services permitted by the Banking and Financial Regulation Act, 2073.

The Bank has Muktinath Capital Limited (formerly known as Vibor Capital Limited) and Muktinath Krishi Company Limited as its subsidiary and associate company respectively. Muktinath Capital Limited is engaged in Merchant Banking business and provides the services of Registrar to Shares, Issue Management, Underwriting, Depository Participants, Portfolio Management Services and other advisory services. Muktinath Krishi Company Limited is engaged in the business of agricultural products which includes the production, manufacturing, trading and marketing of the agricultural products.

Muktinath Bikas Bank Limited and Muktinath Capital Limited are hereinafter referred to as "The Group".

2. Basis of Preparation

2.1. Going Concern

The financial statements are prepared on a going concern basis, as the bank has the resources to continue in business for the foreseeable future. In making this assessment, the Board of Directors have considered a wide range of information relating to present and future conditions, including future projections of profitability, cashflows and capital resources.

2.2. Statement of Compliance

The financial statements have been prepared on going concern basis and under historical cost conventions except where the standards require otherwise. The financial statements of the Group have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) developed by the Accounting Standards Board, Nepal (ASB, Nepal) and pronounced for application by the Institute of Chartered Accountants of Nepal (ICAN).

The financial statements comprise of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income, Statement in Changes in Equity, Statement of Cashflows and Notes to the Accounts on the format prescribed by NRB Directive No. 4.

2.3. Reporting Period and Approval of Financial Statements

Reporting Period:

The Group follows the Nepalese financial year based on Nepali calendar starting from 1st Shrawan 2076 and ending on 31st Asar 2077. (17th July 2019 to 15th July 2020).

Approval of Financial Statements:

The accompanied financial statements have been approved and authorized for issue by the Board of Directors in its meeting held on 21st Mangsir, 2077 and have been recommended for approval by shareholders in the Annual General Meeting.



2.4. Functional and Presentation Currency

The financial statements are presented in Nepalese Rupees (NPR) which is the functional and presentation currency of the Bank.

The financial information presented has been rounded off to nearest rupee except where otherwise stated.

2.5. Use of Estimates, Assumptions and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

2.6. Changes in Accounting Policies

The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening NFRS compliant Statement of Financial Position as at 1st Shrawan, 2074 being the date of transition to NFRS.

2.7. New Standards Issued but not yet effective

- IFRS 9 has been internationally made applicable by International Accounting Standard Board from 1st January 2018 but the same has not made applicable by the ICAN up to the reporting date.
- IASB has issued a new accounting standard IFRS 15 Revenue from Contract with Customers for the recognition of the revenue which has not been taken into consideration for the preparation of these financial statement as the same has not been adopted by ICAN.
- On 13 January 2016 the IASB issued IFRS 16 to replace IAS 17, Leases which sets out the principles for the recognition, measurement, presentation and disclosure of leases. IFRS 16 is effective for annual periods beginning on or after 1 January 2019 but has not been adopted by ICAN up to the reporting period.
- Others amendments in existing standards and interpretations issued by IASB are not applicable as those are made effective by ICAN.

2.8. Discounting

The Group determines amortized cost of a financial asset or a financial liability using the effective interest rate. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of a financial asset or a financial liability to the net carrying amount of the financial asset or liability. If expected life cannot be determined reliably, then the contractual life is used.

In case where the Group assesses that the transaction amount of a financial asset or a financial liability does not represent its fair value, the related future cash flows are discounted at prevailing interest rate to determine the initial fair value.



3. Significant Accounting Policies

3.1. Basis of Measurement

The Financial Statements have been prepared on the historical cost basis, except for the following material items:

Item	Basis of Measurement
Investment Securities through SOCI	Fair Value
Employees Defined Benefit Obligation	Present value of defined benefit obligation less the fair value of the plan assets

3.2. Basis of Consolidation

a. Business Combination

Business combinations are accounted for using the acquisition method in line with the NFRS 03 "Business Combination". The consideration transferred in the acquisition and identifiable net assets acquired are measured at fair value. Any goodwill that arises is tested annually for impairment. Any gain on a bargain purchase is recognised in profit or loss immediately. Transaction costs are expensed as incurred, except if they are related to the issue of debt or equity securities.

The consideration transferred does not include amount related to the settlement of pre-existing relationships. Such amount is generally recognised in profit or loss. Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that meets the definition of a financial instrument is classified as equity, then it is not re-measured and settlement is accounted for within equity. Otherwise, subsequent changes in the fair value of the contingent consideration are recognised in profit or loss.

b. Non-Controlling Interest

The interest of non-controlling shareholders is initially measured either at fair value or at the non-controlling interests' proportionate share of the acquiree's identifiable net assets. Subsequent to acquisition, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the non-controlling interests' share of subsequent changes in equity of subsidiaries.

c. Subsidiaries

Subsidiaries are the entities controlled by the bank. The Bank controls an entity if it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The Consolidate Financial Statement includes the financials of the subsidiary from the date the control commences until the date control ceases. In preparing the consolidated financial statements, the financial statements are combined by adding the like items of assets, liabilities, equity, income, expenses and cash flows of the parent line by line with those of its subsidiary and eliminating the transaction with the companies within the group.

d. Loss of Control

When the Group loses control over a Subsidiary, it derecognises the assets and liabilities of the Subsidiary, and any-related NCI and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former Subsidiary is measured at fair value when control is lost and is accounted depending on the level of control retained.

e. Special Purpose Entity (SPE)

Special purpose entities are created to achieve a narrow and well-defined objective with restrictions around their activities. Special purpose entities are consolidated when the substance of the relationship between the Bank and the special purpose entity indicates the Bank has power over the contractual



relevant activities of the special purpose entity, is exposed to variable returns, and can use that power to affect the variable return exposure.

The bank does not have any interest on special purpose entities during the reporting period.

f. Transaction elimination on consolidation

Intra-group balances, transactions, and any unrealised income and expenses arising from intra-group transactions are eliminated in preparing the Consolidated Financial Statements as per the provision of NFRS 10- Consolidated Financial Statement. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

3.3. Cash & Cash Equivalent

Cash and cash equivalent comprise short-term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of change in value and carried at amortised cost.

The cash and cash equivalents for the purpose of cash flow statement include cash in hand, balances with banks, money at call and money market funds and financial assets with original maturity less than 3 months from the date of acquisition.

3.4. Financial Assets and Financial Liabilities

a. Recognition

The Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair value on initial recognition. Transaction costs in relation to financial assets and financial liabilities, other than those carried at fair value through profit or loss (FVTPL), are added to the fair value on initial recognition. Transaction costs in relation to financial assets and financial liabilities which are carried at fair value through profit or loss (FVTPL), are charged to the statement of profit and loss.

b. Classification

The financial assets and liabilities are subsequently measured at amortized cost or fair value on the basis of business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

Financial assets are classified under three categories as required by NFRS 9, namely:

i. Financial Assets measured at amortised cost:

Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortisation of EIR and loss arising from impairment, if any is recognised in the Statement of Profit and Loss.

ii. Financial Assets measured at fair value through other comprehensive income:

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI).

iii. Financial Assets measured at fair value through profit or loss:

The Group classifies the financials assets as fair value through profit or loss if they are held for trading or designated at fair value through profit or loss.



Any other financial asset not classified as either amortised cost or FVTOCI, is classified as FVTPL.

Financial liabilities are classified under two categories as required by NFRS 9, namely:

i. Financial liabilities at fair value through profit or loss:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Upon initial recognition, transaction cost directly attributable to the acquisition are recognized in Statement of Profit or Loss as incurred. Subsequent changes in fair value is recognized at profit or loss.

ii. Financial liabilities measured at amortised cost:

All financial liabilities other than measured at fair value through profit or loss are classified as subsequently measured at amortized cost using effective interest method.

c. De-recognition

The Bank derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the contractual rights to receive the cash flows from the asset.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

d. Determination of Fair Value

The fair value of a financial instrument 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.

The Group follow three levels of the fair-value-hierarchy are described below:

Level 1: Quoted (unadjusted) prices for identical assets or liabilities in active markets;

Level 2: Significant inputs to the fair value measurement are directly or indirectly observable or valuations of quoted for similar instrument in active markets or quoted prices for identical or similar instrument in inactive markets; and

Level 3: Significant inputs to the fair value measurement are unobservable.

Investment in Unquoted Equity Instrument are carried cost as the market price of such shares could not be ascertained with certainty at the reporting date.

e. Impairment

The Bank reviews its individually significant loans and advances at each reporting date to assess whether an impairment loss should be provided in the Statement of Profit or Loss. The Management's judgement is extensively used in the estimation of the amount and timing of future cash flows when determining the impairment loss. These estimates are based on assumptions about a number of factors and hence actual results may differ, resulting in future changes to the provisions made.

The individual impairment provision applies to financial assets evaluated individually for impairment and is based on Management's best estimate of the present value of the future cash flows that are expected to be received. In estimating these cash flows, Management makes judgements about the number of factors including a borrower's financial situation and the net realisable value of any underlying collateral. Top borrowers and loans classified as non-performing assets as per NRB norms forming part of 25% of the portfolio are tested for individual impairment. Each impaired asset is assessed on its merits to estimate the recoverable amount of cash flows.

The Bank considers the following factors in assessing objective evidence of impairment:



- Whether the counterparty is in default of principal or interest payments.
- When a counterparty files for bankruptcy and this would avoid or delay discharge of its obligation.
- Where the Bank initiates legal recourse of recovery in respect of a credit obligation of the counterpart.
- Were the Bank consents to a restructuring of the obligation, resulting in a diminished financial obligation, demonstrated by a material forgiveness of debt or postponement of scheduled payments.
- Where there is observable data indicating that there is a measurable decrease in the estimated future cash flows of a group of financial assets, although the decrease cannot yet be identified with specific individual financial assets.

A collective impairment provision is established for:

- groups of homogeneous loans and advances and investment securities which are held-to-maturity, that are not considered individually significant; and
- groups of assets that are individually significant but that were not found to be individually impaired.

The collective impairment is carried using the statistical modelling such as historical trends of probability of defaults, timings of recoveries, and current economic and market conditions which may warrant for the loss being greater than the suggested by the historical trends.

For the purpose of collective assessment of impairment bank has categorized assets into following broad products as follows:

- Home Loan
- Hire Purchase Loan
- Personal Loan
- Business Loans
- Small & Micro Credit

Carve out adopted for assessment of impairment charge

The Bank has opted to apply carve out on impairment of loans and receivables. Accordingly, individual and collective impairment loss amount calculated as per NFRS is compared with the impairment provision required under NRB directive no. 2, higher of the amount derived from these measures is taken as impairment loss for loans and receivables.

3.5. Trading Assets

Financial assets are classified as trading assets (held for trading) if they have been acquired principally for the purpose of selling in the near term, or form part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent pattern of short- term profit taking. They are recognised on trade date, when the bank enters into contractual arrangements with counterparties, and are normally derecognised when sold. They are initially measured at fair value, with transaction costs taken to profit or loss. Subsequent changes in their fair values are recognised in profit or loss.

3.6. Derivative Assets and Derivative Liabilities

Derivative instruments include transactions like interest rate swap, currency swap, forward foreign exchange contract etc. held for trading as well as risk management purposes. Derivative financial instruments are initially measured at fair value on the contract date and are subsequently re-measured to fair value at each reporting date. The Group does not have any derivative instrument during the reporting period.

3.7. Property and Equipment

Recognition and measurement:

The Group applies the cost model to all property and equipment and recognise these at the cost of acquisition plus expenditures directly attributable to the acquisition of the asset, less accumulated depreciation and any accumulated impairment losses, if any. Cost also include the cost of replacing part of the equipment when the recognition criteria are met.



Depreciation:

The Bank depreciates property, plant and equipment over the estimated useful life on a straight-line basis from the date the assets are ready for intended use. Assets acquired under finance lease and leasehold improvements are amortized over the lower of estimated useful life and lease term. The estimated useful lives of assets for the current and comparative period of significant items of property, plant and equipment are as follows:

Type of Assets	Useful Life
Buildings	50 Years
Leasehold Properties	5 Years
Computer & Accessories	5 Years
Vehicles - Two-Wheeler	5 Years
Vehicles - Four-Wheeler	7 Years
Furniture & Fixtures	5 Years
Equipment & Others – Equipment	5 Years
Equipment & Others – Others	5 Years

The Group has not measured the any property and plant at revaluation model and at fair value.

Assets having acquisition cost less than or equal NPR 10,000 have been written off as an expense in the Statement of Profit or Loss.

3.8. Goodwill/Intangible Assets

a. Goodwill

Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired in Business Combination is recognised as goodwill. Goodwill is measured at cost less any accumulated impairment losses. The Group follows the partial goodwill method for the computation of goodwill in business combinations. Goodwill is reviewed for impairment annually, or more frequently, if events or changes in circumstances indicate that the carrying value may be impaired.

b. Intangible Assets:

Intangible assets are recognised when the cost of the asset can be measured reliably, there is control over the asset as a result of past events, future economic are expected from the asset. These intangible assets are recognised at historical cost less impairment less amortisation over their estimated useful life.

Amortisation of the intangible assets is calculated using the straight-line method over the useful life of 5 years.

3.9. Investment Property

Investment properties are land or building or both other than those classified as property and equipment under NAS 16 – “Property, Plant and Equipment”; and assets classified as non-current assets held for sale under NFRS 5 – “Non-Current Assets Held for Sale and Discontinued Operations”. Land and Building acquired as non-banking assets are recognised as investment property.

Investment properties are initially measured at cost, including transaction costs. Subsequently all investment properties are reported at fair value with any gains or losses in fair value reported in the statement of profit and loss as they arise. No depreciation is charges in investment property as they are not intended for the owner-occupied use.

3.10. Income Tax

Tax expenses comprises of current tax and deferred tax.



a. Current Tax

Current tax is the income tax expense is recognized in the statement of Profit or Loss, except to the extent it relates to items recognized directly in equity or other comprehensive income in which case it is recognized in equity or in other comprehensive income. Current tax is the amounts expected or paid to Inland Revenue Department in respect of the current year, using the tax rates and tax laws enacted or substantively enacted on the reporting date and any adjustment to tax payable in respect of prior years.

b. Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the amounts attributed to such assets and liabilities for tax purposes. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated using the tax rates expected to apply in the periods in which the assets will be realised or the liabilities settled, based on tax rates and laws enacted, or substantively enacted, by the balance sheet date. Deferred tax assets and liabilities are offset when they arise in the same tax reporting group and relate to income taxes levied by the same taxation authority, and when the group has a legal right to offset.

3.11. Deposit, debt securities issued and subordinated liabilities

a. Deposits

Deposits by banks & customers are financial liabilities of the bank as there is an obligation to deliver cash or financial assets back to the depositing bank or customer and are initially recognised at fair value, plus for those financial liabilities not at fair value through profit and loss. The transaction price is considered as the fair value for measuring the deposits.

b. Debt Securities Issued

Debt Securities are initially measured at the fair value less incremental direct cost and subsequently at their amortised cost using effective interest method except where the bank designates liabilities at fair value through profit t or loss.

c. Subordinated Liabilities

These are the liabilities subordinated, at the event of winding up, to claims of depositors, debt securities issued and other creditors. It shall include redeemable preference shares, subordinated notes issued, borrowings etc.

3.12. Provisions

A provision is recognized if as a result of a past event, the bank has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. The amount recognised is the best estimate of the consideration required to settle the present obligation at the reporting date, taking in to account the risks and uncertainties surrounding the obligation at that date. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimates and are reversed if there is not the probability of outflow of resources.

The contingent liability are the liabilities for which it is uncertain as to whether it will become an obligation as it depends on the occurrence of an uncertain future event. These amounts are off-balance sheet items and are disclosed when there is a possible obligation that may but probably will not require an outflow of resources.

A provision for onerous contracts is recognized when the expected benefits to be derived by the Bank from a contract are lower than the unavoidable cost of meeting its obligations under the contract.



3.13. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to Bank and the consideration can be reliably measured. The following specific recognition criteria shall also be met for revenue recognition:

a. Interest Income

For all financial instruments measured at amortized cost and interest-bearing financial assets through other comprehensive income interest income or expense is recorded using the Effective Interest Rate (EIR). EIR is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or financial liability. The calculation of effective interest rate includes all charges and fee paid or received that are integral part of the effective interest only if considered necessary. Such a charges are not amortized over the life of the loan and advances as the income so recognized closely approximates the income that would have derived under effective interest method and are recognised directly in statement of profit and loss.

The interest income recognised in the statement of profit and loss includes the following:

- Interest income on financial assets measured at amortized cost calculated on an effective interest rate method, except for impaired loans and advances. These financial assets include investment in government securities, investment in NRB Bond and deposit instruments, reverse repos, interbank lending, etc.
- As per carve out on NAS 39 Para 9, the Bank has not included the fees and paid or received in loans and advances that are immaterial or impracticable to determine reliably the effective interest rate and have recognized them directly as revenue in the Statement of Profit or Loss.
- As per carve out on NAS 39 AG 93, the Bank has applied the effective interest rate to the gross carrying amount of a financial asset unless the financial asset is written off either partially or fully.
- Interest on investment securities is calculated on effective interest rate.
- Income on discounted instruments like bills purchased, documents negotiation is recognized over the period of discounting on accrual basis using effective interest rate.
- Interest income on all trading assets are considered to be incidental to the Group's trading operations and are presented together with all other changes in fair value of trading assets and liabilities in net trading income.
- The group has adopted the following criterion in to suspend the interest income where there is reasonable doubt about the collectability of the interest:
 - i. Loans where there is reasonable doubt about the ultimate collectability of principal or interest;
 - ii. Loans against which individual impairment as per NAS 39 or life time impairment as per NFRS 9 has been made;
 - iii. Loans where contractual payments of principal and/or interest are more than 3 months in arrears and where the "net realizable value" of security is insufficient to cover payment of principal and accrued interest;
 - iv. Loans where contractual payments of principal and/or interest are more than 12 months in arrears, irrespective of the net realizable value of collateral;
 - v. Overdrafts and other short-term facilities which have not been settled after the expiry of the loan and even not renewed within 3 months of the expiry, and where the net realizable value of security is insufficient to cover payment of principal and accrued interest;
 - vi. Overdrafts and other short-term facilities which have not been settled after the expiry of the loan and even not renewed within 12 months of the expiry, irrespective of the net realizable value of collateral.



b. Fee and Commission Income

Fees and commissions are generally recognised on an accrual basis when the service has been provided.

c. Dividend Income

Dividend income received from equity shares is recognized in the books when the bank's right to receive the dividend is established.

d. Net Trading Income

Net Trading Income includes all gains and losses from changes in fair value, related capital gain/loss and dividend from financial assets through profit and loss. Trading expenses are deducted from the trading income and the amount net of trading expenses are disclosed in statement of profit and loss.

e. Net Income from Other Financial Instrument at Fair Value Through Profit or Loss

Net income from other financial instrument measured at fair value through Profit or Loss includes all gains/(losses) arises from the revaluation of financial instrument at fair value.

f. Grant Income

Government grants is recognised in profit or loss on a systematic basis over the periods in which the entity recognises as expenses the related costs for which the grants are intended to compensate. Income approach is followed in recording grant income. Government grants related to the assets including non-monetary grants at fair value is presented in the statement of financial position by setting up Deferred Grant Income.

Grant received towards purchase of fixed assets has been recognised to asset account. Any depreciation on the assets, in the income statement will be reduced pro rata in accordance with grant relative to the asset value.

Grant received as reimbursements of operating expenses incurred or to be incurred are recognized in profit or loss as and when the cost is incurred.

Grants related to income are presented as part of profit or loss under other operating income.

3.14. Interest Expenses

Interest expense on all financial liabilities including deposits are recognized in profit or loss using effective interest rate method.

3.15. Employee Benefits

a. Short term employee benefits

The Group's short-term employee benefits mainly include wages, salaries, allowances, social security expenses, bonuses as provided in the law and other employee related expenses. Short term employee benefits are measured on an undiscounted basis and are charged to statement of profit and loss as and when the related service is provided.

b. Long term employee benefits

• **Defined Contribution Plans**

The contributions to defined contribution plans are recognised in profit or loss as and when the services are rendered by employees which the bank contributes fixed percentage of the salary to the Employee's Provident Fund. The Group has no further obligations under these plans beyond its periodic contributions.

• **Defined Benefit Plans**

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The bank's net obligation in respect of defined benefit plans is calculated separately for each



plan by estimating the amount of future benefit that employees have earned in return for their service in current and prior periods. That benefit is discounted to determine its present value. Any unrecognized past service costs and the fair value of any plan assets are deducted. The discount rate is the yield at the reporting date on corporate bonds, that have maturity dates approximating the terms of the bank's obligation and that are denominated in the currency in which the benefits are expected to be paid.

The defined benefit obligation is recognised on the basis of the report of qualified actuary using the projected unit credit method. The bank recognizes all actuarial gains and losses arising from defined benefit plans immediately in other comprehensive income and all expenses related to defined benefits plans in employee benefit are expensed in profit and loss account.

Measurements of the net defined benefit liability comprise actuarial gains and losses. The return on plan assets (excluding interest income) and the effect of the assets ceiling (if any excluding interest) are recognized immediately in Other Comprehensive Income. The bank determines the net interest expense (income) on the net defined liability (assets) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then net defined benefits liability (assets), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contribution and benefits payments. Net interest expenses and other expenses related to defined benefit plans are recognized as personnel expenses in Statement of profit and Loss.

The Group provides gratuity and leave encashment as the defined benefits plans to its employees.

3.16. Leases

Lease payments under an operating lease shall be recognized as an expense on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern of the user's benefit even if the payments to the lessors are not on that basis.

3.17. Foreign Currency Translation

The financial statements are presented in Nepalese Rupees which is the functional and presentation currency of the Company.

Transactions in foreign currencies are initially recorded in the relevant functional currency at the rates prevailing at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the closing exchange rate prevailing as at the reporting date with the resulting foreign exchange differences, on subsequent re-statement / settlement, recognised in the statement of profit and loss as the gain/losses on the revaluation of foreign currencies. Non-monetary assets and liabilities denominated in foreign currencies are translated into the functional currency using the exchange rate prevalent, at the date of initial recognition (in case they are measured at historical cost) or at the date when the fair value is determined (in case they are measured at fair value) – the resulting foreign exchange difference, on subsequent re-statement / settlement, recognised in the statement of profit and loss, except to the extent that it relates to items recognised in the other comprehensive income or directly in equity. An amount equivalent to the net exchange gain /loss during the year is transferred to/other operating Income.

3.18. Financial Guarantee and Loan Commitments

Financial Guarantees are contingent liabilities that arise out of the contract that the bank might make specified payments to reimburse the holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with terms of debt instrument. Guarantee liabilities being the off-balance items are disclosed if the outflow of economic resources is probable.



Loan commitment is the commitment where the Bank has confirmed its intention to provide funds to a customer or on behalf of a customer in the form of loans, overdrafts, future guarantees, whether cancellable or not, or letters of credit and the Bank has not made payments at the reporting date, those instruments are included in these financial statements as commitments.

3.19. Share Capital and Reserves

Equity is the residual interest in the total assets of the Bank after deducting all of its liability. Shares are classified as equity when the Bank has an unconditional right to avoid delivery of cash or another financial asset, that is, when the dividend and repayment of capital are at the sole and absolute discretion of the Bank and there is no contractual obligation whatsoever to that effect. Incremental costs directly attributable to the issue of an equity instrument are deducted from the initial measurement of the equity instruments considering the tax benefits achieved thereon.

Dividends on ordinary shares and preference shares classified as equity are recognized in equity in the period in which they are declared.

Reserves are the allocation out of profit or retained earnings. These are created as statutory requirement, accounting standard requirement and bank's own requirement.

3.20. Earnings per Share (EPS) including diluted EPS

Bank presents basic and diluted Earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit and loss attributable to ordinary equity holders of Bank by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting both the profit and loss attributable to the ordinary equity holders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares.

3.21. Segment Reporting

The Bank's operating segments are organized and managed separately through the respective department/business managers according to the nature of products and services provided with each segment representing a strategic business unit. These business units are reviewed by Chief Executive Officer of the Bank.

The bank has identified three segments namely: Modern Banking, Small and Micro Banking, Treasury Operations as operating segment and the segment report is set out in Notes 5.4.

Segment report include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The income, expenses, assets & liabilities that cannot be allocated to aforesaid segment or those related to head office are unallocated are included in Modern Banking. The unallocated items generally comprise of head office assets, head office expenses, and tax assets and liabilities.

The geographical segment has been identified on the basis of the location of the branches in 7 different provinces of the country.

3.22. Investment in Associates

For the purpose of consolidation, the bank applies NAS 28 - Investments in Associates. Associates are entities in which the Bank has significant influence, but not control, over the operating and financial policies. Generally, the Bank holds more than 20%, but less than 50%, of their voting shares.

The investments in associates are initially recognised at cost and increased (or decreased) each year by the Bank's share of the post-acquisition profit/(loss) using equity method. The Bank ceases to recognise its share of the losses of equity accounted associates when its share of the net assets and amounts due from the entity have been written off in full, unless it has a contractual or constructive obligation to make good its share of the losses.



Cash and Cash Equivalent

Note 4.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Cash in Hand	1,288,637,380	1,084,694,929	1,288,622,198	1,084,686,900
Balance with Bank and Financial Institutions	1,244,124,360	196,350,771	1,214,558,291	196,350,771
Money at Call and Short Notice	5,357,294,675	6,735,102,320	5,357,294,675	6,732,134,038
Other	338,907,403	515,585,352	338,907,403	513,085,352
Total	8,228,963,817	8,531,733,371	8,199,382,567	8,526,257,061

Cash and Cash Equivalent includes the cash, bank balance, money at call and treasury bill with maturity of three months or less from the date of acquisition and is carried at amortised cost. The cash and balance with BFIs are maintained to manage the liquidity at the branch level. The money at call and other cash and cash equivalents are the highly liquid investment made by the bank.

Cash at vault and cash transit are adequately secured for the physical loss. The foreign convertible currency held in hand and banks are subject to price fluctuation due to market movement. The Bank continuously monitors and manages the market risk involved in foreign currency thus they are considered to be exposed to insignificant risks.

Due from Nepal Rastra Bank

Note 4.2

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Statutory Balances with NRB	2,010,602,732	1,696,667,706	2,010,602,732	1,696,667,706
Securities Purchased under Resale Agreement	-	-	-	-
Other Deposit and Receivable from NRB	8,424,290	21,436,822	8,424,290	21,436,822
Total	2,019,027,022	1,718,104,528	2,019,027,022	1,718,104,528

Statutory Balance with Nepal Rastra Bank represent the cash balance that is required to be held as the Cash Reserve Ratio as per the regulatory norms. The other deposit and receivable are the foreign convertible currency deposit and are subject to price fluctuation due to market movement.

Placement with Bank and Financial Institutions

Note 4.3

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Placement with domestic B/FIs	-	-	-	-
Placement with foreign B/FIs	-	-	-	-
Less: Allowances for impairment	-	-	-	-
Total	-	-	-	-

Placement with Banks and Financial Institution includes the placements with domestic as well as foreign bank and financial institutions with original maturities of more than three months from the acquisition date. The bank do not have any placement with banks and financial institutions at the reporting date.



Derivative Financial Instruments

Note 4.4

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Held for Trading				
Interest Rate Swap	-	-	-	-
Currency Swap	-	-	-	-
Forward Exchange Contract	-	-	-	-
Others	-	-	-	-
Held for Risk Management				
Interest Rate Swap	-	-	-	-
Currency Swap	-	-	-	-
Forward Exchange Contract	-	-	-	-
Other	-	-	-	-
Total	-	-	-	-

Other Trading Assets

Note 4.5

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Treasury Bills	-	-	-	-
Government Bonds	-	-	-	-
NRB Bonds	-	-	-	-
Domestic Corporate bonds	-	-	-	-
Equities	25,126,115	4,283,788	-	-
Other	-	-	-	-
Total	25,126,115	4,283,788	-	-
Pledged	-	-	-	-
Non-pledged	25,126,115	4,283,788	-	-

Other trading assets includes the non derivative financial assets that are primarily held of trading purpose. The other trading assets are recognised at fair value through profit and loss and includes the securities, the Group, has acquired for generating the short term profit.

Loans and Advances to BFIs

Note 4.6

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Loans to Microfinance Institutions	610,000,000	-	610,000,000	-
Other	-	-	-	-
Less: Allowances for Impairment	(6,100,000)	-	(6,100,000)	-
Total	603,900,000	-	603,900,000	-



Allowances for impairment

Note 4.6.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Balance at Shrawan 1	-	-	-	-
Impairment loss for the year:				
Charge for the year	6,100,000		6,100,000	
Recoveries/reversal	-	-	-	-
Amount written off	-	-	-	-
Balance at Asar end	6,100,000	-	6,100,000	-

Loans and Advances to Customers

Note 4.7

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Loan and advances measured at amortized cost	48,375,120,428	38,547,385,238	48,374,724,989	38,547,385,238
Less: Impairment allowances	-			
Collective Impairment	(610,914,508)	(377,923,107)	(610,914,508)	(377,923,107)
Individual Impairment	(102,905,869)	(25,140,643)	(102,905,869)	(25,140,643)
Net amount	47,661,300,051	38,144,321,489	47,660,904,611	38,144,321,489
Loan and advances measured at FVTPL	-	-	-	-
Total	47,661,300,051	38,144,321,489	47,660,904,611	38,144,321,489

The loans and advance to customers are carried at the amortised cost. After the initial recognition, loans and advances are subsequently measured at gross carrying amount using effective interest rate less the provision for impairment. The loan administration charges charged from the customer are considered immaterial thus are not considered while calculating the effective interest rate.

As per the carve out notice issued by ICAN, the Bank has measured impairment loss on loan and advances as the higher of amount derived as per norms prescribed by Nepal Rastra Bank for loan loss provision and amount determined as per paragraph 63 of NAS 39. The losses arising from impairment are recognised in 'Impairment charge for loans and other losses' in the Statement of Profit or Loss.



Analysis of Loan and Advances - By Product

Note 4.7.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Product				
Term Loans	11,714,356,881	7,279,430,273	11,714,356,881	7,279,430,273
Overdraft	7,406,705,394	6,203,568,311	7,406,705,394	6,203,568,311
Trust Receipt/Import Loans	-	-	-	-
Demand And Other Working Capital Loans	317,999,312	-	317,999,312	-
Personal Residential Loans	10,099,855,295	7,399,882,168	10,099,855,295	7,399,882,168
Real Estate Loans	1,810,063,357	1,433,379,463	1,810,063,357	1,433,379,463
Margin Lending Loans	1,418,484,893	809,736,204	1,418,484,893	809,736,204
Hire Purchase Loans	4,469,155,630	4,439,127,077	4,469,155,630	4,439,127,077
Deprived Sector Loans	9,266,466,437	9,488,172,395	9,266,466,437	9,488,172,395
Bills Purchased	-	-	-	-
Staff Loans	337,730,498	216,264,476	337,335,058	216,264,476
Other	1,209,468,408	1,066,762,357	1,209,468,408	1,066,762,357
Sub total	48,050,286,104	38,336,322,723	48,049,890,665	38,336,322,723
Interest Receivable	324,834,324	211,062,515	324,834,324	211,062,515
Grand total	48,375,120,428	38,547,385,238	48,374,724,989	38,547,385,238

Analysis of Loan and Advances - By Currency

Note 4.7.2

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Nepalese Rupee	48,375,120,428	38,547,385,238	48,374,724,989	38,547,385,238
Indian Rupee	-	-	-	-
United State Dollar	-	-	-	-
Great Britain Pound	-	-	-	-
Euro	-	-	-	-
Japanese Yen	-	-	-	-
Chinese Yuan	-	-	-	-
Other	-	-	-	-
Total	48,375,120,428	38,547,385,238	48,374,724,989	38,547,385,238



Analysis of Loan and Advances - By Collateral

Note 4.7.3

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Secured				
Movable/immovable assets	39,057,902,355	31,448,946,791	39,057,902,355	31,448,946,791
Gold and silver	262,566,915	226,465,133	262,566,915	226,465,133
Guarantee of domestic B/FIs	-	-	-	-
Government guarantee	-	-	-	-
Guarantee of international rated bank	-	-	-	-
Collateral of export document	-	-	-	-
Collateral of fixed deposit receipt	243,275,009	329,106,974	243,275,009	329,106,974
Collateral of Government securities	-	-	-	-
Counter guarantee	-	-	-	-
Personal guarantee	1,210,967,042	366,449,607	1,210,571,603	366,449,607
Other collateral	7,600,409,106	6,176,416,733	7,600,409,106	6,176,416,733
Subtotal	48,375,120,428	38,547,385,238	48,374,724,989	38,547,385,238
Unsecured	-	-	-	-
Grant Total	48,375,120,428	38,547,385,238	48,374,724,989	38,547,385,238

Allowances for Impairment

Note 4.7.4

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Specific allowances for impairment				
Balance at Shrawan 1	25,140,643	5,302,303	25,140,643	5,302,303
Impairment loss for the year:				-
Charge for the year	-	42,252,307	127,927,063	42,252,307
Recoveries/reversal during the year	251,681,843	(22,413,967)	(50,161,837)	(22,413,967)
Write-offs	-	-	-	-
Exchange rate variance on foreign currency impairment	126,241,264	-	-	-
Other movement	-	-	-	-
Balance at Asar end	403,063,750	25,140,643	102,905,869	25,140,643
Collective allowances for impairment				
Balance at Shrawan 1	377,923,107	251,681,843	377,923,107	251,681,843
Impairment loss for the year:				
Charge/(reversal) for the year	232,991,401	126,241,264	232,991,401	126,241,264
Exchange rate variance on foreign currency impairment	-	-	-	-
Other movement	-	-	-	-
Balance at Asar end	610,914,508	377,923,107	610,914,508	377,923,107
Total allowances for impairment	1,013,978,258	403,063,750	713,820,377	403,063,750
Total allowances for impairment under NFRS	3,262,184	11,354,782	3,262,184	11,354,782

Investment Securities

Note 4.8

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Investment securities measured at amortized cost	6,327,914,736	2,259,448,061	6,322,914,736	2,246,448,061
Investment in equity measured at FVTOCI	269,893,807	270,405,869	269,893,807	270,405,869
Total	6,597,808,543.47	2,529,853,930	6,592,808,543	2,516,853,930

Investment Securities measured at Amortized Cost:

The investment made in government bonds and treasury bills with original maturities of more than three months from the acquisition date measured at the amortised cost using the effective interest rate and are presented under this head. The details of the investment made in these securities are presented in Note 4.8.1.

Investment in Equity measured at FVTOCI

The bank's investment in shares and mutual fund are carried at fair value through other comprehensive income. The bonus share received is accounted by increasing the number of shares without changing the cost of the shares. Investment in unquoted equity securities have been valued at face value. The details of the investment made in these securities are presented in Note 4.8.3.

Investment securities measured at amortized cost

Note 4.8.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Debt Securities	-	-	-	-
Government Bonds	4,216,768,466	1,459,065,717	4,216,768,466	1,459,065,717
Government Treasury Bills	2,106,146,270	787,382,344	2,106,146,270	787,382,344
Nepal Rastra Bank Bonds	-	-	-	-
Nepal Rastra Bank Deposits Instruments	-	-	-	-
Other	5,000,000	13,000,000	-	-
Less: specific allowances for impairment	-	-	-	-
Total	6,327,914,736	2,259,448,061	6,322,914,736	2,246,448,061

Investment in equity measured at fair value through other comprehensive income

Note 4.8.2

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Equity instruments				
Quoted Equity Securities	258,093,807	258,605,869	258,093,807	258,605,869
Unquoted Equity Securities	11,800,000	11,800,000	11,800,000	11,800,000
Total	269,893,807	270,405,869	269,893,807	270,405,869



Information relating to investment in equities

Note 4.8.3

Investment Securities measured at fair value through other comprehensive income:	Group				Bank			
	31st Asar 2077		31st Asar 2076		31st Asar 2077		31st Asar 2076	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
In Quoted Equity Instruments:								
Asian Life Insurance Co. Limited 4535 equity shares of Rs. 100 each	2,447,862	2,752,745	2,447,862	1,736,905	2,447,862	2,752,745	2,447,862	1,736,905
Butwal Power Company Limited 33880 equity shares of Rs. 100 each	17,722,479	12,162,920	17,722,479	12,597,200	17,722,479	12,162,920	17,722,479	12,597,200
Chhimek Laghubitta Bikas Bank Limited 1837 equity shares of Rs. 100 each	1,386,490	2,002,330	6,144,703	6,080,000	1,386,490	2,002,330	6,144,703	6,080,000
Chilime Hydropower Company Limited 8696 equity shares of Rs. 100 each	5,667,408	3,461,008	5,667,408	3,775,687	5,667,408	3,461,008	5,667,408	3,775,687
Gurans Life Insurance Company Ltd. 111 equity shares of Rs. 100 each	7,400	51,615	1,800	24,180	7,400	51,615	1,800	24,180
Himalayan General Insurance Co. Ltd 2534 equity shares of Rs. 100 each	1,857,339	1,061,746	1,857,339	886,900	1,857,339	1,061,746	1,857,339	886,900
Life Insurance Co. Nepal 2016 equity shares of Rs. 100 each	3,268,870	2,681,280	3,268,870	3,224,000	3,268,870	2,681,280	3,268,870	3,224,000
Lumbini General Insurance Co. Ltd. 13149 equity shares of Rs. 100 each	9,347,635	5,956,497	9,347,635	5,654,070	9,347,635	5,956,497	9,347,635	5,654,070
National Life Insurance Co. Ltd. 12531 equity shares of Rs. 100 each	11,567,183	8,295,522	11,567,183	8,147,295	11,567,183	8,295,522	11,567,183	8,147,295
Nepal Life Insurance Co. Ltd. 29617 equity shares of Rs. 100 each	32,948,941	37,317,420	45,186,452	36,595,016	32,948,941	37,317,420	45,186,452	36,595,016
Nepal Doorsanchar Company Limited 41875 equity shares of Rs. 100 each	33,504,923	27,428,125	33,504,923	29,019,375	33,504,923	27,428,125	33,504,923	29,019,375.00
Nirhan Utthan Laghubitta Bittiya Sansstha Limited 600 equity shares of Rs. 100 each	489,815	609,000	2,040,897	1,682,000	489,815	609,000	2,040,897	1,682,000
Prabhu Insurance Ltd. 15207 equity shares of Rs. 100 each	8,346,947	7,223,325	8,346,947	5,271,448	8,346,947	7,223,325	8,346,947	5,271,448
Prudential Insurance Co. Ltd. 447 equity shares of Rs. 100 each	312,354	220,371	295,554	154,845	312,354	220,371	295,554	154,845
Sagarmatha Insurance Co. Ltd. 7518 equity shares of Rs. 100 each	6,050,394	5,262,600	6,033,013	4,548,390	6,050,394	5,262,600	6,033,013	4,548,390
Sana Kisan Bikas Bank Ltd 693 equity shares of Rs. 100 each	589,721	901,593	2,719,541	2,378,532	589,721	901,593	2,719,541	2,378,532

Continue...



Investment Securities measured at fair value through other comprehensive income:	Group						Bank					
	31st Asar 2077			31st Asar 2076			31st Asar 2077			31st Asar 2076		
	Cost	Fair Value		Cost	Fair Value		Cost	Fair Value		Cost	Fair Value	
Shikhar Insurance Co. Ltd. 4752 equity shares of Rs. 100 each	5,056,505	4,842,288		4,946,805	2,818,005		5,056,505	4,842,288		4,946,805	2,818,005	
Siddhartha Insurance Ltd. 21624 equity shares of Rs. 100 each	14,700,381	12,541,920		14,685,883	9,838,920		14,700,381	12,541,920		14,685,883	9,838,920	
Soaltee Hotel Limited 10042 equity shares of Rs. 100 each	2,686,881	1,546,468		2,686,881	2,130,608		2,686,881	1,546,468		2,686,881	2,130,608	
Swabalamban Laghubitta Bittiya Sanstha Limited 1717 equity shares of Rs. 100 each	1,619,503	2,117,061		2,562,720	1,887,375		1,619,503	2,117,061		2,562,720	1,887,375	
United Insurance Co. (Nepal) Ltd. 243 equity shares of Rs. 100 each	32,904	89,910		20,604	43,350		32,904	89,910		20,604	43,350	
United Modi Hydropower Ltd. 1026 equity shares of Rs. 100 each	353,113	106,704		353,113	111,834		353,113	106,704		353,113	111,834	
Surya Life Insurance Company Limited 327 equity shares of Rs. 100 each	17,900	146,496		4,400	77,976		17,900	146,496		4,400	77,976	
Ridi Hydropower Development Company Ltd. 5 equity shares of Rs. 100 each	-	420		-	450		-	420		-	450	
Neco Insurance Co. Ltd. 3,050 Shares of Rs. 100 each	-	-		1,882,836	1,509,750		-	-		1,882,836	1,509,750	
Sub-total	159,982,944	138,779,364		183,295,846	140,194,111		159,982,944	138,779,364		183,295,846	140,194,111	
In Unquoted Equity Instruments:												
General Insurance Company Limited* 100000 equity shares of Rs. 100 each	10,000,000	10,000,000		10,000,000	10,000,000		10,000,000	10,000,000		10,000,000	10,000,000	
Nepal Clearing House Ltd. 3000 equity shares of Rs. 100 each	300,000	300,000		300,000	300,000		300,000	300,000		300,000	300,000	
Prabhu Capital Ltd. 15000 equity shares of Rs. 100 each	1,500,000	1,500,000		1,500,000	1,500,000		1,500,000	1,500,000		1,500,000	1,500,000	
Sub-total	11,800,000	11,800,000		11,800,000	11,800,000		11,800,000	11,800,000		11,800,000	11,800,000	
In Mutual Funds:												
NIBL Samridhhi Fund 1 243805 units of Rs. 10 each	2,415,568	2,413,670		2,415,568	2,257,634		2,415,568	2,413,670		2,415,568	2,257,634	
Global IME Samunnat Scheme-1* 2373293 units of Rs. 10 each	23,732,930	20,362,854		23,732,930	19,888,195		23,732,930	20,362,854		23,732,930	19,888,195	
NMB Hybrid Fund L-1 1277834 units of Rs. 10 each	12,773,676	12,139,423		12,773,676	12,816,675		12,773,676	12,139,423		12,773,676	12,816,675	

Continue...





Investment Securities measured at fair value through other comprehensive income:	Group						Bank					
	31st Asar 2077			31st Asar 2076			31st Asar 2077			31st Asar 2076		
	Cost	Fair Value		Cost	Fair Value		Cost	Fair Value		Cost	Fair Value	
Nabil Equity Fund* 909637 units of Rs. 10 each	9,094,897	8,486,913		9,094,897	8,486,913		9,094,897	8,486,913		9,094,897	8,486,913	
NIBL Pragati Fund* 866025 units of Rs. 10 each	8,658,532	7,058,104		8,658,532	6,443,226		8,658,532	7,058,104		8,658,532	6,443,226	
Siddhartha Equity Fund 967748 units of Rs. 10 each	9,677,480	9,677,480		9,677,480	9,764,577		9,677,480	9,677,480		9,677,480	9,764,577	
Sanima Equity Fund 10,000,000 units of Rs. 10 each	10,000,000	9,930,000		10,000,000	9,400,000		10,000,000	9,930,000		10,000,000	9,400,000	
Citizens Mutual Fund -1 5,000,000 units of Rs. 10 each	5,000,000	5,030,000		5,000,000	5,090,000		5,000,000	5,030,000		5,000,000	5,090,000	
NICAsia Balance Fund 2,000,000 units of Rs. 10 each	2,000,000	2,076,000		-	-		2,000,000	2,076,000		-	-	
NIC Asia Growth Fund 10,000,000 units of Rs. 10 each	10,000,000	10,190,000		10,000,000	10,280,000		10,000,000	10,190,000		10,000,000	10,280,000	
NIBL Sahabhagita* 2,000,000 units of Rs. 10 each	2,000,000	2,000,000		2,000,000	2,000,000		2,000,000	2,000,000		2,000,000	2,000,000	
Nabil Balance Fund-2* 5,000,000 units of Rs. 10 each	5,000,000	4,950,000		5,000,000	5,000,000		5,000,000	4,950,000		5,000,000	5,000,000	
NIMB 50 10,000,000 units of Rs. 10 each	10,000,000	10,000,000		-	-		10,000,000	10,000,000		-	-	
Siddhartha Investment Growth Scheme II 10,000,000 units of Rs. 10 each	10,000,000	10,000,000		-	-		10,000,000	10,000,000		-	-	
Sunrise First Mutual Fund 5,000,000 units of Rs. 10 each	5,000,000	5,000,000		-	-		5,000,000	5,000,000		-	-	
Laxmi Value Fund-1 707,543 units of Rs. 10 each	-	-		7,075,430	7,216,939		-	-		7,075,430	7,216,939	
Siddhartha Equity Oriented Scheme 1,248,836 units of Rs. 10 each	-	-		12,472,410	13,512,406		-	-		12,472,410	13,512,406	
NMB Sulav Investment Fund-1 578,114 units of Rs. 10 each	-	-		5,780,749	6,255,193		-	-		5,780,749	6,255,193	
Sub-total	125,353,083	119,314,443		123,681,671	118,411,759		125,353,083	119,314,443		123,681,671	118,411,759	
Total	297,136,026	269,893,807		318,777,517	270,405,870		297,136,026	269,893,807		318,777,517	270,405,870	

*Investment not yielding dividend in last 3 financial year.

Current Tax Assets

Note 4.9

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Current tax assets				
Current year income tax assets	395,712,166.92	394,271,453	386,112,481	387,301,708
Tax assets of prior periods	-	-	-	-
Current tax liabilities				
Current year income tax liabilities	320,575,496	416,874,069	316,961,512	416,874,069
Tax liabilities of prior periods	-	746,699	-	746,699
Total	75,136,671	(23,349,314)	69,150,969	(30,319,060)

Current Tax Assets is the net of the advance tax plus Tax Deducted at Source (TDS) and the corporate income tax liability computed as per the provision of the Income Tax Act, 2058.

Investment in Subsidiaries

Note 4.10

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Investment in Quoted Subsidiaries	-	-	-	-
Investment in Unquoted Subsidiaries	-	-	117,500,000	117,500,000
Total investment	-	-	117,500,000	117,500,000
Less: Impairment allowances	-	-	-	-
Net carrying amount	-	-	117,500,000	117,500,000

Investment in Quoted Subsidiaries

Note 4.10.2

Particulars	Group				Bank			
	31st Asar 2077		31st Asar 2076		31st Asar 2077		31st Asar 2076	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

Investment in Unquoted Subsidiaries

Note 4.10.3

Particulars	Group				Bank			
	31st Asar 2077		31st Asar 2076		31st Asar 2077		31st Asar 2076	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Muktinath Capital Limited 1,175,000 shares of Rs. 100 each	-	-	-	-	117,500,000	117,500,000	117,500,000	117,500,000
Total	-	-	-	-	117,500,000	117,500,000	117,500,000	117,500,000





Information relating to subsidiaries of the Bank

Note 4.10.3

Particulars	Group		Bank	
	Percentage of ownership held by the Bank		Percentage of ownership held by the Bank	
	Current Year	Previous Year	Current Year	Previous Year
Muktinath Capital Limited	-	-	58.02%	58.02%

Non controlling interest of the subsidiaries

Note 4.10.4

Particulars	Group	
	31st Asar 2077	31st Asar 2076
	Muktinath Capital Limited	
Equity interest held by NCI (%)	41.98%	41.98%
Profit/(loss) allocated during the year	2,027,898	-
Accumulated balances of NCI as on Asar end 2076	85,178,547	83,150,649
Dividend paid to NCI	-	-

Investment in Associates

Note 4.11

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Investment in quoted associates	-	-	-	-
Investment in unquoted associates	54,728,006	53,220,757	54,728,006	53,220,757
Total Investment	54,728,006	53,220,757	54,728,006	53,220,757
Less: Impairment allowances	-	-	-	-
Net Carrying amount	54,728,006	53,220,757	54,728,006	53,220,757

Investment in Unquoted associates

Note 4.11.1

Particulars	Group				Bank			
	31st Asar 2077		31st Asar 2076		31st Asar 2077		31st Asar 2076	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Muktinath Krishi Company Limited 10,00,000 Shares of Rs. 100 each, Rs. 50 paid	-	-	-	-	50,000,000	54,728,006	50,000,000	53,220,757
Total	-	-	-	-	50,000,000	54,728,006	50,000,000	53,220,757

Information relating to Associates of the Bank

Note 4.11.3

Particulars	Group		Bank	
	Percentage of ownership held by the Bank		Percentage of ownership held by the Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Muktinath Krishi Company Limited	-	-	27.78%	27.78%

Equity Value of Associates

Note 4.11.4

Particulars	Group	
	31st Asar 2077	31st Asar 2076
Muktinath Krishi Company Limited	54,728,006	53,220,757

Investment Property

Note 4.12

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Investment Properties measured at Fair Value				
Balance as on 1st Shrawan	-	-	-	-
Addition/(Disposal) during the year	-	-	-	-
Net Changes in fair value during the year	-	-	-	-
Adjustment/Transfer	-	-	-	-
Net Amount	-	-	-	-
Investment Properties measured at Cost				
Balance as on 1st Shrawan	33,115,680	-	-	-
Addition/(Disposal) during the year	-	33,115,680	-	-
Net Changes in fair value during the year	-	-	-	-
Adjustment/Transfer	-	-	-	-
Net Amount	33,115,680	33,115,680	-	-
Total	33,115,680	33,115,680	-	-



Property and Equipment

Note 4.13

Particulars	Group										
	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others	Total Asar end 2017		
Cost											
As on 1st Shrawan	197,702,788	-	144,080,863	41,529,845	63,522,835	73,719,720	36,803,738	95,694,723	653,054,511		
Addition during the year											
Acquisition	140,162,500	4,900,000	83,583,583	19,424,494	21,789,122	27,053,127	22,126,621	47,951,407	366,990,854		
Capitalization	-	-	-	-	-	-	-	-	-		
Disposal during the year	-	-	-	(90,900)	(23,166,209)	(67,201)	-	(1,626,656)	(24,950,966)		
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-		
Balance as on Asar end 2016	337,865,288	4,900,000	227,664,446	60,863,439	62,145,748	100,705,646	58,930,359	142,019,473	995,094,399		
Addition during the year											
Acquisition	11,062,090	-	59,016,037	14,935,199	34,138,786	20,974,654	12,606,392	29,114,585	181,847,744		
Capitalization	-	-	-	-	-	-	-	-	-		
Disposal during the year	-	-	(2,877,713)	(768,017)	(915,597)	(1,064,558)	(609,377)	(3,529,520)	(9,764,782)		
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-		
Balance as on Asar end 2017	348,927,378	4,900,000	283,802,770	75,030,621	95,368,937	120,615,743	70,927,374	167,604,537	1,167,177,361		
Depreciation and Impairment											
As on 1st Shrawan	-	-	58,955,773	19,397,178	17,673,926	31,792,083	11,907,367	38,015,156	177,741,482		
Depreciation charge for the year	-	-	-	79,316	49,725	382,797	14,484	-	526,323		
Impairment for the year	-	49,000	30,071,512	9,588,184	10,771,476	16,197,644	10,173,910	26,881,946	103,733,672		
Disposals	-	-	-	(54,894)	(7,637,550)	(47,511)	-	(1,021,010)	(8,760,965)		
Adjustment	-	-	21,364	-	-	-	10,346	-	31,710		
As on Asar end 2016	-	49,000	89,048,649	29,009,785	20,857,576	48,325,013	22,106,107	63,876,093	273,272,223		
Impairment for the year	-	-	-	-	-	-	-	-	-		
Depreciation charge for the year	-	98,000	44,729,213	10,962,625	13,914,803	18,080,971	11,560,747	30,611,661	129,958,019		
Disposals	-	-	(1,796,288)	(472,683)	(915,592)	(689,375)	(363,833)	(2,403,103)	(6,640,875)		
Adjustment	-	-	-	-	-	-	-	-	-		
As on Asar end 2017	-	147,000	131,981,573	39,499,727	33,856,787	65,716,608	33,303,021	92,084,651	396,589,367		
Capital Work in Progress											
Net Book Value											
As on Asar end 2016	337,865,288	4,851,000	138,615,797	31,853,654	41,288,172	52,380,633	36,824,252	78,143,381	721,822,178		
As on Asar end 2017	348,927,378	4,753,000	151,821,197	35,530,894	61,512,150	54,899,135	37,624,353	75,519,886	770,587,993		

Property and Equipment

Note 4:13

Particulars	Bank										Total Asar end 2077	
	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others				
Cost												
As on 1st Shrawan	197,702,788	-	144,080,863	40,329,162	63,323,935	70,644,574	36,408,443	95,096,293				647,586,057
Addition during the year												
Acquisition	140,162,500	4,900,000	83,583,583	19,208,494	21,789,122	27,053,127	22,079,976	47,951,407				366,728,209
Capitalization	-	-	-	-	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	(90,900)	(23,166,209)	(67,201)	-	(1,626,656)				(24,950,966)
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on Asar end 2076	337,865,288	4,900,000	227,664,446	59,446,756	61,946,848	97,630,500	58,488,419	141,421,043				989,363,300
Addition during the year												
Acquisition	11,062,090	-	57,061,722	14,635,997	34,138,786	19,622,539	12,046,232	27,936,870				176,504,237
Capitalization	-	-	-	-	-	-	-	-	-	-	-	-
Disposal during the year	-	-	(2,877,713)	(768,017)	(915,597)	(1,064,558)	(609,377)	(3,529,520)				(9,764,782)
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on Asar end 2077	348,927,378	4,900,000	281,848,455	73,314,735	95,170,037	116,188,481	69,925,275	165,828,393				1,156,102,756
Depreciation and Impairment												
As on 1st Shrawan	-	-	58,955,773	18,354,899	17,620,057	30,152,387	11,535,789	37,416,726				174,035,631
Depreciation charge for the year	-	-	-	-	-	-	-	-	-	-	-	-
Impairment for the year	-	49,000	30,071,512	9,588,184	10,771,476	16,197,644	10,173,910	26,881,946				103,733,672
Disposals	-	-	-	(54,894)	(7,637,550)	(47,511)	-	(1,021,010)				(8,760,965)
Adjustment	-	-	21,364	-	-	-	10,346	-				31,710
As on Asar end 2076	-	49,000	89,048,649	27,888,189	20,753,983	46,302,520	21,720,044	63,277,663				269,040,048
Impairment for the year	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation charge for the year	-	98,000	44,540,928	10,817,940	13,853,342	17,558,884	11,538,277	30,513,056				128,920,428
Disposals	-	-	(1,796,288)	(472,683)	(915,592)	(689,375)	(363,833)	(2,403,103)				(6,640,875)
Adjustment	-	-	-	-	-	-	-	-	-	-	-	-
As on Asar end 2077	-	147,000	131,793,289	38,233,447	33,691,733	63,172,029	32,894,488	91,387,616				391,319,602
Capital Work in Progress												
Net Book Value												
As on Asar end 2076	337,865,288	4,851,000	138,615,797	31,558,566	41,192,865	51,327,979	36,768,375	78,143,381				720,323,253
As on Asar end 2077	348,927,378	4,753,000	150,055,166	35,081,289	61,478,304	53,016,452	37,030,787	74,440,777				764,783,154

The Bank has acquired the land in Lazimpat, Kathmandu and Prithivi Chowk, Pokhara for the purpose of construction of the head office and province office respectively. Refer Note 3.7 for the property and plant recognition principal, useful life and depreciation method.





Goodwill and Intangible Assets

Note 4.14

Particulars	Group				
	Goodwill	Software		Other	Total Asar end 2077
		Purchased	Developed		
Cost					
As on 1st Shrawan	-	18,942,924	-	-	18,942,924
Addition during the year	-		-	-	-
Acquisition	2,556,456	3,385,420	-	-	5,941,876
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-
Balance as on Asar end 2076	2,556,456	22,328,344	-	-	24,884,800
Addition during the Year					-
Acquisition	-	-	-	-	-
Capitalization	-	4,967,932	-	-	4,967,932
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-
Balance as on Asar end 2077	2,556,456	27,296,276	-	-	29,852,732
Amortisation and Impairment					-
As on 1st Shrawan	-	11,806,251	-	-	11,806,251
Amortisation charge for the year	-	2,601,291	-	-	2,601,291
Impairment for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustment	-	(28,244)	-	-	(28,244)
As on Asar end 2076	-	14,379,299	-	-	14,379,299
Impairment for the year	2,556,456	-	-	-	2,556,456
Amortisation charge for the year	-	2,987,702	-	-	2,987,702
Disposals	-	-	-	-	-
Adjustment	-	-	-	-	-
As on Asar end 2077	2,556,456	17,367,001	-	-	19,923,458
Capital Work in Progress	-	-	-	-	-
Net Book Value					-
As on Asar end 2076	2,556,456	7,949,046	-	-	10,505,502
As on Asar end 2077	-	9,929,275	-	-	9,929,275

Goodwill and Intangible Assets

Note 4.14

Particulars	Bank				Total Asar end 2077
	Goodwill	Software		Other	
		Purchased	Developed		
Cost					
As on 1st Shrawan	-	18,752,180	-	-	18,752,180
Addition during the year	-	-	-	-	-
Acquisition	-	3,117,670	-	-	3,117,670
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-
Balance as on Asar end 2076	-	21,869,850	-	-	21,869,850
Addition during the Year					-
Acquisition	-	-	-	-	-
Capitalization	-	4,967,932	-	-	4,967,932
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-
Balance as on Asar end 2077	-	26,837,782	-	-	26,837,782
Amortisation and Impairment					-
As on 1st Shrawan	-	11,633,178	-	-	11,633,178
Amortisation charge for the year	-	2,547,122	-	-	2,547,122
Impairment for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustment	-	(28,244)	-	-	(28,244)
As on Asar end 2076	-	14,152,056	-	-	14,152,056
Impairment for the year	-	-	-	-	-
Amortisation charge for the year	-	2,913,982	-	-	2,913,982
Disposals	-	-	-	-	-
Adjustment	-	-	-	-	-
As on Asar end 2077	-	17,066,038	-	-	17,066,038
Capital Work in Progress	-	-	-	-	-
Net Book Value					-
As on Asar end 2076	-	7,717,794	-	-	7,717,794
As on Asar end 2077	-	9,771,744	-	-	9,771,744



Deferred Tax Assets/Liabilities

Note 4.15

Particulars	Group			Bank		
	31st Asar 2077			31st Asar 2077		
	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax (Assets) Liabilities	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets (Liabilities)
Deferred tax on temporary differences on following items						
Loans and Advances to BFIs	-	-	-	-	-	-
Loans and Advances to Customers	-	-	-	-	-	-
Investment Properties	-	-	-	-	-	-
Investment Securities	8,172,666	-	8,172,666	8,172,666	-	8,172,666
Property and Equipment	6,133,365	-	6,133,365	6,023,642	-	6,023,642
Employees' Defined Benefit Plan	28,580,388	-	28,580,388	28,339,112	-	28,339,112
Lease Liabilities	1,705,820	-	1,705,820	1,645,601	-	1,645,601
Provisions	1,119,621	-	1,119,621	1,119,621	-	1,119,621
Other Temporary Differences	99,151	-	99,151	-	-	-
Deferred tax on temporary differences	45,811,011	-	45,811,011	45,300,643	-	45,300,643
Deferred tax on carry forward of unused tax losses	-	-	-	-	-	-
Deferred tax due to changes in tax rate	-	-	-	-	-	-
Net Deferred Tax Asset (Liabilities) as on year end of 2077			45,811,011			45,300,643
Deferred Tax (Asset)/ Liabilities ason Shrawan 01			40,719,262			39,066,937
Origination/(Reversal) during the year			5,091,749			6,233,705
Deferred Tax expense (income) recognized in profit or loss			14,210,370			15,352,326
Deferred Tax expense (income) recognized in OCI			(9,118,621)			(9,118,621)
Deferred Tax expense (income) recognized directly in Equity			-			-



Deferred Tax Assets/Liabilities

Note 4.15

Particulars	Group			Bank		
	31st Asar 2077			31st Asar 2077		
	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax (Assets) Liabilities	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets (Liabilities)
Deferred tax on temporary differences on following items						
Loans and Advances to BFIs	-	-	-	-	-	-
Loans and Advances to Customers	-	-	-	-	-	-
Investment Properties	-	-	-	-	-	-
Investment Securities	9,127,814	-	9,127,814	9,095,917	-	9,095,917
Property and Equipment	5,288,922	-	5,288,922	5,198,622	-	5,198,622
Employees' Defined Benefit Plan	24,951,241	-	24,951,241	24,772,399	-	24,772,399
Lease Liabilities	-	-	-	-	-	-
Provisions	-	-	-	-	-	-
Other Temporary Differences	-	-	-	-	-	-
Deferred tax on temporary differences	39,367,976	-	39,367,976	39,066,937	-	39,066,937
Deferred tax on carry forward of unused tax losses	1,351,286	-	1,351,286	-	-	-
Deferred tax due to changes in tax rate	-	-	-	-	-	-
Net Deferred Tax Asset (Liabilities) as on year end of 2076			40,719,262			39,066,937
Deferred Tax (Asset)/ Liabilities as on Shrawan 01			17,897,531			17,897,531
Origination/(Reversal) during the year			(58,616,793)			(56,964,468)
Deferred Tax expense (income) recognized in profit or loss			(55,467,589)			(53,815,264)
Deferred Tax expense (income) recognized in OCI			(3,149,204)			(3,149,204)
Deferred Tax expense (income) recognized directly in Equity			-			-



Other Assets

Note 4.16

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Assets Held for Sale	-	-	-	-
Other Non-Banking Assets	-	-	-	-
Bills Receivable	-	-	-	-
Accounts Receivable	6,192,909	12,022,075	2,887,500	9,096,333
Accrued Income	4,241,548	86,680	4,241,548	86,680
Prepayments And Deposit	22,669,080	11,101,149	22,569,080	11,001,149
Income Tax Deposit	-	-	-	-
Deferred Employee Expenditure	127,983,960	67,501,284	127,976,853	67,476,110
Other Assets	53,725,677	61,143,861	53,160,470	60,370,267
Total	214,813,174	151,855,048	210,835,451	148,030,538

Due to Banks and Financial Institutions

Note 4.17

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Money Market Deposits	-	-	-	-
Interbank Borrowing	-	600,247,123	-	600,247,123
Other Deposits from BFIs	2,322,270,747	4,705,601,008	2,322,270,747	4,705,601,008
Settlement and Clearing Accounts	-	-	-	-
Other Deposits from BFIs	-	-	-	-
Total	2,322,270,747	5,305,848,132	2,322,270,747	5,305,848,132

Other deposits from BFIs includes the balance maintained in the call and current account by B, C and D class financial institutions.

Due to Nepal Rastra Bank

Note 4.18

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Refinance from NRB	-	-	-	-
Standing Liquidity Facility	-	-	-	-
Lender of Last Resort facility from NRB	-	-	-	-
Securities sold under repurchase agreements	-	-	-	-
Other Payable to NRB	-	-	-	-
Total	-	-	-	-

Derivative Financial Instruments

Note 4.19

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Held for Trading				
Interest Rate Swap	-	-	-	-
Currency Swap	-	-	-	-
Forward Exchange Contracts	-	-	-	-
Others	-	-	-	-
Held for Risk Management				
Interest Rate Swap	-	-	-	-
Currency Swap	-	-	-	-
Forward Exchange Contracts.	-	-	-	-
Others	-	-	-	-
Total	-	-	-	-

Deposits from Customers

Note 4.20

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Institutions Customers:				
Term Deposits	12,381,138,000	8,627,659,239	12,489,148,037	8,627,659,239
Call Deposits	6,184,330,787	3,845,777,044	6,184,330,787	3,978,281,794
Current Deposits	858,727,543	878,858,312	858,727,543	878,858,312
Other	56,675,056	41,668,093	56,675,056	41,668,093
Individual Customers:				
Term Deposits	19,792,397,756	12,399,056,792	19,792,397,756	12,399,056,792
Saving Deposits	17,591,192,607	15,332,307,752	17,591,192,607	15,332,307,752
Current Deposits	335,416,555	208,703,187	335,416,555	208,703,187
Other	2,974,361	4,169,585	2,974,361	4,169,585
Total	57,202,852,663	41,338,200,003	57,310,862,701	41,470,704,753

Deposits from customer is carried at amortised cost thus includes the accrued interest payable on the deposits.



Currency wise analysis of deposit from customers

Note 4.20.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Nepalese Rupee	57,202,240,649	41,337,648,189	57,310,250,687	41,470,152,939
Indian Rupee	-	-	-	-
United State Dollar	612,014	551,815	612,014	551,815
Great Britain Pound	-	-	-	-
Euro	-	-	-	-
Japanese Yen	-	-	-	-
Chinese Yuan	-	-	-	-
Other	-	-	-	-
Total	57,202,852,663	41,338,200,003	57,310,862,701	41,470,704,753

The foreign currency deposit is converted to NPR equivalent by using closing rate of the reporting data as per NAS 21.

Borrowing

Note 4.21

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Domestic Borrowing				
Nepal Government	-	-	-	-
Other Institutions	-	-	-	-
Other	-	-	-	-
Sub total	-	-	-	-
Foreign Borrowing				
Foreign Bank and Financial Institutions	-	-	-	-
Multilateral Development Banks	-	-	-	-
Other Institutions	-	-	-	-
Sub total	-	-	-	-
Total	-	-	-	-

Provisions

Note 4.22

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Provisions for redundancy	-	-	-	-
Provision for restructuring	-	-	-	-
Pending legal issues and tax litigation	3,732,070	6,917,913	3,732,070	6,917,913
Onerous contracts	-	-	-	-
Other	-	-	-	-
Total	3,732,070	6,917,913	3,732,070	6,917,913

The provisions have been made on account of litigation disclosed in Note 4.28.5.

Movement in provision

Note 4.22.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Balance at 1st Shrawn	6,790,796	6,917,913	6,917,913	6,917,913
Provisions made during the year	-	388,300	-	-
Provisions used during the year	-	(515,416)	-	-
Provisions reversed during the year	(3,058,726)	-	(3,185,843)	-
Unwind of discount	-	-	-	-
Balance at Asar end	3,732,070	6,790,796	3,732,070	6,917,913

Other Liabilities

Note 4.23

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Liability for employees Defined Benefit Obligations	69,493,160	53,179,015	69,063,609	52,745,763
Liability for long-service leave	8,528,551	5,509,929	8,153,849	5,347,041
Short-term employee benefits	6,569	208,086	-	153,050
Bills Payable	2,935,302	28,283,988	2,935,302	28,283,988
Creditors and Accruals	206,003,608	96,128,430	205,886,087	93,347,506
Interest payable on Deposit	-	-	-	-
Interest payable on Borrowing	-	-	-	-
Liabilities on Deferred Grant Income	-	-	-	-
Unpaid Dividend	1,419,808	1,419,808	1,419,808	1,419,808
Liabilities under Finance Lease	-	-	-	-
Employee Bonus Payable	124,357,767	135,910,939	112,597,255	135,910,939
Other				
- Loan Security Fund	382,371,107	308,144,466	382,371,107	308,144,466
- TDS Payable	60,698,967	63,535,559	60,595,039	63,535,559
- Others	51,692,989	40,245,881	49,746,447	39,214,889
Total	907,507,827	732,566,102	892,768,503	728,103,009



Defined benefit obligations

Note 4.23.1

The amounts recognised in the statement of financial position are as follows:

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Present value of unfunded obligations	78,021,711	58,688,944	77,217,458	58,092,804
Present value of funded obligations	25,400,098	-	25,400,098	-
Total present value of obligations	103,421,809	58,092,804	102,617,556	58,092,804
Fair value of plan assets	25,400,098	-	25,400,098	-
Present value of net obligations	78,021,711	58,688,944	77,217,458	58,092,804
Recognised liability for defined benefit obligations	78,021,711	58,688,944	77,217,458	58,092,804

Plan assets

Note 4.23.2

Plan assets comprise :

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Equity securities	-	-	-	-
Government bonds	-	-	-	-
Bank deposit	-	-	-	-
Other	25,400,098	24,298,929	25,400,098	24,298,929
Total	25,400,098	24,298,929	25,400,098	24,298,929

Actual return on plan assets

Movement in the present value of defined benefit obligations

Note 4.23.3

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Defined benefit obligations at Shrawan 1	58,688,944	54,184,678	82,391,733	54,184,678
Actuarial losses	(12,799,597)	11,527,598	(12,799,597)	11,527,598
Benefits paid by the plan	(3,111,565)	(5,574,247)	(3,111,565)	(5,574,247)
Current service costs and interest	36,218,002	22,253,704	36,136,985	22,253,704
Defined benefit obligations at Asar end	78,995,785	82,391,733	102,617,556	82,391,733

Movement in the fair value of plan assets

Note 4.23.4

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Fair value of plan assets at Shrawan 1	24,298,929	-	24,298,929	-
Contributions paid into the plan	-	23,903,699	-	23,903,699
Benefits paid during the year	(1,284,577)	-	(1,284,577)	-
Actuarial (losses) gains	-	-	-	-
Expected return on plan assets	2,385,746	395,230	2,385,746	395,230
Fair value of plan assets at Asar end	25,400,098	24,298,929	25,400,098	24,298,929

Amount recognised in profit or loss

Note 4.23.5

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Current service costs	29,317,469	26,568,474	28,861,749	26,568,474
Interest on obligation	5,146,138	4,625,780	5,146,138	4,625,780
Expected return on plan assets	(4,357,020)	(358,555)	(4,357,020)	(358,555)
Total	30,106,587	30,835,699	29,650,867	30,835,699

Amount recognised in other comprehensive income

Note 4.23.6

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Actuarial (gain)/loss	(8,699,225)	2,550,373	(8,699,225)	2,550,373
Total	(8,699,225)	2,550,373	(8,699,225)	2,550,373

Actuarial assumptions

Note 4.23.7

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Discount rate	9.00%	9.00%	9.00%	9.00%
Expected return on plan asset	9.00%	9.00%	9.00%	9.00%
Future salary increase	6.00%	10.00%	6.00%	10.00%
Withdrawal rate	3.00%	3.00%	3.00%	3.00%

Debt Securities Issued

Note 4.24

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Debt securities issued designated as at fair value through profit or loss	-	-	-	-
Debt securities issued at amortised cost	-	-	-	-
Total	-	-	-	-

Subordinated Liabilities

Note 4.25

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Redeemable preference shares	-	-	-	-
Irredeemable cumulative preference shares (liabilities component)	-	-	-	-
Other	-	-	-	-
Total	-	-	-	-



Share Capital

Note 4.26

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Ordinary shares	4,324,989,486	3,064,760,123	4,324,989,486	3,064,760,123
Convertible preference shares (equity component only)	-	-	-	-
Irredeemable preference shares (equity component only)	-	-	-	-
Perpetual debt (equity component only)	-	-	-	-
Total	4,324,989,486	3,064,760,123	4,324,989,486	3,064,760,123

Ordinary Shares

Note 4.26.1

Particulars	Group	
	31st Asar 2077	31st Asar 2076
Authorized Capital		
50,000,000 Ordinary share of Rs. 100 each (Previous year : 40,000,000 Ordinary Shares of 100 each)	5,000,000,000	4,000,000,000
Issued capital		
43,249,895 Ordinary share of Rs. 100 each (Previous year : 30,647,601 Ordinary Shares of 100 each)	4,324,989,486	3,064,760,123
Subscribed and paid up capital		
43,249,895 Ordinary share of Rs. 100 each (Previous year : 30,647,601 Ordinary Shares of 100 each)	4,324,989,486	3,064,760,123
Total	4,324,989,486	3,064,760,123

The reconciliation of the number of share outstanding and the amount of share capital as at 31st Asar 2077 and 31st Asar 2076 is as follows:

Particulars	31st Asar 2077		31st Asar 2076	
	Numbers	Amount	Numbers	Amount
Number/ Amount of shares outstanding at the beginning of the period	30,647,601	3,064,760,123	25,917,633	2,591,763,317
Add: Bonus shares issued	6,472,773	647,277,338	4,729,968	472,996,806
Add: Right share issued	6,129,520	612,952,025	-	-
Add/(Less): Others adjustments			-	-
Number/ Amount of share at the end of the period	43,249,895	4,324,989,486	30,647,601	3,064,760,123

Ordinary share ownership

Note 4.26.2

Particulars	Group		Bank	
	Percent	Amount	Percent	Amount
Domestic ownership				
Nepal Government	-	-	-	-
"A" Class Licensed Institutions	-	-	-	-
Other Licensed Institutions	-	-	-	-
Other Institutions	3.31%	143,139,711	2.18%	66,706,416
Public	96.69%	4,181,849,775	97.82%	2,998,053,707
Other	-	-	-	-
Foreign Ownership				
	-	-	-	-
Total	100.00%	4,324,989,486	100.00%	3,064,760,123

Note 4.26.3

List of principle shareholders holding 0.5% or more share of the total share of the bank

Name	Nos. of Shares	% of Holding
1. Min Prasad Gurung	1,023,288	2.37%
2. Krishna Man Shrestha	921,366	2.13%
3. Bharat Raj Dhakal	675,693	1.56%
4. Tulasi Ram Dhakal	673,744	1.56%
5. Khim Prakash Malla	639,110	1.48%
6. Narayan Kumar Shrestha	611,249	1.41%
7. Jagat Bandhu Aryal	604,815	1.40%
8. Hari Bahadur Gurung	595,410	1.38%
9. Gobind Gurung	581,338	1.34%
10. Khagendra Raj Regmi	530,562	1.23%
11. Shanta Sharma	498,615	1.15%
12. Prakash Prasad Shrestha	468,304	1.08%
13. Shree Kant Regmi	424,113	0.98%
14. Sumit Kumar Agarwal	418,688	0.97%
15. Sashikant Agrawal	403,769	0.93%
16. Gajendra Man Shrestha	392,536	0.91%
17. Bharat Prasad Lamsal	331,589	0.77%
18. Sher Bahadur Rana	322,836	0.75%
19. Bhagawati Regmi Sharma	317,605	0.73%
20. Bimala Sharma Pokhrel	298,224	0.69%
21. Naresh Kumar Sharma Pokhrel	286,153	0.66%
22. Rama Devi Sharma	272,853	0.63%
23. Rudra Bahadur B K	271,067	0.63%
24. Dhurba Raj Paudel	257,266	0.59%
25. Shiba Kumar Adhikari	246,595	0.57%
26. Sitaram Kaphle	239,361	0.55%
27. Tanka Kumar Shrestha	224,422	0.52%
28. Punya Prasad Pokharel	220,902	0.51%



Reserves

Note 4.27

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Statutory General Reserve	723,965,312	582,484,289	723,965,312	582,484,289
Exchange Equilisation Reserve	1,916,932	38,602	1,916,932	38,602
Corporate Social Responsibility Reserve	8,067,571	8,663,791	8,019,259	8,663,791
Capital Redemption Reserve	-	-	-	-
Regulatory Reserve	86,274,161	114,810,622	86,274,161	114,810,622
Investment Adjustment Reserve	1,500,000	1,500,000	1,500,000	1,500,000
Capital Reserve	-	-	-	-
Assets Revaluation Reserve	-	-	-	-
Fair Value Reserve	(14,341,547)	(30,639,397)	(14,341,547)	(30,639,397)
Dividend Equalisation Reserve	-	-	-	-
Actuarial Gain	8,343,783	2,254,326	8,343,783	2,254,326
Special Reserve	-	-	-	-
Other Reserve	-	-	-	-
Total	815,726,212	679,112,233	815,677,900	679,112,233

The brief description of the reserves are as follows:

Statutory General Reserve

Pursuant to Section 44 of the Bank and Financial Institution Act, 2073 banks and financial institutions are required to allocate 20% of the net profits of each fiscal year to the general reserve until the reserve is twice the paid up capital and thereafter minimum 10% of the net profit as this reserve being made pursuant to the statute, is not available for distribution. In line with the legal requirement the Bank has appropriated following amount in the Statutory General Reserves:

Particulars	31st Asar 2077	31st Asar 2076
Opening Balance of Statutory General Reserves	582,484,289	411,250,993
20% of Net Profit appropriated as per BAFIA	141,481,023	171,233,296
Closing Balance of Statutory General Reserves	723,965,312	582,484,289

Exchange Equilisation Reserve

Section 45 of the Bank and Financial Institution Act, 2073 requires every banks and financial institutions to set aside the 25% of the of the revaluation profits earned as a result of fluctuations in the exchange rates of foreign currencies, other than the Indian currency. Following is the movement of Exchange Equilisation Reserves:

Particulars	31st Asar 2077	31st Asar 2076
Opening Balance of Exchange Equilisation Reserve	38,602	38,602
25% of revaluation gain appropriated as per BAFIA	1,878,330	-
Closing Balance of Exchange Equilisation Reserve	1,916,932	38,602

Corporate Social Responsibility Reserve

NRB Directive 6 requires BFIs to create Corporate Social Responsibility Fund and appropriate an amount equivalent to 1% of net profit annually into this fund for covering expenditure related to CSR activities in the subsequent year. Accordingly, the bank has allocated the amount of NPR 7,074,051 to corporate social responsibility reserves for this year.

Particulars	31st Asar 2077	31st Asar 2076
Opening Balance of Corporate Social Responsibility Reserve	8,663,791	7,879,953
1% of net profit appropriated as per NRB Unified Directives	7,074,051	7,777,827
Less: CSR expenses during the year	(7,718,583)	8,561,665
Closing Balance of Corporate Social Responsibility Reserve	8,019,259	8,663,791

Regulatory Reserve

Regulatory Reserve is the statutory reserve made as per Directive No. 4 of the Nepal Rastra Bank. The regulatory reserve comprise of the interest income recognized against interest receivables, difference in loan loss provision as per NRB directive and impairment on loan and advance as per NFRS, amount equal to deferred tax assets, actuarial loss recognized in other comprehensive income, difference in provision on investment securities as per Directive No.8 and as per NFRS, amount of the non banking assets recognised and other adjustment occurred as a result of NFRS conversion.

The movement in Regulatory Reserves is as follows:

Particulars	31st Asar 2077	31st Asar 2076
Opening Balance of Regulatory Reserves	114,810,622	-
Interest Receivable on Loans and Advances	4,306,836	21,876,083
Reversal from change in Fair value on equity instrument & Directive No. 8 requirement	(39,077,002)	53,867,602
Deferred Tax Assets	6,233,705	39,066,937
Closing Balance of Regulatory Reserves	86,274,161	114,810,622

Investment Adjustment Reserve

Directive No. 8 of Nepal Rastra Bank's Unified Directives requires, the Bank has to create the investment reserve of an amount equivalent to the investment in the equity shares if the shares remained unquoted for 3 years from the date of investment. Accordingly, the investment in following companies forms the part of Investment Adjustment Reserves:

Particulars	31st Asar 2077	31st Asar 2076
Prabhu Capital Limited	1,500,000	500,000
Closing Balance of Investment Adjustment Reserves	1,500,000	500,000

Fair Value Reserve

The fair value reserve is created as the part of the compliance of NFRS which comprise of the amount resulting from the fair value recognition of the investment securities which are carried through the other comprehensive income.

Particulars	31st Asar 2077	31st Asar 2076
Opening Balance of Fair Value Reserve	(30,639,396)	(28,297,271)
Appropriations during the year	16,297,849	(2,342,126)
Closing Balance of Fair Value Reserves	(14,341,547)	(30,639,397)

Actuarial Gain

Actuarial Gain reserve is created for the actuarial valuation of gratuity benefit to the employee of the Bank.

Particulars	31st Asar 2077	31st Asar 2076
Opening Balance of Actuarial Gain	2,254,326	4,039,587
Actuarial gain/(loss) on employee's defined benefit obligation valuation	6,089,458	(1,785,261)
Closing Balance of Actuarial Gain	8,343,783	2,254,326



Contingent liabilities and commitments

Note 4.28

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Contingent liabilities	316,849,561	224,058,773	316,849,561	224,058,773
Undrawn and undisbursed facilities	2,089,670,786	766,028,161	2,089,670,786	766,028,161
Capital commitment	22,428,500	52,600,919	22,428,500	52,600,919
Lease Commitment	-	-	-	-
Litigation	-	-	-	-
Total	2,428,948,847	1,042,687,853	2,428,948,847	1,042,687,853

Contingent Liabilities

Note 4.28.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Acceptance and documentary credit	-	202,558	-	202,558
Bills for collection	-	-	-	-
Forward exchange contracts	-	-	-	-
Guarantees	266,849,561	173,856,215	266,849,561	173,856,215
Underwriting commitment	-	-	-	-
Other commitments	50,000,000	50,000,000	50,000,000	50,000,000
Total	316,849,561	224,058,773	316,849,561	224,058,773

Undrawn and undisbursed facilities

Note 4.28.2

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Undisbursed amount of loans	891,520,000	188,355,497	891,520,000	188,355,497
Undrawn limits of overdrafts	1,198,150,786	577,672,664	1,198,150,786	577,672,664
Undrawn limits of credit cards	-	-	-	-
Undrawn limits of letter of credit	-	-	-	-
Undrawn limits of guarantee	-	-	-	-
Total	2,089,670,786	766,028,161	2,089,670,786	766,028,161



Capital commitments

Note 4.28.3

Capital expenditure approved by relevant authority of the bank but provision has not been made in financial statements is as follows:

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Capital commitments in relation to Property and Equipment				
Approved and contracted for	-	13,514,330	-	13,514,330
Approved but not contracted for	17,400,000	39,086,589	17,400,000	39,086,589
Sub total	17,400,000	52,600,919	17,400,000	52,600,919
Capital commitments in relation to Intangible assets				
Approved and contracted for	5,028,500	-	5,028,500	-
Approved but not contracted for	-	-	-	-
Sub total	5,028,500	-	5,028,500	-
Total	22,428,500	52,600,919	22,428,500	52,600,919

Lease commitments

Note 4.28.4

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Operating Lease Commitments				
Future minimum lease payments under non cancellable operating lease, where the bank is lessee				
Not later than 1 year	-	-	-	-
Later than 1 year but not later than 5 years	-	-	-	-
Later than 5 years	-	-	-	-
Sub total	-	-	-	-
Finance Lease Commitments				
Future minimum lease payments under non cancellable operating lease, where the bank is lessee				
Not later than 1 year	-	-	-	-
Later than 1 year but not later than 5 years	-	-	-	-
Later than 5 years	-	-	-	-
Sub total	-	-	-	-
Grand total	-	-	-	-

The Bank has not entered into any non cancellable operating lease arrangements.

Litigation

Note 4.28.5

The Bank has filed the case against the suspended staffs for the misappropriation of the bank's funds by creating the fictitious borrowers. The district court has given its decision in favor of the bank and ordered the defendants to return the misappropriated funds. The defendants have further appealed to the High Court against the decision of the district court which is again decided in favour of bank. The provision of NPR 3,732,083 has been made for the possible liabilities at the initial year of the dispute itself.

The Bank does not have any other litigation except the cases in ordinary course of business. The Bank does not anticipate any financial liability in these pending lawsuits.



Interest Income

Note 4.29

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Cash and Cash Equivalent	370,092,915	335,691,775	364,834,541	335,691,775
Due from Nepal Rastra Bank	-	-	-	-
Placement with Bank and Financial Institutions	-	-	-	-
Loan and Advances to Bank and Financial Institutions	10,681,355	-	10,681,355	-
Loans and Advances to Customers	6,000,845,993	4,720,907,522	6,000,845,993	4,720,907,522
Investment Securities	159,389,096	53,077,952	159,389,096	53,077,952
Loan and advances to Staff	56,742,378	8,926,740	56,742,378	8,926,740
Other Interest Income	-	-	-	-
Total interest income	6,597,751,736	5,118,603,989	6,592,493,363	5,118,603,989

Refer Note 13(a) for interest income recognition criterion.

Interest Expense

Note 4.30

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Due to Bank and Financial Institutions	323,987,954	426,370,698	323,987,954	426,370,698
Due to Nepal Rastra Bank	1,429,785	-	1,429,785	-
Deposits from Customers	3,993,432,083	2,797,457,858	4,007,691,371	2,797,457,858
Borrowing	-	-	-	-
Debt Securities Issued	-	-	-	-
Subordinated Liabilities	-	-	-	-
Other Charges	-	-	-	-
Total Interest expense	4,318,849,822	3,223,828,556	4,333,109,109	3,223,828,556

Fees and Commission Income

Note 4.31

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Loan Administration Fees	420,865,322	464,196,007	420,865,322	464,196,007
Service Fees	54,949,008	89,474,141	51,204,773	89,474,141
Consortium Fees	1,324,791	1,565,000	1,324,791	1,565,000
Commitment Fees	836,720	1,149,732	836,720	1,149,732
DD/TT/Swift Fees	29,417	-	29,417	-
Credit Card/ATM Issuance and Renewal Fees	5,362,815	5,729,443	5,362,815	5,729,443
Prepayment and Swap Fees	3,609,526	12,893,024	3,609,526	12,893,024
Investment Banking Fees	402,500	-	-	-
Asset Management Fees	49,249	-	-	-
Brokerage Fees	-	-	-	-
Remittance Fees	22,704,683	24,519,614	22,704,683	24,519,614
Commission on Letter Of Credit	40,766	8,853	40,766	8,853
Commission on Guarantee Contracts Issued	2,936,827	2,582,758	2,936,827	2,582,758
Commission on Share Underwriting/Issue	-	-	-	-
Locker Rental	446,550	390,650	446,550	390,650
Other Fees and Commission Income	1,599,954	13,126,706	267,901	13,126,706
Total Fees and Commission Income	515,158,130	615,635,927	509,630,094	615,635,927

Fees and Commission Expense

Note 4.32

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
ATM Management Fees	-	-	-	-
VISA/Master Card Fees	7,884,873	5,515,490	7,884,873	5,515,490
Guarantee Commission	-	-	-	-
Brokerage	-	-	-	-
DD/TT/Swift Fees	-	-	-	-
Remittance Fees and Commission	-	-	-	-
Other Fees and Commission Expense	15,435,713	8,224,307	14,878,090	8,224,307
Total Fees and Commission Expense	23,320,586	13,739,797	22,762,963	13,739,797

Payouts on account of fee and commission for services obtained by the bank is presented under this head.



Fees and Commission Expense

Note 4.33

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Changes in Fair Value of Trading Assets	(224,181)	-	-	-
Gain/loss on Disposal of Trading Assets	-	-	-	-
Interest Income on Trading Assets	-	-	-	-
Dividend Income on Trading Assets	-	-	-	-
Gain/loss Foreign Exchange Translation	6,259,454	8,060,584	6,259,454	8,060,584

Trading income comprises gains less losses relating to trading assets and liabilities, and includes all realized interests, dividends and foreign exchange differences as well as unrealized changes in fair value of trading assets and liabilities are presented under this head.

Other Operating Income

Note 4.34

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Foreign Exchange Revaluation Gain	7,513,320	(4,760,459)	7,513,320	(4,760,459)
Gain/loss on sale of Investment Securities	7,995,129	-	7,995,129	-
Fair value gain/loss on Investment Properties	-	-	-	-
Dividend on Equity Instruments	9,608,349	6,250,016	9,608,349	6,250,016
Gain/loss on sale of Property and Equipment	57,963	1,129,374	57,963	1,129,374
Gain/loss on sale of Investment Property	-	-	-	-
Operating Lease Income	-	-	-	-
Gain/loss on sale of Gold and Silver	-	-	-	-
Other Operating Income	-	-	-	-
- Share of Profit of Associates	1,507,249	3,220,757	1,507,249	3,220,757
- Provision written back	3,185,830	-	3,185,830	-
- Grant Income	2,791,309	-	2,791,309	-
- Other Income	2,997,404	7,459,257	2,997,404	7,459,257
Total	35,656,553	13,298,944	35,656,553	13,298,944



Impairment charge/(reversal) for loans and other losses

Note 4.35

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Impairment charge/(reversal) on Loan and Advances to BFIs	6,100,000	-	6,100,000	-
Impairment charge/(reversal) on Loan and Advances to Customers	310,756,628	146,046,231	310,756,628	146,046,231
Impairment charge/(reversal) on Financial Investment	-	-	-	-
Impairment charge/(reversal) on Placement with BFIs	-	-	-	-
Impairment charge/(reversal) on Property and Equipment	-	-	-	-
Impairment charge/(reversal) on Goodwill and Intangible assets	2,556,456	-	-	-
Impairment charge/(reversal) on Investment Properties	-	-	-	-
Total	319,413,084	146,046,231	316,856,628	146,046,231

Personnel Expenses

Note 4.36

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Salary	364,910,327	287,409,143	360,569,256	287,409,143
Allowances	281,274,294	162,905,476	280,965,194	162,905,476
Gratuity Expense	25,973,795	16,096,244	25,892,778	16,096,244
Provident Fund	27,736,520	18,200,272	27,385,350	18,200,272
Uniform	14,634,800	12,235,000	14,634,800	12,235,000
Training & Development Expense	13,131,801	10,828,471	13,098,461	10,828,471
Leave Encashment	11,971,527	18,402,549	11,745,189	18,402,549
Medical	-	-	-	-
Insurance	4,059,945	13,830,003	3,953,465	13,830,003
Employees Incentive	3,901,076	5,364,897	3,901,076	5,364,897
Cash-Settled Share-Based Payments	-	-	-	-
Pension Expense	-	-	-	-
Finance Expense under NFRS	40,144,923	3,821,427	40,144,923	3,821,427
Other Expenses related to Staff	3,212,271	-	1,396,186	-
Subtotal	790,951,279	549,093,482	783,686,678	549,093,482
Employees Bonus	113,177,934	135,398,215	112,112,700	135,398,215
Grand Total	904,129,213	684,491,697	895,799,378	684,491,697

Employees Bonus is provided at 10% of net profit before bonus and taxes as per the requirement of Bonus Act, 2030.



Other Operating Expenses

Note 4.37

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Directors' Fee	1,008,600	768,500	802,000	768,500
Directors' Expense	1,187,260	1,582,141	1,179,299	1,582,141
Auditors' Remuneration	1,113,000	800,000	1,000,000	800,000
Other Audit Related Expense	1,660	-	-	-
Professional and Legal Expense	2,555,714	5,396,737	2,407,159	5,396,737
Office Administration Expense	294,072,084	248,778,228	291,917,941	248,778,228
Operating Lease Expense	131,884,370	96,273,374	129,280,652	96,273,374
Operating Expense of Investment Properties	-	-	-	-
Corporate Social Responsibility Expense	7,718,583	7,777,827	7,718,583	7,777,827
Onerous Lease Provisions	-	-	-	-
Other	530,164	1,779,606	530,164	1,779,606
Total	440,071,434	363,156,413	434,835,797	363,156,413

All operating expense other than those relating to personnel expense are recognized and presented under this head. The details of the office administration expenses is presented in Note 4.37.1.



Office Administration Expense

Note 4.37.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Water & Electricity	23,024,542	18,545,413	22,899,172	18,545,413
Repair & Maintenance				
(a) Building	41,328	14,695	41,328	14,695
(b) Vehicle	2,661,554	2,701,947	2,661,554	2,701,947
(c) Office Equipment & Furniture	2,688,231	2,115,509	2,663,241	2,115,509
(d) Computer & Accessories	330,676	271,513	330,676	271,513
(e) Others	1,041,215	1,638,767	1,041,215	1,638,767
Insurance	4,263,823	3,363,114	4,263,823	3,363,114
Postage, Telex, Telephone & Fax	33,611,822	26,297,621	33,380,523	26,297,621
Printing, Stationery & Small Purchases	26,828,006	32,686,014	26,584,190	32,686,014
Newspaper, Books and Journals	492,468	503,321	472,228	503,321
Advertisement	12,860,040	8,981,168	12,759,620	8,981,168
Donation	560,000	350,235	560,000	350,235
Security Expenses	81,744,077	63,013,257	81,744,077	63,013,257
Deposit and Loan Insurance Guarantee Premium	21,650,669	16,137,589	21,650,669	16,137,589
Travel Allowance & Expenses	8,530,809	10,651,456	8,530,809	10,651,456
Entertainment	458,286	209,667	458,286	209,667
Annual/Special General Meeting Expenses	1,801,934	1,130,616	1,764,772	1,130,616
Others				
Business Promotion & Sponsorship	23,518,961	20,161,317	23,411,494	20,161,317
Cleaning & Sanitation	4,500,789	2,227,388	4,362,391	2,227,388
Fuel & Gas	8,713,310	8,326,922	8,665,783	8,326,922
Official Program Expenses	3,573,700	5,674,985	3,573,700	5,674,985
Renewal & Registration	10,210,105	5,509,358	9,640,105	5,509,358
Small Office Utilities	5,017,881	2,040,060	5,017,881	2,040,060
Software Subscription & Support	6,993,516	4,099,853	6,778,404	4,099,853
Share Related Expenses	664,148	4,793,931	1,005,034	4,793,931
Tea, Coffee and Snacks	6,226,899	6,722,015	6,071,682	6,722,015
Property & Equipment Written Off	1,052,882	366,035	1,052,882	366,035
Other Administrative Expenses	1,010,414	244,466	532,405	244,466
Total	294,072,084	248,778,228	291,917,941	248,778,228





Depreciation and Amortisation

Note 4.38

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Depreciation on Property and Equipment	129,958,019	103,733,672	128,920,428	103,733,672
Depreciation on Investment Property	-	-	-	-
Amortisation of Intangible Assets	2,987,702	2,547,122	2,913,982	2,547,122
Total	132,945,722	106,280,794	131,834,410	106,280,794

Non Operating Income

Note 4.39

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Recovery of loan written off	-	-	-	-
Other income	173,125	527,975	173,125	527,975
Total	173,125	527,975	173,125	527,975

The income that have no direct relationship with the operation of transactions is presented under this head.

Non Operating Expenses

Note 4.40

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Loan Written off	-	-	-	-
Redundancy Provision	-	-	-	-
Expense of Restructuring	-	-	-	-
Other Expense	-	-	-	-
Total	-	-	-	-

The expenses that have no direct relationship with the operation of transactions is presented under this head.

Non Operating Expenses

Note 4.41

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Current tax expense				
Current year	320,575,496	416,874,069	316,961,512	416,874,069
Adjustments for prior years	-	746,699	-	746,699
Deferred tax expense				
Origination and reversal of temporary differences	(14,210,370)	(55,203,314)	(15,352,326)	(55,203,314)
Changes in tax rate	-	-	-	-
Recognition of previously unrecognised tax losses	-	-	-	-
Total income tax expense	306,365,127	362,417,453	301,609,186	362,417,453

Reconciliation of tax expense and accounting profit

Note 4.41.1

Particulars	Group		Bank	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Profit before tax	1,016,044,956	1,218,583,932	1,009,014,303	1,218,583,932
Tax amount at tax rate of 30%	302,704,291	365,575,180	302,704,291	365,575,180
Add: Tax effect of expenses that are not deductible for tax purpose	16,531,244	13,795,296	16,531,244	13,795,296
Less: Tax effect on exempt income	2,274,023	(2,530,876)	2,274,023	(2,530,876)
Add/less: Tax effect on other items	-	40,781,168	-	40,781,168
Total income tax expense	321,509,557	417,620,767	316,961,512	417,620,767
Effective tax rate	31.64%	34.27%	31.41%	34.27%



Statement of Distributable Profit or Loss

For the year ended 31st Asar 2077

(As per NRB Regulation)

Particulars	Bank	
	31st Asar 2077	31st Asar 2076
Retained Earnings of previous year available for distribution	24,286,498	136,379,532
Net profit or (loss) as per statement of profit or loss	707,405,117	856,166,479
Appropriations:		
a. General Reserve	(141,481,023)	(171,233,296)
b. Foreign Exchange Fluctuation Fund	(1,878,330)	-
c. Capital Redemption Reserve	-	-
d. Corporate Social Responsibility Fund	(7,074,051)	(8,561,665)
e. Employees' Training Fund	-	-
f. Other		
- Investment Adjustment Reserve	-	3,133,566
- CSR Expenses routed through SoPL	7,718,583	7,777,827
- Share of profit of Associate company accounted as per equity method	(1,507,249)	(3,220,757)
- Realised Gain on Derecognition of Equity Instrument	396,724	-
- Transaction Cost attributable to the issuance of Equity Shares	(2,623,568)	-
Profit or (loss) before regulatory adjustment	585,242,700	820,441,686
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	(4,306,836)	(21,876,083)
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	20,007,448	(20,007,448)
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	-	-
e. Deferred tax assets recognised (-)/ reversal (+)	(6,233,705)	(39,066,937)
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/resersal (+)	-	-
h. Actuarial loss recognised (-)/reversal (+)	-	-
i. Other (+/-)		
- Gains/(losses) from investments in equity instruments	19,069,554	(33,860,154)
Distributable profit or (loss)	613,779,161	705,631,064

5.1 Risk Management

The robust risk management capabilities is imperative in order to achieve an effective risk management framework and contain the risks associated with the business, a fully functional Risk Management Committee is responsible for identifying reporting, controlling and managing credit risk, operational risk, market risk & liquidity risk. The Risk Management Committee oversees global, macro, micro and departmental level risk that arise out of daily business operation as well as on periodic basis and are put to the oversight of Senior Management, Risk Management Committee and the Board committee to discuss the reports thereon and issue instructions as appropriate.

🔴 Risk Management Committee:

The Risk Management Committee is an independent committee of the Directors that has, as its sole and exclusive function, responsibility for the risk management policies of the Bank and oversight of implementation of risk management framework of Bank. The committee assists the Board of Directors in fulfilling its oversight responsibilities with regard to risk appetite that the Bank is able and willing to assume in its exposures and business activities, risk management, compliance framework, and governance structure that supports it. It periodically reviews the risk management process to ensure its integrity, accuracy, and reasonableness. It also reviews whether the internal control and risk management system is adequate or not to ensure well-ordered and prudent conduct of business. The committee reviews the overall risk management structure and monitor the effectiveness of the risk management system.

🔴 Risk Governance

The Bank implemented policies and procedures to mitigate the risk at enterprises level arising to the bank and has trained risk culture among the employees by establishing ownership mentality, capacity building programs, well defined job responsibilities and inhabiting good ethical culture. The Risk Management Committee is responsible for the establishment of, and compliance with, policies relating to Operation risk & Credit risk.

The Bank's risk governance structure is such that the responsibility for maintaining risk within the banks risk blanket is dropped down from the Board to the appropriate functional, client business, senior management and committees. The Board has set policies and procedures of risk identification, risk evaluation, risk mitigation, and control/ monitoring in line with NRB directives, and has effectively implemented the same at the Bank. The effectiveness of the Bank's internal control system is reviewed regularly by the Board, its committees, senior management, and internal audit committee.

🔴 Credit Risk

Credit risk management strategies include effectively managing the risk of financial losses arising out of booking an exposure on counterparty and also ensuring independence of the credit risk function from the origination, trading and sales function. Credit risk is managed through a defined framework which sets out policies, procedures and standards covering the measurement and management of credit risk. Clear segregation of duties has been established between transaction originator in the business and the approvers in the risk function.

Credit Risk Mitigation (CRM)

The Bank follows the well defined procedures to manage and mitigate the credit related risk at the various level:

- The credit applications are initially reviewed at the branch where the branch assess the credit worthiness of the proposed borrower and the quality of the security offered.
- As a second level of defense the Business Development Officers have been appointed at the regional level to independently oversee whether the proceeding of the loan approval, creditworthiness and collateral offered complies with the bank's and central bank's norms.



- The credit proposal, if exceeds the prescribed threshold are then reviewed by the Risk Management Department which evaluates the underlying risk of the proposal and decides whether the proposal is within the risk appetite of the bank. This department is independent of the business unit and reports directly to the Board level committee, Risk Management Committee.
- After due review and identification of the underlying risk by the Risk Management Department, the proposal passes through different approving authorities depending upon the type of the proposal (funded or unfunded), level of underlying risk and amount of the proposal.
- Once the proposal is approved by the prescribed approving authority, the execution of security documents, post approval proceeding are initiated and completed at the branch level. The Credit Administration Department reviews the security documents to ensure compliance with the Bank's and Central Bank's norms before disbursement of the credit facilities.
- As a measure to mitigate the risk after disbursal, the bank monitors and reviews on quarterly to annual basis depending upon the type of the facilities. The level of risk and early warning signals (EWS) are identified on every review and necessary actions are taken if required.
- The internal audit function of the bank on the periodic basis independently observes the compliance and the status of the borrowers and recommends the management with the best practices that has to be adopted. The internal audit department directly reports the Audit Committee which is a board level committee.
- On the portfolio level, the bank's risk management strategies includes diversifying the borrowing pool, risk based pricing, establishing the suitable exposure limits for borrowers and group of borrowers to ensure the risk exposure is under the risk appetite expressed by the Risk Management Policy of the bank.

Operational Risk

Operational risk stems from the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. Operational risk is recognized as a separate risk category which the bank manages through Risk Management Guideline approved by the Board. The primary oversight body for the management of operational risk is the Risk Management Committee. The bank has also in place the dedicated Risk Management Department for monitoring and reporting the operational risk faced by the bank. The Bank have "Operational Risk Monitoring & Reporting Framework 2019" to identify and mitigate the operational risk at bank as a whole, implementing control points and creating measures for any hostile circumstances.

Risk management generally encompasses the process of identifying risks to the bank, measuring exposures to those risks, ensuring that the risk is below the risk appetite of the bank and monitoring program is in place, monitoring risk exposures and corresponding capital needs on an ongoing basis, taking steps to control or mitigate risk exposures and reporting to Risk Management Committee and the Board on the bank's risk exposures and capital positions. Internal controls are typically embedded in a bank's day-to-day business and are designed to ensure, to the extent possible, that bank activities are efficient and effective, information is reliable, timely and complete and the bank is compliant with applicable laws and regulation.



Risks	Potential Risk	Risk Mitigants
Internal Process Risks	Overriding the implemented standard operating procedures and processes.	The Bank has implement the well defined set of polices and processes for the execution of the every type of task in branch and department. The compliance to the same is examined by Internal Audit Department on an ongoing basis.
People Risks	Untrained or underdeveloped staffs	Ensure employees are well trained on the basis of their functions.
	Poor HR management	Ensuring right and adequate staff at the right place.
	Fraud and Misappropriations	Regular internal check and reconciliations.
	Absenteeism and late attendance	Checked through the implementation of bio metric attendance device and human resource software.
	Attrition Risk	Formal process are in place for succession planning. Further the various staffs facilities have been extended to the employees to retain, motivate and reduce the attrition risks.
Information System Risks	Physical Threats	CCTV, access door, panic alarm is placed in various places.
	Cyber Attacks	Use of firewall, antivirus, other software and regular monitoring.
	Infrastructure failures	Separate disaster recovery site (near site and far site) has been set up.
	Loss of Data	Data back up is kept on regular basis.
<p>The Bank has in place the "Business Continuity and Disaster Recovery Policy" which set outs the contingency and alternative plans in case system failure due to external and internal events and ensure minimum down time. The bank's systems is regularly updated to keep pace with information requirement.</p>		
Compliance Risks	Breach of laws and regulations.	To ensure the compliance with all regulatory requirements including reporting impact of regulatory changes separate Compliance Department has been set up.
External Events	Theft or Destruction of Bank's Assets	Physical security of the Bank is under 24 hour surveillance both vide CCTV and security guard.
	Natural Disaster Risk	"Business Continuity and Disaster Recovery Policy" are followed in case of the unfavorable circumstances due to natural disasters.

Market Risk

Market risk refers to the risk to a bank resulting from movements in market prices, in particular, changes in interest rates, foreign exchange rates, and equity and commodity prices. Market risk is defined as the risk of losses in on and off-balance sheet positions arising from movements in market prices. The risks subject to this requirement are as follows:

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.

Currency Risk:

Foreign exchange risk is the potential for the Bank to experience volatility in the value of its assets, liabilities and solvency and to suffer actual financial losses as a result of changes in value between the currencies of its assets and liabilities and its reporting currency.

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 Bank recognizes market risk as the possibility for loss of earnings or economic value to the Bank caused due to adverse changes in the market level of interest rates or prices of securities (equity), foreign exchange rates and volatilities of those prices. Bank has an Asset Liability Management Committee (ALCO) which meets periodically to discuss product pricing for deposits and advances and maturity profiles of assets and liabilities, articulating interest rate, view of bank, funding policy, transfer pricing policy and balance sheet management. Market risk comprises three types of risk: foreign exchange rates (currency risk), market interest rates (interest rate risk), and market prices (price risk).

Liquidity Risk

Liquidity risk is the risk that a company or bank may be unable to meet short term financial demands. This usually occurs due to the inability to convert a security or hard asset to cash without a loss of capital and/or income in the process. Liquidity risk arises because of the possibility that the Bank might be unable to meet its payment obligations when they fall due, as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. Such scenarios could occur when funding needed for liquid asset positions is not available to the Bank on acceptable terms.

The Bank measures the liquidity by the various financial ratios. The favorable liquidity ratios are the outcome of the effective liquidity management policies of the bank. The Bank monitor these ratios closely and determine whether the liquidity management strategies and policies adopted by are appropriate in circumstances. These ratios also function to fill the void that may exists between the changing economic environment vis-à-vis the bank liquidity management policies. The liquidity risk is daily monitored by the Treasury Department and the liquidity ratio is also maintained above the regulatory requirement.

The following table depicts the maturity profile of the assets and liabilities as at the closing date which is closely monitored to determine the liquidity level:

In 000's						
Particulars	1-90 Days	91-180 Days	181-270 Days	271-365 Days	Over 1 Year	Total Amount
Assets						
Cash and Cash Equivalent	8,199,383	-	-	-	-	8,199,383
Due from Nepal Rastra Bank	2,019,027	-	-	-	-	2,019,027
Loans and Advances	32,624,239	473,575	749,135	1,038,636	13,379,220	48,264,805
Investment Securities	6,322,915	-	-	-	269,894	6,592,809
Current Tax Assets	-	-	-	69,151	-	69,151
Investment in Subsidiaries	-	-	-	-	117,500	117,500
Investment in Associates	-	-	-	-	54,728	54,728
Property and Equipment	-	-	-	-	764,783	764,783
Goodwill and Intangible Assets	-	-	-	-	9,772	9,772
Deferred Tax Assets	-	-	-	-	45,301	45,301
Other Assets	2,888	4,242	-	-	203,706	210,835
Total Assets	49,168,450	477,816	749,135	1,107,787	14,844,904	66,348,093
Liabilities						
Due to BFIs	2,322,271	-	-	-	-	2,322,271
Deposits from Customers	11,510,947	10,652,636	6,247,012	8,007,294	20,892,974	57,310,863
Provisions	-	-	-	-	3,732	3,732
Other Liabilities	207,085	112,597	-	-	573,086	892,769
Total Liabilities	14,040,303	10,765,233	6,247,012	8,007,294	21,469,792	60,529,634
Net Assets	35,128,148	(10,287,417)	(5,497,877)	(6,899,507)	(6,624,889)	5,818,459
Cumulative Assets	35,128,148	24,840,731	19,342,854	12,443,347	5,818,459	-



5.2 Capital Management

- i. The Bank manages its capital to meet regulatory norms and current and future business needs considering the risks in its business. For the purpose of effective management of the capital the bank has formulated and implemented the Internal Capital Adequacy Assessment Procedure (ICAAP) which encompasses policies, processes and methodologies to determine the adequate level of capitalisation for the Bank to meet regulatory norms and current and future business needs under normal as well and under stress scenarios. The board of directors on the frequent interval monitor the capital adequacy position and the risk weighted assets and take a necessary steps as appropriate.

The Bank capital comprise of the fully paid equity shares, statutory reserves and other reserves. During the reporting period the bank has not raised the capital through the hybrid capital instrument.

ii. Capital Structure and Capital Adequacy

1. Tier 1 Capital and a breakdown of its components is as follows:

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Paid up Equity Share Capital	4,324,989	3,064,760
ii.	Share Premium	64,012	-
iii.	Statutory General Reserves	723,965	582,484
iv.	Retained Earnings	613,779	705,631
v.	Un-audited current year cumulative profit/(loss)	-	-
vi.	Capital Redemption Reserve	-	-
vii.	Capital Adjustment Reserve	-	-
viii.	Dividend Equalization Reserves	-	-
ix.	Other Free Reserve	-	-
x.	Less: Goodwill	-	-
xi.	Less: Deferred Tax Assets	-	-
xii.	Less: Fictitious Assets	-	-
xiii.	Less: Investment in equity in licensed Financial Institutions	-	-
xiv.	Less: Investment in equity of institutions with financial interests	(117,500)	(117,500)
xv.	Less: Investment in equity of institutions in excess of limits	(32,000)	(32,000)
xvi.	Less: Investments arising out of underwriting commitments	-	-
xvii.	Less: Reciprocal crossholdings	-	-
xviii.	Less: Purchase of land & building in excess of limit and unutilized	-	-
xix.	Less: Other Deductions	-	-
Total Tier 1 Capital		5,577,246	4,203,375

2. Tier 2 Capital and a breakdown of its components is as follows:

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Cumulative and/or Redeemable Preference Share	-	-
ii.	Subordinated Term Debt	-	-
iii.	Hybrid Capital Instruments	-	-
iv.	General loan loss provision	582,443	393,056
v.	Exchange Equalization Reserve	1,917	39
vi.	Investment Adjustment Reserve	1,500	1,500
vii.	Asset Revaluation Reserve	-	-
viii.	Other Reserves	-	-
Total Tier 2 Capital		585,860	394,594



3. Details of Subordinated Term Debt:

The bank has not issued any Subordinated Term Debt.

4. Deductions from Capital:

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Investment in equity of institutions with financial interests*	117,500	117,500
ii.	Investment in equity of institutions in excess of limits**	32,000	117,500
Total Deductions		384,500	384,500

* Investment made in Bank's subsidiary, Muktinath Capital Limited.

** Investment made in Bank's associate company, Muktinath Krishi Company Limited.

5. Total Qualifying Capital:

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Core Capital (Tier 1)	5,577,246	4,203,375
ii.	Supplementary Capital (Tier 2)	585,860	394,594
Total Capital Fund		6,163,106	4,597,970

6. Capital Adequacy Ratio:

In %

S.N.	Particulars	Regulatory Requirement	31st Asar 2077	31st Asar 2076
i.	Tier 1 Capital to Total Risk Weighted Exposures	6.00%	11.97%	12.29%
ii.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	10.00%	13.23%	13.44%

iii. Risk Exposure

1. Risk Weighted Exposures and Capital Adequacy Table

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
1.	Risk Exposures:		
	Risk Weighted Exposure for Credit Risk	40,183,226	32,249,887
	Risk Weighted Exposure for Operational Risk	2,762,171	1,934,784
	Risk Weighted Exposure for Market Risk	57,156	30,632
	Risk Weighted Exposures under Credit, Operational and Market Risk	43,002,553	34,215,304
	Adjustments under Pillar II :	3,592,862	-
	4% of gross income for Operational Risk	1,012,708	-
	3% of RWE for risk management policies and procedures	1,290,077	-
	3% of RWE for disclosure requirement	1,290,077	-
	Total Risk Weighted Exposures	46,595,414	34,215,304
2.	Capital Fund		
	Core Capital (Tier 1)	5,577,246	4,203,375
	Supplementary Capital (Tier 2)	585,860	394,594
	Total Capital Fund	6,163,106	4,597,970
3.	Capital Adequacy Ratios		
	Total Core Capital to Total Risk Weighted Exposures	11.97%	12.29%
	Total Capital Fund to Total Risk Weighted Exposures	13.23%	13.44%



2. Risk weighted exposures under each of 11 categories of Credit Risk

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Claims on Government and Central Bank	-	-
ii.	Claims on Other Official Entities	-	-
iii.	Claims on Banks	1,436,102	1,385,074
iv.	Claims on Domestic Corporates and Securities Firms	4,292,697	3,272,866
v.	Claims on Regulatory Retail Portfolio	21,261,195	11,324,249
vi.	Claims Secured by Residential Properties	6,652,006	8,631,305
vii.	Claims Secured by Commercial Real Estate	-	2,951,622
viii.	Past Due Claims	147,326	36,711
ix.	High Risk Claims	2,292,979	1,515,170
x.	Other Assets	3,358,155	2,396,828
xi.	Off Balance Sheet Items	399,752	736,061
Total Credit Risk		39,840,212	32,249,887

3. Types of eligible credit risk mitigants used and the benefits availed under CRM:

Rs. in '000

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Deposits with Banks	242,887	335,741
ii.	Deposits with other banks/financial institutions	-	-
iii.	Gold	260,888	226,465
iv.	Government and NRB Securities	-	-
v.	Guarantee of Government of Nepal	-	-
vi.	Securities/Guarantee of other Sovereigns	-	-
vii.	Guarantee of Domestic Banks	-	-
viii.	Guarantee of Multilateral Development Banks	-	-
ix.	Guarantee of Foreign Banks	-	-
Total Credit Risk Mitigants		503,775	562,206

4. Amount of Non Performing Assets:

Rs. in '000

S.N.	Loan Classification	31st Asar 2077		31st Asar 2076	
		Gross Amount	Provision	Net of Provision	Net Provision
i.	Restructure/Reschedule Loan	-	-	-	-
ii.	Substandard Loan	65,760	16,440	49,320	15,711
iii.	Doubtful Loan	151,110	75,555	75,555	1,431
iv.	Loss Loan	7,767	7,767	-	-
Total Provisions		224,637	99,762	124,875	17,142



5. Non Performing Assets Ratios:

In %

S.N.	Particulars	31st Asar 2077	31st Asar 2076
As per Revised Assets Classification norms of NRB			
i.	Gross NPA to Gross Loan and Advances	0.46%	-
ii.	Net NPA to Net Loan and Advances	0.26%	-
As per Old Assets Classification norms of NRB			
i.	Gross NPA to Gross Loan and Advances	3.31%	0.07%
ii.	Net NPA to Net Loan and Advances	2.34%	0.03%

6. Movement on Provision for Good and Non Performance Loans:

S.N.	Loan Class	31st Asar 2077	31st Asar 2076	Change in %
For loan classified as Good				
i.	Pass	617,015	377,923	63.26%
ii.	Watchlist	3,144	15,133	-79.23%
For loan classified as NPA				
i.	Substandard Loan	16,440	5,237	213.92%
ii.	Doubtful Loan	75,555	1,431	5179.15%
iii.	Loss Loan	7,767	3,340	132.58%
Total		719,920	403,064	78.61%

7. Write off of Loans and Interest Suspense

S.N.	Particulars	31st Asar 2077	31st Asar 2076
i.	Write Off of Loans	-	-
ii.	Write Off of interest suspense	-	-
Total		-	-





8. Risk Weighted Exposure for Credit Risk

Rs. in '000

A. Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Cash Balance	1,288,622	-	-	1,288,622	0%	-
Balance With Nepal Rastra Bank	2,020,370	-	-	2,020,370	0%	-
Gold	-	-	-	-	0%	-
Investment in Nepalese Government Securities	6,596,253	-	-	6,596,253	0%	-
All Claims on Government of Nepal	-	-	-	-	0%	-
Investment in Nepal Rastra Bank securities	-	-	-	-	0%	-
All claims on Nepal Rastra Bank	-	-	-	-	0%	-
Claims on Foreign Government and Central Bank (ECA 0-1)	-	-	-	-	0%	-
Claims on Foreign Government and Central Bank (ECA -2)	-	-	-	-	20%	-
Claims on Foreign Government and Central Bank (ECA -3)	-	-	-	-	50%	-
Claims on Foreign Government and Central Bank (ECA-4-6)	-	-	-	-	100%	-
Claims on Foreign Government and Central Bank (ECA -7)	-	-	-	-	150%	-
Claims On BIS, IMF, ECB, EC and MDB's recognized by the framework	-	-	-	-	0%	-
Claims on Other Multilateral Development Banks	-	-	-	-	100%	-
Claims on Domestic Public Sector Entities	-	-	-	-	100%	-
Claims on Public Sector Entity (ECA 0-1)	-	-	-	-	20%	-
Claims on Public Sector Entity (ECA 2)	-	-	-	-	50%	-
Claims on Public Sector Entity (ECA 3-6)	-	-	-	-	100%	-
Claims on Public Sector Entity (ECA 7)	-	-	-	-	150%	-
Claims on domestic banks that meet capital adequacy requirements	7,180,510	-	-	7,180,510	20%	1,436,102
Claims on domestic banks that do not meet capital adequacy requirements	-	-	-	-	100%	-
Claims on foreign bank (ECA Rating 0-1)	-	-	-	-	20%	-
Claims on foreign bank (ECA Rating 2)	-	-	-	-	50%	-
Claims on foreign bank (ECA Rating 3-6)	-	-	-	-	100%	-
Claims on foreign bank (ECA Rating 7)	-	-	-	-	150%	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital requirement	-	-	-	-	20%	-
Claims on Domestic Corporates	4,302,697	-	10,000	4,292,697	100%	4,292,697
Claims on Foreign Corporates (ECA 0-1)	-	-	-	-	20%	-
Claims on Foreign Corporates (ECA 2)	-	-	-	-	50%	-
Claims on Foreign Corporates (ECA 3-6)	-	-	-	-	100%	-
Claims on Foreign Corporates (ECA 7)	-	-	-	-	150%	-

Continue...





A. Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Regulatory Retail Portfolio (Not Overdue)	28,802,840	-	454,579	28,348,260	75%	21,261,195
Claims fulfilling all criterion of regularity retail except granularity	-	-	-	-	100%	-
Claims secured by residential properties	11,072,290	-	-	11,072,290	60%	6,643,374
Claims not fully secured by residential properties	-	-	-	-	150%	-
Claims secured by residential properties (Overdue)	19,866	11,234	-	8,632	100%	8,632
Claims secured by Commercial real estate	343,014	-	-	343,014	100%	343,014
Past due claims (except for claims secured by residential properties)	185,516	87,299	-	98,217	150%	147,326
High Risk claims	1,567,848	-	39,195	1,528,653	150%	2,292,979
Lending Against Securities (Bonds & Shares)	1,418,485	-	-	1,418,485	100%	1,418,485
Investments in equity and other capital instruments of institutions listed in stock exchange	253,336	48,372	-	204,964	100%	204,964
Investments in equity and other capital instruments of institutions not listed in the stock exchange	214,521	-	-	214,521	150%	321,781
Staff loan secured by residential property	231,067	-	-	231,067	50%	115,534
Interest Receivable/claim on government securities	65,569	-	-	65,569	0%	-
Cash in transit and other cash items in the process of collection	-	-	-	-	20%	-
Other Assets	1,627,788	330,397	-	1,297,391	100%	1,297,391
Total (A)	67,190,592	477,302	503,775	66,209,516		39,783,474





B. Off Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Revocable Commitments	-	-	-	-	0%	-
Bills Under Collection	-	-	-	-	0%	-
Forward Exchange Contract Liabilities	-	-	-	-	10%	-
LC Commitments With Original Maturity Upto 6 months domestic counterparty	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	100%	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	150%	-
LC Commitments With Original Maturity Over 6 months domestic counterparty	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	100%	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	150%	-
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	159,399	-	6,552	152,847	50%	76,423
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	100%	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	150%	-
Underwriting commitments	-	-	-	-	50%	-
Lending of Bank's Securities or Posting of Securities as collateral	-	-	-	-	100%	-
Repurchase Agreements, Assets sale with recourse	-	-	-	-	100%	-
Advance Payment Guarantee	107,451	-	2,470	104,981	100%	104,981
Financial Guarantee	-	-	-	-	100%	-
Acceptances and Endorsements	-	-	-	-	100%	-
Unpaid portion of Partly paid shares and Securities	50,000	-	-	50,000	100%	50,000
Irrevocable Credit commitments (short term)	841,738	-	-	841,738	20%	168,348
Irrevocable Credit commitments (long term)	-	-	-	-	50%	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital requirement	-	-	-	-	20%	-
Other Contingent Liabilities	-	-	-	-	100%	-
Unpaid Guarantee Claims	-	-	-	-	200%	-
Total (B)	1,158,588	-	9,022	1,149,566		399,752
Total RWE for Credit Risk (A) +(B)	68,349,180	477,302	512,797	67,359,082		40,183,226





9. Eligible Credit Risk Mitigants

Rs. in '000

A. Balance Sheet Exposures:	Deposits with Bank	Deposits with other banks/FI	Gold	Govt. & NRB Securities	Guarantee of Govt. of Nepal	Sec/ Guarantee of Other Sovereigns	Guarantee of domestic banks	Guarantee of MDBs	Sec/ Guarantee of Foreign Banks	Total
Claims on Foreign government and Central Bank (ECA -2)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign government and Central Bank (ECA -3)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign government and Central Bank (ECA-4-6)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign government and Central Bank (ECA -7)	-	-	-	-	-	-	-	-	-	-
Claims on Other Multilateral Development Banks	-	-	-	-	-	-	-	-	-	-
Claims on Domestic Public Sector Entities	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 0-1)	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 2)	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 3-6)	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 7)	-	-	-	-	-	-	-	-	-	-
Claims on domestic banks that meet capital adequacy requirements	-	-	-	-	-	-	-	-	-	-
Claims on domestic banks that do not meet capital adequacy requirements	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital requirement	-	-	-	-	-	-	-	-	-	-
Claims on Domestic Corporates	10,000	-	-	-	-	-	-	-	-	10,000
Claims on Foreign Corporates (ECA 0-1)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign Corporates (ECA 2)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign Corporates (ECA 3-6)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign Corporates (ECA 7)	-	-	-	-	-	-	-	-	-	-
Regulatory Retail Portfolio (Not Overdue)	198,106	-	256,473	-	-	-	-	-	-	454,579
Claims fulfilling all criterion of regularity retail except granularity	-	-	-	-	-	-	-	-	-	-
Claims secured by residential properties	-	-	-	-	-	-	-	-	-	-

Continue...



A. Balance Sheet Exposures:	Deposits with Bank	Deposits with other banks/FI	Gold	Govt. & NRB Securities	Guarantee of Govt. of Nepal	Sec/ Guarantee of Other Sovereigns	Guarantee of domestic banks	Guarantee of MDBs	Sec/ Guarantee of Foreign Banks	Total
Claims not fully secured by residential properties	-	-	-	-	-	-	-	-	-	-
Claims secured by residential properties (Overdue)	-	-	-	-	-	-	-	-	-	-
Claims secured by Commercial Real Estate	-	-	-	-	-	-	-	-	-	-
Past due claims (except for claims secured by residential properties)	-	-	-	-	-	-	-	-	-	-
High Risk claims	34,781	-	4,415	-	-	-	-	-	-	39,195
Lending Against Securities (Bonds & Shares)	-	-	-	-	-	-	-	-	-	-
Investments in equity and other capital instruments of institutions listed in stock exchange	-	-	-	-	-	-	-	-	-	-
Investments in equity and other capital instruments of institutions not listed in the stock exchange	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-
Total (A)	242,887	-	260,888	-	-	-	-	-	-	503,775





9. Eligible Credit Risk Mitigants

Rs. in '000

B. Off Balance Sheet Exposures	Deposits with Bank	Deposits with other banks/FI	Gold	Govt. & NRB Securities	Guarantee of Govt. of Nepal	Sec/ Guarantee of Other Sovereigns	Guarantee of domestic banks	Guarantee of MDBs	Sec/ Guarantee of Foreign Banks	Total
Forward Exchange Contract Liabilities	-	-	-	-	-	-	-	-	-	-
LC Commitments With Original Maturity Upto 6 months domestic counterparty	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
LC Commitments With Original Maturity Over 6 months domestic counterparty	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	6,552	-	-	-	-	-	-	-	-	6,552
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
Underwriting commitments	-	-	-	-	-	-	-	-	-	-
Lending of Bank's Securities or Posting of Securities as collateral	-	-	-	-	-	-	-	-	-	-
Repurchase Agreements, Assets sale with recourse	-	-	-	-	-	-	-	-	-	-
Advance Payment Guarantee	2,470	-	-	-	-	-	-	-	-	2,470
Financial Guarantee	-	-	-	-	-	-	-	-	-	-
Acceptances and Endorsements	-	-	-	-	-	-	-	-	-	-
Unpaid portion of Partly paid shares and Securities	-	-	-	-	-	-	-	-	-	-
Irrevocable Credit commitments (short term)	-	-	-	-	-	-	-	-	-	-
Irrevocable Credit commitments (long term)	-	-	-	-	-	-	-	-	-	-
Other Contingent Liabilities	-	-	-	-	-	-	-	-	-	-
Unpaid Guarantee Claims	-	-	-	-	-	-	-	-	-	-
Total (B)	9,022	-	-	-	-	-	-	-	-	9,022
Total Credit Risk Mitigants (B)	251,909	-	260,888	-	-	-	-	-	-	512,797

10. Risk Weighted Exposure for Operational Risk

Rs. in '000

Particulars	Financial Year		
	2073-74	2074-75	2075-76
Net Interest Income	1,031,815	1,258,103	1,894,775
Commission and Discount Income	39,985	65,125	615,636
Other Operating Income	181,453	340,938	18,059
Exchange Fluctuation Income	-	254	3,300
Addition/Deduction in Interest Suspense during the period	20,762	54,137	-
Gross income (a)	1,274,015	1,718,557	2,531,771
Alfa (b)	15%	15%	15%
Fixed Percentage of Gross Income [c=(a×b)]	191,102	257,784	379,766
Capital Requirement for operational risk (d) (average of c)			276,217
Risk Weight (reciprocal of capital requirement of 10%) in times (e)			10
Equivalent Operational Risk Weight Exposure [f=(d×e)]			2,762,171

11. Risk Weighted Exposure for Market Risk

Rs. in '000

Currency	Open Position (FCY)	Exchange Rate	Open Position (NPR)	Relevant Open Position
Indian Rupee	6	1.60	10	10
United States Dollar	528	120.55	63,648	63,648
Great Britain Pound	13	151.60	1,904	1,904
Euro	211	137.48	28,998	28,998
Thai Baht	21	3.51	75	75
Swiss Franc	11	127.74	1,364	1,364
Australian Dollar	33	84.95	2,776	2,776
Canadian Dollar	9	88.13	798	798
Singapore Dollar	3	86.28	260	260
Japanese Yen	1,457	1.12	1,634	1,634
Hong Kong Dollar	16	15.43	253	253
Danish Kroner	60	18.08	1,077	1,077
Swedish Kroner	-	-	-	-
Saudi Arabian Riyal	167	31.82	5,310	5,310
Qatari Riyal	40	32.75	1,325	1,325
Emirati Dirham	36	31.63	1,126	1,126
Malaysian Ringgit	40	27.72	1,117	1,117
South Korean Won	4,886	0.10	486	486
Chinese Yuan	41	17.10	701	701
Kuwaiti Dinar	3	387.34	1,074	1,074
Bahraini Dinar	1	316.43	374	374
(a) Total Open Position			114,311	114,311
(b) Fixed Percentage				5%
(c) Capital Charge for Market Risk (=a×b)				5,716
(d) Risk Weight (reciprocal of capital requirement of 10%) in times				10
(e) Equivalent Market Risk Weight Exposure (=c×d)				57,156





5.3 Classification of financial assets and financial liabilities

The financial assets and liabilities are classified in amortised cost, fair value through profit and loss and fair value through other comprehensive income. The following table exhibits the the classification of financial assets and liabilities:

Particulars	Group			
	As at 31st Asar 2077			
	Amortised Cost	FVTPL	FVTOCI	Total
Financial Assets				
Cash and Cash Equivalent	8,228,963,817	-	-	8,228,963,817
Due from Nepal Rastra Bank	2,019,027,022	-	-	2,019,027,022
Placement with Bank and Financial Institutions	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Other Trading Assets	-	25,126,115	-	25,126,115
Loans and Advances to BFIs	603,900,000	-	-	603,900,000
Loans and Advances to Customers	47,661,300,051	-	-	47,661,300,051
Investment Securities	6,327,914,736	-	269,893,807	6,597,808,543
Investment in Subsidiaries	-	-	-	-
Investment in Associates	54,728,006	-	-	54,728,006
Investment Property	33,115,680	-	-	33,115,680
Other Assets	236,772,853	-	-	236,772,853
Total Financial Assets	65,165,722,166	25,126,115	269,893,807	65,460,742,088
Financial Liabilities				
Due to Banks and Financial Institutions	2,322,270,747	-	-	2,322,270,747
Due to Nepal Rastra Bank	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Deposits from Customers	57,202,852,663	-	-	57,202,852,663
Borrowings	-	-	-	-
Other Liabilities	734,003,892	-	-	734,003,892
Debt Securities Issued	-	-	-	-
Total Financial Liabilities	60,259,127,303	-	-	60,259,127,303

Particulars	Group			
	As at 31st Asar 2076			
	Amortised Cost	FVTPL	FVTOCI	Total
Financial Assets				
Cash and Cash Equivalent	8,531,733,371	-	-	8,531,733,371
Due from Nepal Rastra Bank	1,718,104,528	-	-	1,718,104,528
Placement with Bank and Financial Institutions	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Other Trading Assets	-	4,283,788	-	4,283,788
Loans and Advances to BFIs	-	-	-	-
Loans and Advances to Customers	38,144,321,489	-	-	38,144,321,489
Investment Securities	2,259,448,061	-	270,405,869	2,529,853,930
Investment in Subsidiaries	-	-	-	-
Investment in Associates	53,220,757	-	-	53,220,757
Investment Property	33,115,680	-	-	33,115,680
Other Assets	118,184,818	-	-	118,184,818
Total Financial Assets	50,858,128,704	4,283,788	270,405,869	51,132,818,361
Financial Liabilities				
Due to Banks and Financial Institutions	5,305,848,132	-	-	5,305,848,132
Due to Nepal Rastra Bank	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Deposits from Customers	41,338,200,003	-	-	41,338,200,003
Borrowings	-	-	-	-
Other Liabilities	596,655,164	-	-	596,655,164
Debt Securities Issued	-	-	-	-
Total Financial Liabilities	47,240,703,299	-	-	47,240,703,299

Particulars	Bank			
	As at 31st Asar 2077			
	Amortised Cost	FVTPL	FVTOCI	Total
Financial Assets				
Cash and Cash Equivalent	8,199,382,567	-	-	8,199,382,567
Due from Nepal Rastra Bank	2,019,027,022	-	-	2,019,027,022
Placement with Bank and Financial Institutions	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Other Trading Assets	-	-	-	-
Loans and Advances to BFIs	603,900,000	-	-	603,900,000
Loans and Advances to Customers	47,660,904,611	-	-	47,660,904,611
Investment Securities	6,322,914,736	-	269,893,807	6,592,808,543
Investment in Subsidiaries	117,500,000	-	-	117,500,000
Investment in Associates	54,728,006	-	-	54,728,006
Investment Property	-	-	-	-
Other Assets	188,792,113	-	-	188,792,113
Total Financial Assets	65,167,149,057	-	269,893,807	65,437,042,864
Financial Liabilities				
Due to Banks and Financial Institutions	2,322,270,747	-	-	2,322,270,747
Due to Nepal Rastra Bank	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Deposits from Customers	57,310,862,701	-	-	57,310,862,701
Borrowings	-	-	-	-
Other Liabilities	719,576,209	-	-	719,576,209
Debt Securities Issued	-	-	-	-
Total Financial Liabilities	60,352,709,658	-	-	60,352,709,658

Particulars	Bank			
	As at 31st Asar 2076			
	Amortised Cost	FVTPL	FVTOCI	Total
Financial Assets				
Cash and Cash Equivalent	8,526,257,061	-	-	8,526,257,061
Due from Nepal Rastra Bank	1,718,104,528	-	-	1,718,104,528
Placement with Bank and Financial Institutions	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Other Trading Assets	-	-	-	-
Loans and Advances to BFIs	-	-	-	-
Loans and Advances to Customers	38,144,321,489	-	-	38,144,321,489
Investment Securities	2,246,448,061	-	270,405,869	2,516,853,930
Investment in Subsidiaries	117,500,000	-	-	117,500,000
Investment in Associates	53,220,757	-	-	53,220,757
Investment Property	-	-	-	-
Other Assets	137,029,389	-	-	137,029,389
Total Financial Assets	50,942,881,284	-	270,405,869	51,213,287,153
Financial Liabilities				
Due to Banks and Financial Institutions	5,305,848,132	-	-	5,305,848,132
Due to Nepal Rastra Bank	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Deposits from Customers	41,470,704,753	-	-	41,470,704,753
Borrowings	-	-	-	-
Other Liabilities	528,656,511	-	-	528,656,511
Debt Securities Issued	-	-	-	-
Total Financial Liabilities	47,305,209,396	-	-	47,305,209,396



5.4. Operating Segment Information

1. General information

Factors that management used to identify the entity's reportable segments

An operating segment is a component of the Bank that engages in business activities from which it may earn revenue and incur expenses, including revenue and expenses that relate to transactions with any of the Bank's other components, whose operating results are reviewed regularly by the chief operating decision maker to make decisions about resources allocated to each segment and assess its performance, and for which discrete financial information is available.

Based on the nature of the business, transactions, products and services, the management have identified three reporting segment for the purpose of financial reporting:

i. Modern Banking

The modern banking of the Banks provides the customer with the services like personal and corporate banking, corporate and retail credit, project financing, hire purchase financing, trade financing, foreign currency operations, issuing of debit cards, internet banking, mobile banking, money remittance facilities and other incidental services. The income includes all the revenue generated for providing aforesaid services while expenses includes interest income, personnel expenses and operating expenses including the impairment charges created on the assets of the segment.

ii. Small and Micro Banking

The Small and Micro Banking segment the bank is the separated wing of the bank which provides the micro credit to the customers against the collateral, group guarantee and personal guarantee and collects the deposits from the natural customers with an objective of cultivating the habit of thrift and savings among the natural customers.

iii. Treasury

Treasury function of the bank manages the liquidity on the branch level and of the banks as a whole. This segment encompasses the incomes derived from government securities, treasury bills, dividend on investment securities, forex trading and revaluation gain/loss. The interest cost of borrowing, personnel expenses, depreciation, provisions on the securities and other operating expenses are the cost included in this segment.

2. Information about profit or loss, assets and liabilities

Particulars	Modern Banking	Small & Micro Banking	Treasury	Total
Revenues from external customers	4,858,314,652	2,094,959,464	190,765,348	7,144,039,463
Inter Segment Expenses/revenues	1,012,684,113	(1,012,684,113)	-	-
Net Revenue	5,870,998,765	1,082,275,350	190,765,348	7,144,039,463
Interest revenue	4,985,994,375	1,082,275,350	524,223,637	6,592,493,363
Interest expense	4,057,552,293	265,294,292	10,262,524	4,333,109,109
Net interest expenses/revenue	928,442,082	816,981,058	513,961,113	2,259,384,253
Depreciation and amortisation	115,568,807	16,179,936	85,666	131,834,410
Segment profit /(loss)	498,696,231	340,598,665	176,750,061	1,016,044,956
Impairment of assets	537,682,453	182,237,925	-	719,920,377
Segment assets	34,440,494,007	16,385,002,770	15,522,595,934	66,348,092,711
Segment liabilities	55,539,223,179	4,990,410,843	-	60,529,634,022

3. Measurement of operating segment profit or loss, assets and liabilities

Revenues from external customers comprise of gross interest revenue, gross fee and commission revenue, net trading revenue, other operating incomes and intersegment revenue.

The transaction between the department are recorded using the interbranch and interdepartmental account. These accounts are reconciled and interdepartmental balances are cancelled out at each reporting date. The interdepartmental revenue and expenses are the transfer pricing of the funds which is calculated using the bank's policy.

4. Reconciliations of reportable segment revenues, profit or loss, assets and liabilities

a. Revenue

Particulars	Amount in NPR
Total revenues for reportable segments	7,144,039,463
Other revenues	-
Elimination of intersegment revenues	-
Entity's revenues	7,144,039,463

b. Profit or loss

Particulars	Amount in NPR
Total profit or loss for reportable segments	1,016,044,956
Other profit or loss	-
Elimination of intersegment profits	-
Unallocated amount	-
Profit before income tax	1,016,044,956

c. Assets

Particulars	Amount in NPR
Total assets for reportable segments	66,348,092,711
Other assets	-
Unallocated amounts	-
Entity's assets	66,348,092,711

d. Liabilities

Particulars	Amount in NPR
Total liabilities for reportable segments	60,529,634,022
Other liabilities	-
Unallocated liabilities	-
Entity's liabilities	60,529,634,022



5. Information about products and services

Particulars	Amount in NPR
Province 1	535,181,468
Province 2	381,505,940
Bagmati	2,713,004,561
Gandaki	2,407,685,938
Lumbini	926,436,334
Karnali	116,644,103
Sudurpashchim	63,581,119
Total	7,144,039,463

6. Information about major customers

The Bank does not have any customer, which generate more than 10% of the entity's revenue.

5.5. Share options and share based payment

The Bank does not extend the share options and share based payment to any of its employees. Thus, during the reporting period the bank does not have any the transactions that are to be accounted as per NFRS 2 "Share-based Payments."

5.6. Contingent liabilities and commitment

Comprehensive disclosure of the contingent liabilities and commitments are made on Note 4.28.

5.7. Related Party Disclosures

i. List of related party

The following parties have been identified as the related party transaction as per NAS 24:

Name of the Related Party	Relationship	Date of appointment /retirement
Muktinath Capital Limited	Subsidiary Company	-
Muktinath Krishi Company Limited	Associate Company	-
Bharat Raj Dhakal	Chairman	Appointed w.e.f 30th Mangsir 2076
Rabindra Man Shrestha	Director	
Shalikgram Mishra	Director	
Nirmala Kumari K.C. (Karki)	Director	Reappointed on 30th Magsir 2076
Gajendra Man Shrestha	Director	
Khim Prakash Malla	Former Chairman	Retired w.e.f 30th Mangsir 2076
Narayan Kumar Shrestha	Former Director	
Narayan Prasad Paudel	Former Director	
Churamoni Kandel	Former Director	
Pradyuman Pokharel, Chief Executive Officer	Key Managerial Personnel	-
Samir Sekhar Bajracharya, Deputy Chief Executive Officer	Key Managerial Personnel	-
Til Bahadur Gurung, Assistant Deputy Chief Executive Officer	Key Managerial Personnel	-
Govinda Bahadur Raut, Assistant Chief Executive Officer	Key Managerial Personnel	-



ii. Related Party Transactions
Board of Directors Allowances and Facilities

Particulars	No of Meetings	Sitting Fees
Board Meeting	17	682,000
Audit Committee Meeting	6	57,000
Risk Management Committee	4	38,000
Assets Money Laundering Prevention Committee	5	25,000
Human Resource Management Committee	3	-
Total		802,000

In addition to above meeting allowance, the following amount have been paid to directors:

Nature	Chairman	Other Directors	Total Amount Paid
Reimbursement for Mobile Expenses	3,000 per month	2,500 per month	156,000
Reimbursement for Newspaper & Magazines	2,000 per month	2,000 per month	120,000

Key Managerial Personnel's Emoluments and Facilities

Particulars	Chief Executive Officer	Other KMPs
Salary and Allowances	5,885,969	12,176,232
Provident Fund	379,146	548,800
Leave and Gratuity	108,290	191,008
Statutory Bonus	2,008,656	1,757,846
Total	8,382,062	14,673,886

In addition to above, the key managerial personnel are entitled to other benefit as per the policy of the bank.

Subsidiary and Associate Company

The transaction with the subsidiary and associate company during the year are as follows:

Particulars	Nature of Transaction	Amount
Muktinath Capital Limited	Deposits outstanding	108,010,038
Muktinath Capital Limited	Interest paid on deposits	14,259,287
Muktinath Capital Limited	Service fees for acting as Registrar to Shares	110,000
Muktinath Capital Limited	Service fees for managing right share issue	230,886
Muktinath Capital Limited	Reimbursement of expense of right share issue	307,912
Muktinath Krishi Company Limited	Deposits outstanding	181,730,692
Muktinath Krishi Company Limited	Interest paid on deposits	19,058,204
Muktinath Krishi Company Limited	Non-funded Facilities	96,719,000
Muktinath Krishi Company Limited	Administration fees on Non-funded facilities	460,218

5.8. Merger and Acquisition

The Bank has neither entered into merger not acquired any bank and financials institutions during the reporting period.



5.9. Additional disclosure of non consolidated entities

The group financials includes the figures of the Muktinath Bikas Bank Limited and its subsidiary Muktinath Capital Limited as per the provisions of NFRS 10 : Consolidated Financial Statements. This being the first year of adoption of the NFRS by the Muktinath Capital Limited, the previous year group figures have been restated and regrouped. There are no such entities which are required to be consolidated but not done during the year.

5.10. Events after reporting date

a. Impairment Charges/Reversal for Loans and Advances

The Bank has measured impairment loss on loan and advances as the higher of amount derived as per norms prescribed by Nepal Rastra Bank for loan loss provision and amount determined as per paragraph 63 of NAS 39. The Nepal Rastra Bank's Directives No. 2, inter alia requires to bank to classify the loans and advances based on the due dates. In calculating the due dates, the bank has considered the recovery on installment and interest made after the reporting period and upto 20th Ashoj 2077 . Consequently, the bank have reversed the impairment of NPR 192.53 Million in the statement in profit and loss account and correspondingly the total assets of the Bank has increased by the same amount.

b. Investment Adjustment Reserves

As per Nepal Rastra Bank Directives No. 8, the investment in the unlisted equity shares has to be appropriated to the investment adjustment reserves by debiting the retained earnings in case the investment in such shares is not listed in stock exchange within 3 year from the date of investment. The bank has the investment of NPR 10 Million in General Insurance Company Limited which remained unlisted for more than 3 years as on the reporting date. However, the same has been listed in Nepal Stock Exchange and started being publicly traded from Ashoj 27, 2077. The amount, though required to be appropriated to investment adjusted reserves as per the directives has not been appropriated considering the event as an event after reporting period as per NAS 10, Events after the Reporting Period.

5.11. Additional Disclosures

a. Loans and Advances extended to Promoter

The Bank has not extended any loans to promoters during the year.

b. Staff Skill Development Fund

In accordance with the Directive No. 6, the Bank is required to spend at least 3% of the previous year employee expenses for the employee training and skill development. For the compliance of this regulation, the Bank during the current financial year has incurred the following amount for employee training and skill development:

Particulars	31st Asar 2077	31st Asar 2076
Opening Staff Skill Development Fund	-	-
3% of the previous year employee expenses as per previous year financials	16,358,162	10,468,831
Total amount incurred for employee training and skill development program	13,098,461	10,828,471
Excess/(Deficit) amount incurred for employee training and skill development program	(3,259,701)	359,640
Staff Skill Development Fund carried forward to next year	-	-

The deficit amount has not been carried forward as the Nepal Rastra Bank has suspended the said regulation for current financial year vide Circular No. Bai.Bi.Ni.Bi/Niti/Paripatra/KaKhaGa 14/076/77.

c. Corporate Social Responsibility Fund

Clause 13 of the NRB Directive No.6. requires the Bank to allocate 1% of its net profit to the corporate social responsibility fund and spent the same for the social causes. The details of the movement of the Corporate Social Responsibility Fund is presented below:

Particulars	31st Asar 2077	31st Asar 2076
Opening Corporate Social Responsibility Fund	8,663,791	7,879,953
Less: Amount incurred from CSR Fund during the year	7,718,583	7,777,827
Add: Amount allocated to CSR Fund from current year net profit	7,074,051	8,561,665
CSR Fund available for next financial year	8,019,259	8,663,791

Province wise CSR fund spending

Particulars	Amount
Province 1	1,128,880
Province 2	571,652
Bagmati	2,776,656
Gandaki	1,163,546
Lumbini	849,740
Karnali	720,760
Sudurpashchim	507,350
Total	7,718,583

d. Unpaid Dividend

The following unpaid dividend amount has remained outstanding as at the reporting date:

Particulars	31st Asar 2077	31st Asar 2076
Above 5 Years	1,419,808	1,205,466
Below 5 Years	-	214,342
Total Unpaid Dividend	1,419,808	1,419,808

5.12. Earning Per Share

The earnings per share calculated on the basis of the provision of NAS 33, Earnings per Share is as follows:

Particulars	31st Asar 2077	31st Asar 2076
Profit attributable to ordinary shareholders	707,405,117	856,166,479
Number of ordinary shares as at year end (Face Value NPR 100/-)	43,249,895	30,647,601
Weighted average number of ordinary shares for computing EPS	42,709,055	41,086,535
Basic earnings per equity share	16.56	20.84 (Restated)
Diluted earning per share	16.56	20.84 (Restated)

5.13. Non-Banking Assets

Non-Banking Assets are the assets obtained as security for loans & advances and subsequently taken over by the Bank in the course of loan recovery. The Bank do not possesses any non banking assets as of reporting date.



5.14. Disclosure on Government Grants and Disclosure of Government Assistance

- i. Mott MacDonald has implemented a Department for International Development (DFID) funded post-earthquake recovery project (known as Purnima Project) in Gorkha, Dhading, Nuwakot and Rasuwa Districts with a objective to is to improve the access to finance of construction sector SMES in earthquake affected district. MNNBBL had signed a partnership agreement with Mott MacDonald on Purnima Project to provide financing for SMES of Dhading, Nuwakot and Gorkha for post earthquake recovery whereby the bank provide the financing in concessional rates, reduce the cost to avail financial services by developing a suitable product.
- ii. The Bank has entered into agreement with iDE Nepal, a global organization that advances market-based approaches in agriculture; access to finance; and water, sanitation, and hygiene (WASH) to increase household income by provided easy access to finance in climate-smart agriculture technologies, with a focus on women and disadvantaged/marginalized groups, made possible through a bundled service offering that combined non-traditional financial service (NTFS) loan and crop insurance products to stimulate commercial vegetable production. The program included development and distribution of small-farmer, climate-smart agricultural loans from Muktinath Bikas Bank through two mechanisms, one known as Business Correspondent/Wholesale Loan Model and Rural Aggregation/Direct-to-Farmer Loan Model.

In pursuant to the terms of the agreement of Mott MacDonald and iDE Nepal, the Bank has received the grant as the reimbursement of the expenses incurred for the project and has accounted the grant received as per NAS 10, Accounting for Government Grants and Disclosure of Government Assistance The following amount has been recognised in Statement of Profit and Loss Account as the grant income:

Particulars	Amount
Mott MacDonald Nepal Limited	2,496,265
iDE Nepal	295,044
Total	2,791,309

5.15. Proposed Dividend on Ordinary Shares

The Board of Directors of the Bank has proposed the following dividend by passing the resolution in the 238th Board Meeting, held on 21st Mangsir, 2077 for the financial year 2076-77. The payment is subject to the approval of the shareholders in the ensuing Annual General Meeting of the Bank.

The amount of the dividend proposed in current year and previous year is as follows:

Particulars	31st Asar 2077		31st Asar 2076	
	Percentage	Amount	Percentage	Amount
Stock Dividend	11.25	486,561,317	16.67	647,277,338
Cash Dividend	4.2574	184,132,102	0.93	34,067,229
Total	15.5074	670,693,420	17.60	681,344,566

5.16 Concentration of Deposits and Loans & Advances

Particulars	Loans and Advances		Deposits	
	31st Asar 2077	31st Asar 2076	31st Asar 2077	31st Asar 2076
Total Outstanding	48,264,804,611	38,144,321,489	59,633,133,448	46,176,305,762
Highest Exposure of single customers	495,000,000	238,874,605	1,268,364,957	945,132,968
Concentration of exposure	1.03%	0.63%	2.13%	2.05%



5.17 Impact of COVID-19

The COVID-19 outbreak was declared a global pandemic by the World Health Organization on March 21, 2020 and affected the world's economy including Nepal's economy. There have been significant decline and volatility in financial and economic activities due to the outbreak of COVID-19 as the government declared nationwide lockdown for almost 3 months. The full impact of the COVID-19 outbreak continues to evolve as of the date of the authorisation of the financial statement. The extent to which the COVID-19 will have an impact on the Bank's financial position, financial performance, credit quality and provisions are highly uncertain to anticipate and depend upon the future developments of this pandemic.

Nepal Rastra Bank (NRB) has taken unprecedented measures to alleviate the impact of the pandemic which includes the reduction on cash reserve ratio, deferment in instalment and interest collection by six, nine and twelve months as the case may be and relaxation in loans and advances classification norms among other things. To revive the business and provide the financial relief to the customers, Muktinath Bikas Bank has provided the additional working capital to the COVID impacted customers, deferred the instalment and interest collection and extended the discount on interest due as per NRB Circular and suo moto.

Pursuant to the requirement of NRB Circular, the bank has provided the following monetary reliefs to the customers impacted by the pandemic:

Particulars	No. of Loan Accounts	Amount of Relief
As per NRB Circular No. Bai.Bi.Ni.Bi/Niti/Suchana/18/076/77	89,483	24,158,155
As per NRB Circular No. Bai.Bi.Ni.Bi/Niti/Suchana/21/076/77	110,542	209,943,735
Total Relief Provided		234,101,890

The details of additional working capital loan extended to the customers impacted by the COVID is as follows:

Particulars	No. of Loan Accounts	Amount of Relief
Additional Working Capital Loans to existing borrowers	20,144	1,387,484,060

The Bank has complied all the COVID related circulars of Nepal Rastra Bank.

5.18 Comparative Figures

Previous year figures have been regrouped and reclassified wherever necessary to conform to the current year's presentation.

Sandeep Kumar Dahal
Chief Financial Officer

Pradyuman Pokharel
Chief Executive Officer

Bharat Raj Dhakal
Chairman

Gajendra Man Shrestha
Director

As per our report
of even date

Rabindra Man Shrestha
Director

Shalikgram Mishra
Director

Nirmala Kumari K.C. (Karki)
Director

Shyam Sundar Sharma
Independent Director

Anil Paudel
Proprietor
A.P. & Associates
Chartered Accountants

Kathmandu, 21st Mangsir 2077



Principal Indicators of last 5 Financial Year

SN	Indicators	Unit	FY	FY	FY	FY	FY
			2072-73	2073-74	2074-75	2075-76	2076-77
			As per Old GAAP			As per NFRS	
1.	Net Profit/ Gross Income	%	26.50	22.79	36.13	34.00	25.37
2.	Earnings Per Share	NPR	43.10	32.09	20.45	27.94	16.56
3.	Market Value Per Share	NPR	1,307	971	378	370	312
4.	Price Earning Ratio	Times	30.32	30.26	18.48	13.24	18.84
5.	Stock Dividend	%	34.00	21.05	22.63	17.60	11.25
6.	Cash Dividend	%	-	1.05	1.13	0.93	4.26
7.	Interest Income/ Total Interest Earning Assets	%	11.86	15.41	9.96	10.86	12.08
8.	Staff Expenses/ Total Operating Expenses	%	58.31	56.64	60.68	59.32	61.25
9.	Interest Expenses/ Total Interest Bearing Liabilities	%	4.29	7.66	6.01	6.89	7.56
10.	Exchange Gain/ Total Income	%	-	-	0.01	0.13	0.49
11.	Staff Bonus/Total Staff Expenses	%	33.71	27.03	18.58	19.78	14.31
12.	Net Profit/Total Loans & Advances	%	3.65	3.18	2.48	2.24	1.47
13.	Net Profit/ Total Assets	%	2.79	2.49	1.79	1.65	1.07
14.	Total Loans & Advances/Total Deposits	%	87.83	91.30	82.07	82.61	80.94
15.	Total Operating Expenses/Total Assets	%	6.25	7.02	2.11	2.22	2.20
16.	Capital Adequacy (On Risk Weighted Assets)						
	a. Core Capital	%	11.40	13.77	13.21	12.29	11.97
	b. Supplementary Capital	%	0.88	0.94	0.99	1.15	1.26
	c. Total Capital Fund	%	12.28	14.71	14.20	13.44	13.23
17.	Liquidity Ratio	%	23.67	22.67	28.72	25.88	27.83
18.	Non-Performing Loan/ Total Credit (as per NRB Provision)	%	0.09	0.02	0.004	0.07	0.46
19.	Base Rate	%	8.57	11.68	12.51	11.36	9.98
20.	Cost of Fund	%	4.95	7.66	9.03	8.69	7.52
21.	Interest Yield on Loans	%	14.03	15.41	15.03	13.67	12.51
22.	Weighted Average Interest Rate Spread	%	9.08	7.75	6.00	4.98	4.99
23.	Number of Shares	Nos.	8,384,328	15,427,163	25,917,633	30,647,601	43,249,895
24.	Net Worth Per Share	NPR	160.34	148.43	139.89	145.18	134.53
25.	Return on Total Assets	%	2.79%	2.49%	1.80%	1.65%	1.07%
26.	Return on Equity	%	26.88%	21.27%	17.21%	19.24%	12.16%
27.	Number of Employees	Nos.	541	698	935	1,223	1,436
28.	Number of Branch (Inc. Extension Counter)	Nos.	49	59	95	119	135



Comparison of Unaudited Interim Financial Statement and Audited Financial Statement of FY 2076-77

Particulars	Unaudited Financial Statement	Audited Financial Statement	Variance		Reasons for Variance
			Amount	%	
Assets					
Cash and Cash Equivalent	8,197,578,924	8,199,382,567	(1,803,643)	(0.02)	Reclassification from Investment Securities and nostro reconciliation adjustment.
Due from Nepal Rastra Bank	2,019,027,022	2,019,027,022	-	-	-
Placement with Bank and Financial Institutions	-	-	-	-	-
Derivative Financial Instruments	-	-	-	-	-
Other Trading Assets	-	-	-	-	-
Loans and Advances to BFIs	603,900,000	603,900,000	-	-	-
Loans and Advances to Customers	47,690,750,594	47,660,904,611	29,845,982	0.06	Change in impairment charges in loans.
Investment Securities	6,591,285,405	6,592,808,543	(1,523,138)	(0.02)	Reclassification to Cash and Cash Equivalent.
Current Tax Assets	108,376,248	69,150,969	39,225,279	36.19	Due to change in tax liability with the change in profit.
Investment in Subsidiaries	117,500,000	117,500,000	-	-	-
Investment in Associates	54,637,603	54,728,006	(90,403)	(0.17)	Inclusion of share of profit of associates.
Investment Property	-	-	-	-	-
Property and Equipment	764,783,154	764,783,154	-	-	-
Goodwill and Intangible Assets	9,771,744	9,771,744	-	-	-
Deferred Tax Assets	23,014,230	45,300,643	(22,286,413)	(96.84)	Final calculation of current year deferred tax.
Other Assets	81,829,497	210,835,451	(129,005,954)	(157.65)	Change in assumption in calculating deferred employee expenses.
Total Assets	66,262,454,421	66,348,092,711	(85,638,290)	(0.13)	
Liabilities					
Due to Banks and Financial Institutions	2,322,270,747	2,322,270,747	-	-	-
Due to Nepal Rastra Bank	-	-	-	-	-
Derivative Financials Instrument	-	-	-	-	-
Deposits from Customers	57,295,224,118	57,310,862,701	(15,638,583)	(0.03)	Accrued interest payable reclassified from other liabilities and other petty adjustment.
Borrowings	-	-	-	-	-
Current Tax Liabilities	-	-	-	-	-

Continue...





Particulars	Unaudited Financial Statement	Audited Financial Statement	Variance		Reasons for Variance
			Amount	%	
Provisions	3,732,070	3,732,070	-	-	-
Deferred Tax Liabilities	-	-	-	-	-
Other Liabilities	850,317,014	892,768,503	(42,451,489)	(4.99)	Reclassified to deposits from customers.
Debt Securities Issued	-	-	-	-	-
Subordinated Liabilities	-	-	-	-	-
Total Liabilities	60,471,543,950	60,529,634,022	(58,090,071)	(0.10)	-
Equity					
Share Capital	4,324,989,486	4,324,989,486	-	-	-
Share Premium	64,012,143	64,012,143	-	-	-
Retained Earnings	497,649,876	613,779,161	(116,129,285)	(0.23)	Consequential effect of change in profit.
Reserves	904,258,966	815,677,900	88,581,066	0.10	Consequential effect of change in profit.
Total Equity Attributable to Equity Shareholders	5,790,910,471	5,818,458,689	(27,548,219)	(0.48)	-
Non Controlling Interest	-	-	-	-	-
Total Equity	5,790,910,471	5,818,458,689	(27,548,219)	(0.48)	-
Total Equity and Liabilities	66,262,454,421	66,348,092,711	(85,638,290)	(0.13)	-



Comparison of Unaudited Interim Financial Statement and Audited Financial Statement of FY 2076-77

Particulars	Unaudited Financial Statement	Audited Financial Statement	Variance		Reasons for Variance
			Amount	%	
Interest Income	6,554,214,196	6,592,493,363	(38,279,167)	-0.58%	Change in assumption in calculating finance charge under NFRS.
Interest Expense	4,333,109,109	4,333,109,109	-	0.00%	-
Net Interest Income	2,221,105,086	2,259,384,253	(38,279,167)	-1.72%	-
Fees and Commission Income	508,506,990	509,630,094	(1,123,104)	-0.22%	Petty adjustment.
Fees and Commission Expense	22,743,507	22,762,963	(19,456)	-0.09%	Petty adjustment.
Net Fee and Commission Income	485,763,483	486,867,130	(1,103,648)	-0.23%	-
Net Interest, Fee and Commission Income	2,706,868,569	2,746,251,384	(39,382,815)	-1.45%	-
Net Trading Income	14,217,980	6,259,454	7,958,526	55.98%	Reclassified from other operating income and other petty adjustment.
Other Operating Income	27,172,360	35,656,553	(8,484,193)	-31.22%	Reclassified to net trading income and other petty adjustment.
Total Operating Income	2,748,258,909	2,788,167,391	(39,908,482)	-1.45%	-
Impairment charge/(reversal) for loans and other losses	416,807,599	316,856,628	99,950,971	23.98%	Change in impairment in loans considering its as adjusting events.
Net Operating Income	2,331,451,311	2,471,310,763	(139,859,452)	-6.00%	-
Operating Expense					
Personnel Expenses	846,543,290	895,799,378	(49,256,088)	-5.82%	Change in assumption in calculating finance charge under NFRS and staff bonus payable.
Other Operating Expenses	431,364,616	434,835,797	(3,471,181)	-0.80%	Share issue expenses charged to equity and other petty adjustment.
Depreciation and Amortisation	131,834,410	131,834,410	-	0.00%	-
Operating Profit	921,708,994	1,008,841,178	(87,132,184)	-9.45%	-
Non Operating Income	173,125	173,125	-	0.00%	-
Non Operating Expense	-	-	-	0.00%	-
Profit before Income Tax	921,882,119	1,009,014,303	(87,132,184)	-9.45%	-
Income Tax Expense					
Current Tax	276,564,636	316,961,512	(40,396,876)	-14.61%	Due to change in profit before tax and revised computation of income tax under Income Tax Act.
Deferred Tax	(4,720,893)	(15,352,326)	10,631,433	-22.520%	
Profit for the Period	650,038,376	707,405,117	(57,366,740)	-8.83%	Consequential effect of abovementioned items.





**सहायक कम्पनी
मुक्तिनाथ क्यापिटल लिमिटेडको
वित्तीय विवरण**



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INDEPENDENT AUDITOR'S REPORT

The Shareholders of Muktinath Capital Limited

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of M/s Muktinath Capital Limited, Kathmandu, Nepal (hereinafter the company), which comprises the statement of financial position as at Ashad 31, 2077 [July 15, 2020] and the statement of profit or loss, statement of other comprehensive income, statement of changes in equity & statement of cash flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of the company as at Ashad 31, 2077 (July 15, 2020) and its financial performance and its cash flows for the year then ended on that date in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis of Opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSA's). 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 Institute of Chartered Accountant of Nepal's code for professional accountants (ICAN Code) together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matters

On Bhadra 26, 2076, the control of the company has been changed with the change in the shareholding of the company by more than 50 %, and section 57 of the Income Tax Act 2058 has been attracted. Accordingly apart from this financial statement two separate sets of special purpose financial statement has also been prepared and signed for the same financial year.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Financial Reporting Standards, 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 misstatements, 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 NSA's 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 NSA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

- Obtain an understanding of internal 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.



association with





- 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, including the disclosures, and whether the financial statements represents 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.

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

Report on Other Legal and Regulatory Requirements

We have obtained information and explanations asked for, which, to the best of our knowledge and belief were necessary for the purpose of our audit. In our opinion, proper books of account as required by law have been kept by the organization in so far as it appears from our examination of those books of account of the company. In our opinion the statement of financial position, statement of profit or loss, statement of other comprehensive income, statement of changes in equity & statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes have been prepared in accordance with the requirements of Companies Act, 2063 and are in agreement with the books of accounts maintained by the company. In our opinion and to the best of information and according to the explanation given to us and from the examination of the books of accounts of the company, we have not come across any case where the board of directors or any employee of the company have acted contrary to legal provisions relating to accounts, or committed any misappropriation or caused any loss or damage to the company.

For N. B. S. M. & Associates
Chartered Accountants



CA. Durga Prasad Ghawali, FCA
Dip IFR, M.Com
Partner

Date : 2077/06/30

Place: Kathmandu

UDIN : 201030CA00461vBvUt



Muktinath Capital Limited

Statement of Financial Position

As on Ashad 31, 2077 (15 July 2020)

Figures in NPR

Particulars	As on Ashad 31, 2077	Restated as on Ashad 31, 2076	Restated as on Shrawan 01, 2075
Assets			
Cash and Cash Equivalents	137,591,287.98	137,981,060.64	9,262,541.52
Financial Investment-Held for Trading	25,126,114.50	4,283,788.29	27,366,751.00
Financial Investment-Held for Available for Sale	-	-	-
Financial Investment-Held for Maturity	5,000,000.00	13,000,000.00	22,000,000.00
Other Financial Assets	4,289,504.29	3,799,335.56	3,805,978.46
Other Assets	83,658.64	25,174.13	51,871.27
Current Tax Assets	5,985,701.37	6,969,745.95	6,021,670.42
Investment Property	33,115,680.00	33,115,680.00	-
Property and Equipment	5,804,839.45	1,498,924.46	1,762,602.29
Intangible Assets	157,530.66	231,251.46	17,670.93
Deferred Tax Assets	510,368.80	1,652,324.97	1,432,287.04
Total Assets	217,664,685.69	202,557,285.46	71,721,372.93
Liabilities			
Due to Public/Refundable to Investors	375,265.97	308,201.37	343,320.13
Other Financial Liabilities	12,182,929.70	3,229,834.77	4,218,931.00
Other Liabilities	311,641.77	328,916.88	212,611.14
Current Tax Liabilities	-	-	-
Other Provisions	1,869,486.97	596,140.11	565,426.92
Deferred Tax Liabilities	-	-	-
Total Liabilities	14,739,324.42	4,463,093.13	5,340,289.19
Equity			
Share Capital	202,500,000.00	202,500,000.00	70,000,000.00
Retained Earning	377,049.28	(4,405,807.67)	(3,618,916.26)
Reserves	48,312.00	-	-
Total Equity	202,925,361.28	198,094,192.33	66,381,083.74
Total Liability and Equity	217,664,685.69	202,557,285.46	71,721,372.93

As per our attached report of even date

For N. B. S. M. & Associates
Chartered Accountants

CA. Durga Prasad Gnowali, FCA
Dip IFR, M.Com
Partner

Sitaram Kafle
(Chairman)

Kabindra Dhoj Joshi
(CEO)

Saurav Timilsina
(Deputy CEO)

Paban Dhakal
(Director)

Til Bahadur Gurung
(Director)

Dandapani Dhakal
(Director)

Pawan Regmi
(Accounts Officer)

Date : 2077/06/30
Place: Kathmandu



Muktinath Capital Limited

Statement of Profit or Loss

For the Period commencing on Shrawan 1, 2076 and ending on Ashad 31, 2077

Figures in NPR

Particulars	F.Y 2076-77	Restated F.Y 2075-76
Revenue		
Revenue from Operation	4,536,869.68	7,287,282.96
Other Income	20,625,532.32	2,765,775.21
Total Revenue	25,162,402.00	10,053,058.17
Expenses		
Personnel Expenses	8,329,834.64	5,057,254.11
Operating Expenses	6,134,145.60	5,422,241.11
Depreciation and Amortization	1,111,312.25	580,492.29
Total Expenses	15,575,292.49	11,059,987.51
Profit before Tax from Continuing Operations	9,587,109.51	(1,006,929.34)
Income Tax		
Current Year Tax	3,613,984.39	-
Deferred Tax (Income)/Expenses	1,141,956.17	(220,037.93)
Profit for the Year	4,831,168.95	(786,891.41)

As per our attached report of even date

For N. B. S. M. & Associates

Chartered Accountants

CA. Durga Prasad Gnawali, FCA
Dip IFR, M.Com
Partner

Sitaram Kafle
(Chairman)

Kabindra Dhoj Joshi
(CEO)

Saurav Timilsina
(Deputy CEO)

Paban Dhakal
(Director)

Til Bahadur Gurung
(Director)

Dandapani Dhakal
(Director)

Pawan Regmi
(Accounts Officer)

Date : 2077/06/30

Place: Kathmandu

Muktinath Capital Limited

Statement of Other Comprehensive Income

For the Period commencing on Shrawan 1, 2076 and ending on Ashad 31, 2077

Figures in NPR

Particulars	Notes	F.Y 2076-77	Restated F.Y 2075-76
Profit for the Year		4,831,168.95	(786,891.41)
Gains/(Losses) on Remeasuring Available for Sale Financial Assets		-	-
Gains/(Losses) on Actuarial Valuation of Defined Benefit Liability			
Total Other Comprehensive Income/(Loss)		4,831,168.95	(786,891.41)
Income Tax Income/(Expense) relating to components of other comprehensive income		-	-
Total Comprehensive Income for the Year, Net of Tax		4,831,168.95	(786,891.41)

As per our attached report of even date

For N. B. S. M. & Associates

Chartered Accountants

CA. Durga Prasad Gnawali, FCA
Dip IFR, M.Com
Partner

Sitaram Kafle
(Chairman)

Kabindra Dhoj Joshi
(CEO)

Saurav Timilsina
(Deputy CEO)

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Til Bahadur Gurung
(Director)

Dandapani Dhakal
(Director)

Pawan Regmi
(Accounts Officer)

Date : 2077/06/30

Place: Kathmandu



Muktinath Capital Limited

Statement of Changes in Equity

For the Period commencing on Shrawan 1, 2076 and ending on Ashad 31, 2077

Particulars	Figures in NPR						
	Share Capital	Available for Sale	Other Reserves	Fair Value Reserve	CSR Reserve	Retained Earnings	Total
Balance as at Shrawan 1,2075	70,000,000.00		1,122,019.39			(4,967,841.50)	66,154,177.90
Adjustment							
Provision for Loss on Investment						202,850.76	202,850.76
Reversal of Deferred Tax Reserve			(1,122,019.39)			1,122,019.39	-
Adjustment of Deferred Tax Assets						310,267.65	310,267.65
Change in Fair Value						(286,212.56)	(286,212.56)
Adjusted Balance As at Shrawan 1, 2075	70,000,000.00	-	-	-	-	(3,618,916.26)	66,381,083.74
Profit for the Year						(786,891.41)	(786,891.41)
Adjustment of Provision for Loss of Investment							
Change in Fair Value							
Issue of Share Capital	132,500,000.00						132,500,000.00
Balance as at Ashad 31, 2076	202,500,000.00	-	-	-	-	(4,405,807.67)	198,094,192.33
Balance as at Shrawan 1, 2076	202,500,000.00	-	-	-	-	(4,405,807.67)	198,094,192.33
Profit for the Year						4,831,168.95	4,831,168.95
Change in Fair Value							
Corporate Social Responsibility Reserve					48,312.00	(48,312.00)	
Balance as at Ashad 31, 2077	202,500,000.00	-	-	-	48,312.00	377,049.28	202,925,361.28

As per our attached report of even date

For N. B. S. M. & Associates
Chartered Accountants

CA. Durga Prasad Gnawali, FCA
Dip.IFR, M.Com
Partner

Sitaram Kafle
(Chairman)

Kabindra Dhoj Joshi
(CEO)

Saurav Timilsina
(Deputy CEO)

Paban Dhakal
(Director)

Til Bahadur Gurung
(Director)

Dandapani Dhakal
(Director)

Pawan Regmi
(Accounts Officer)

Date : 2077/06/30
Place: Kathmandu

Muktinath Capital Limited

Statement of Cash Flow

For the Period commencing on Shrawan 1, 2076 and ending on Ashad 31, 2077

Figures in NPR

Particulars	For the Period Ended Ashad 31, 2077	Restated For the Period Ended Ashad 31, 2076
CASH FLOWS FROM OPERATING ACTIVITIES		
Merchant Banking Income	3,473,421.00	3,907,807.09
Mero Share Online Income	392,700.00	397,050.00
Underwriting Income	402,500.00	2,240,430.00
Portfolio Management Income	49,248.68	14,195.87
Pledge Income	169,000.00	47,800.00
Auction Income	50,000.00	30,000.00
Issue Management Income	-	650,000.00
Other Income	1,139,610.82	1,809,309.79
Less: Personnel Expenses	(8,329,834.64)	(5,057,254.11)
Less: Operating Expenses	(6,134,145.60)	(5,422,241.11)
Operating Cash Flows Before Changes in Operating Assets and Liabilities	(8,787,499.74)	(1,382,902.47)
(Increase)/Decrease In Operating Assets		
(Increase)/Decrease In Financial Assets	(490,168.73)	6,642.90
(Increase)/Decrease In Other Assets	(58,484.51)	26,697.14
Increase/(Decrease) In Operating Liabilities		
Increase/(Decrease) In due to Public/Investor	67,064.60	(35,118.76)
Increase/(Decrease) In Financial Liabilities	8,953,094.93	(989,096.23)
Increase/(Decrease) In Provisions	1,273,346.86	30,713.19
Increase/(Decrease) In Other Liabilities	(17,275.10)	116,305.74
Net Cash Flow from Operating Activities Before Tax Paid	940,078.30	(2,226,758.49)
Income Taxes Paid	(2,629,939.81)	(948,075.53)
Net Cash Flow from Operating Activities	(1,689,861.51)	(3,174,834.02)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investment Securities	(24,511,708.40)	(955,847.72)
Sale of Investment Securities	3,936,501.57	21,218,700.00
Liquidation from Fixed deposit	-	9,000,000.00
Investment in Fixed Deposit	8,000,000.00	-
Purchase of Property and Equipment	(5,343,506.44)	(262,645.00)
Receipt from the Sale of Property and Equipment	-	-
Purchase of Intangible Assets	-	(267,750.00)
Receipt from the Sale of Intangible Assets		
Purchase of Investment Properties	-	(33,115,680.00)
Receipt from the Sale of Investment Properties		
Interest Received	19,026,360.12	3,776,575.86
Dividend Received	192,442.00	
Net Cash used In Investing Activities	1,300,088.85	(606,646.86)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt from Issue of Shares	-	132,500,000.00
Dividends Paid	-	Continued...
Interest Paid	-	-



Particulars	For the Period Ended Ashad 31, 2077	Restated For the Period Ended Ashad 31, 2076
Net Cash from Financing Activities	-	132,500,000.00
Net Increase (Decrease) In Cash And Cash Equivalents	(389,772.66)	128,718,519.12
Cash and Cash Equivalents at Shrawan 1, 2076	137,981,060.64	9,262,541.52
Effect of Exchange Rate Fluctuations on Cash and Cash Equivalents Held	-	-
Cash and Cash Equivalents at Ashad end 2077	137,591,287.98	137,981,060.64

As per our attached report of even date

For N. B. S. M. & Associates

Chartered Accountants

CA. Durga Prasad Gnawali, FCA

Dip IFR, M.Com
Partner

Sitaram Kafle

(Chairman)

Kabindra Dhoj Joshi

(CEO)

Saurav Timilsina

(Deputy CEO)

Paban Dhakal

(Director)

Til Bahadur Gurung

(Director)

Dandapani Dhakal

(Director)

Pawan Regmi

(Accounts Officer)

Date : 2077/06/30

Place: Kathmandu





नेपाल राष्ट्र बैंक
विकास बैंक सुपरिवेक्षण विभाग



केन्द्रीय कार्यालय
बालुवाटार, काठमाडौं
हाल पुल्चोक, ललितपुर ।
फोन नं.: ०१-५०१०१६३
Site: www.nrb.org.np
Email: nrdbd@nrb.org.np
पोस्ट बक्स: ७३

पत्रसंख्या: वि.बै.सु.वि./गैरस्थलगत/मुक्तिनाथ/०७७/७८
च.नं. १३८

मिति: २०७७/०९/०३

मुक्तिनाथ विकास बैंक लिमिटेड
कमलादी काठमाडौं ।

विषय: लाभांश घोषणा/वितरण तथा वार्षिक वित्तीय विवरण प्रकाशन सम्बन्धमा ।

महाशय,

त्यस संस्थाले पेश गरेको आ.व. २०७६/७७ को लेखापरीक्षण भएको वित्तीय विवरण तथा अन्य प्रतिवेदनहरूका आधारमा गैरस्थलगत सुपरिवेक्षण गर्दा देखिएका कौफियतहरूका सम्बन्धमा देहाय बमोजिमका निर्देशनहरू शेयरधनीहरूको जानकारीका लागि वार्षिक प्रतिवेदनको छुट्टै पानामा प्रकाशित एवं कार्यान्वयन गर्ने गरी संस्थाले प्रस्ताव गरेको आ.व. २०७६/७७ सम्मको मुनाफा र शेयर प्रिमियमबाट रु.४८,६५,६९,३१७।८८ (अक्षरेपि अड्चालीस करोड पैसट्टी लाख एकसट्टी हजार तीन सय सत्र पैसा अठार मात्र) बराबरको बोनस शेयर तथा रु. १८,४९,३२,१०२।३८ (अक्षरेपि अठार करोड एकचालीस लाख बत्तीस हजार एक सय दुई पैसा अठ्ठीस मात्र) नगद लाभांश (बोनस शेयर र नगद लाभांशको कर सहित) अन्य प्रचलित कानूनी व्यवस्थाको समेत पालना हुने गरी वार्षिक साधारण सभाबाट स्वीकृत भएको अवस्थामा मात्र वितरण गर्न स्वीकृति र आ.व. २०७६/७७ को वार्षिक वित्तीय विवरण प्रकाशन गर्न सहमति प्रदान गरिएको व्यहोरा निर्णयानुसार अनुरोध गर्दछु ।

- (क) यस बैंकबाट जारी एकीकृत निर्देशन नं १९/०७७ बमोजिम सम्पत्ति शुद्धीकरण तथा आतंकवादी कार्यमा वित्तीय लगानी निवारण सम्बन्धी व्यवस्थाको पूर्णरूपमा पालना गर्नुहुन ।
- (ख) आन्तरिक लेखापरीक्षक, बाह्य लेखापरीक्षक तथा यस बैंकबाट औल्याइएका कर्जा वर्गीकरण, कर्जा नविकरण, कानूनी कागजातको अपर्याप्तता लगायत अन्य कौफियतहरू पुनः नदोहोरिने व्यवस्था गर्नुहुन ।

भवदीय,

(राकेश प्रजापति)

उप निर्देशक

बोधार्थ:

श्री नेपाल राष्ट्र बैंक, बैंक तथा वित्तीय संस्था नियमन विभाग ।
श्री नेपाल राष्ट्र बैंक, विकास बैंक सुपरिवेक्षण विभाग, कार्यान्वयन इकाई ।





नेपाल राष्ट्र बैंकबाट प्राप्त निर्देशनहरू उपर सञ्चालक समितिको प्रतिक्रिया

मुक्तिनाथ विकास बैंक लिमिटेडको आ.व २०७६/०७७ को वित्तीय विवरण प्रकाशन गर्ने क्रममा नेपाल राष्ट्र बैंकबाट दिइएका निर्देशनहरूलाई मिति २०७७/०९/०३ गते बसेको सञ्चालक समितिको २३९ औं बैठकमा छलफल गरी निर्देशन बमोजिम गर्ने गराउने निर्णय भएको व्यहोरा जानकारीको लागि अनुरोध छ ।



प्रबन्धपत्रमा प्रस्तावित संशोधन सम्बन्धी तीन महले विवरण :

विकास बैंकको चुक्ता पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) बाट ११.२५ प्रतिशतले हुन आउने रकम रु. ४८,६५,६९,३१७.९८ (अक्षरेपी अड्चालीस करोड पैसट्टी लाख एकसट्टी हजार तीन सय सत्र रुपैयाँ अठार पैसा मात्र) बोनस सेयर वितरण पश्चात जारी तथा चुक्ता पूँजी रु. ४,८९,९५,५०,८०३.९८ (अक्षरेपी चार अर्ब एकासी करोड पन्ध्र लाख पचास हजार आठ सय तीन रुपैयाँ अठार पैसा मात्र) पुन्याउने प्रस्ताव पारित गर्ने र सोही बमोजिम प्रबन्धपत्रको सम्बन्धित दफा संशोधन गर्ने ।

साविकको व्यवस्था	संशोधित व्यवस्था	संशोधन गर्नुपर्ने कारण
<p>दफा ५ को उपदफा (ख) मा: विकास बैंकको जारी पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) हुनेछ । जसलाई प्रति सेयर रु. १००/- का दरले रु. ४,३२,४९,९८४.८६ (चार करोड बत्तीस लाख उनन्पचास हजार नौ सय चौरासी दशमलव छयासी थान साधारण सेयरमा विभाजन गरिएको छ ।</p> <p>दफा ५ को उपदफा (ग) मा: विकास बैंकको चुक्ता पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) हुनेछ ।</p>	<p>दफा ५ को उपदफा (ख) मा: विकास बैंकको जारी पूँजी रु. ४,८९,९५,५०,८०३.९८ (अक्षरेपी चार अर्ब एकासी करोड पन्ध्र लाख पचास हजार आठ सय तीन रुपैयाँ अठार पैसा मात्र) हुनेछ । जसलाई प्रति सेयर रु. १००/- का दरले रु. ४,८९,९५,५०८.०३ (चार करोड एकासी लाख पन्ध्र हजार पाँच सय आठ दशमलव शुन्य तीन थान साधारण सेयरमा विभाजन गरिएको छ ।</p> <p>दफा ५ को उपदफा (ग) मा: विकास बैंकको चुक्ता पूँजी रु. ४,८९,९५,५०,८०३.९८ (अक्षरेपी चार अर्ब एकासी करोड पन्ध्र लाख पचास हजार आठ सय तीन रुपैयाँ अठार पैसा मात्र) हुनेछ ।</p>	<p>चौधौं वार्षिक साधारण सभाबाट हाल कायम जारी तथा चुक्ता पूँजी रु. ४,३२,४९,८९,४८६/- (अक्षरेपी चार अर्ब बत्तीस करोड उनन्पचास लाख उनान्बे हजार चार सय छयासी रुपैयाँ मात्र) को ११.२५ प्रतिशतका दरले बोनस सेयर जारी गरे पश्चात कायम हुन आउने चुक्ता पूँजी रु. ४,८९,९५,५०,८०३.९८ (अक्षरेपी चार अर्ब एकासी करोड पन्ध्र लाख पचास हजार आठ सय तीन रुपैयाँ अठार पैसा मात्र) पुग्ने भएकाले ।</p>



साना तथा लघु बैकिङ्ग तर्फ विगत पाँच वर्षको प्रगति विवरण 5 Year's Progress of Small and Micro Banking (SMB)

S. N.	Particulars	Unit	Mid July 2016	Mid July 2017	Mid July 2018	Mid July 2019	Mid July 2020
1	Institutional Details						
a.	Branches	No.	43	54	84	103	116
b.	Total Staff	No.	258	326	411	461	487
c.	Total Field Staff	No.	154	221	268	278	341
2	Outreach						
a.	Districts	No.	12	15	31	39	43
c.	Existing Centers	No.	5,452	6,569	7,054	7,201	7,219
d.	Existing Groups	No.	25,890	32,731	36,405	36,772	37,532
e.	Existing Members	No.	90,052	109,199	121,325	142,431	178,179
f.	Existing Borrowers	No.	64,111	77,023	79,792	87,892	80,842
3	Savings						
		NRs.	1,527,924,278	2,235,203,352	3,192,368,039	4,674,413,061	4,293,862,950
a.	Sanchaya Savings	NRs.	3,89,929,100	505,246,263	633,729,327	751,935,460	846,843,509
b.	Center Fund Savings	NRs.	20,366,802	24,488,657	25,601,969	24,167,727	21,876,893
c.	Personal Savings	NRs.	632,364,114	893,874,763	1,349,278,151	1,496,199,999	798,144,812
d.	Muktinath Pension Savings	NRs.	413,181,126	554,598,976	710,403,986	840,873,393	934,065,359
e.	Festival Savings	NRs.	9,565,917	18,414,615	27,718,124	33,259,104	35,185,252
f.	Upkar Savings	NRs.	21,652,530	28,234,820	35,353,397	41,634,799	47,363,274
g.	Other Savings	NRs.	40,864,688	210,345,258	10,283,085	1,486,342,579	1,369,168,311
4	Loans						
a.	Cummulative Loan Disbursement	NRs.	13,342,600,214	19,902,454,214	29,826,918,188	43,648,324,187	57,030,356,231
b.	Cummulative Loan Repaid	NRs.	10,610,449,952	15,430,830,280	22,312,946,111	31,282,690,695	40,669,028,287
c.	Loan Outstanding	NRs.	2,732,150,262	4,471,623,934	7,513,972,077	12,365,633,492	16,361,327,944
d.	Portfolio in Arrears (PIA)>1Day	NRs.	3,726,035	956,717	1,593,646	3,740,490	159,517,056
e.	Portfolio at Risk (PAR) >1Day	NRs.	4,996,813	956,717	6,064,957	18,234,048	2,235,409,960
f.	Loan Loss Reserve	NRs.	29,764,346	45,545,516	75,799,557	123,262,174	182,237,925
g.	Delinquent Borrowers>1Day	No.	118	24	69	192	9,299

Digital Transformation of Services during Lockdown

बन्दाबन्दीको अवधिमा डिजिटल सेवामा भएको मुख्य सुधारहरू



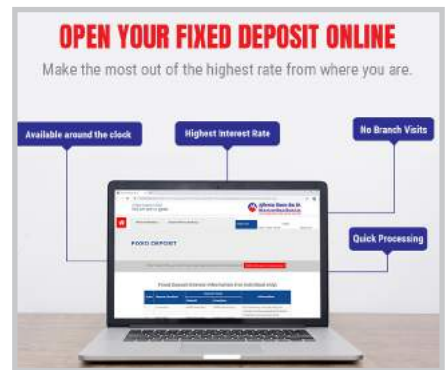
Due to the COVID Pandemic, business houses took digital transformation of services as a first priority. It was evident that time had seen rise in lot of digital services from various industries. Similarly, banking sector was no exception. In order to serve the customers, Muktinath Bikas Bank also invested the capital and time to bring in digital innovation in its products and services.

बन्दाबन्दीको अवधिमा बैंकको सेवालाई विद्युतीय प्रविधि मार्फत विस्तार गर्ने प्रयास गरिएको थियो । यस अवधिमा निम्न बमोजिमका पहल र प्रयासहरू भएका छन् ।

Fixed Deposit from anywhere, anytime (Website & Mobile) (मुद्दती खाता जहाँबाट जहिले पनि)

The Bank launched Online fixed deposit, through which customers could open their fixed deposit account without visiting the branch. It was hosted on the Bank's website for easy accessibility by customers. Also, in the mobile banking of Muktinath (Muktinath Smart). Fixed Deposit feature was added by the Bank where the existing mobile banking users of the Bank could open a fixed deposit account anytime anywhere.

यस बैंकले मुद्दती खाता जहाँबाट पनि र जुनसुकै बेला पनि खोल्न सक्ने व्यवस्था गरेको छ । ग्राहकहरूले बैंकको वेवसाईट वा मोबाईल बैंकिङबाट खाता खोल्न सक्नु हुन्छ ।



Online Loan Applications (अनलाईन कर्जा आवेदन)

To facilitate the loan customers better, Bank introduced online loan applications system through which potential customers can apply for different loan facilities online (new or renewal depending upon the type of loan). The section also has the facility to upload the documents for easy processing and approval system for the customers.

कर्जाको लागि पनि अनलाईनबाटै आवेदन दिन सकिने व्यवस्था गरिएको छ । बैंकको वेवसाईटमा गएर सजिलै कर्जाको आवेदन दिन सक्नु हुनेछ ।





Promotion of Online Account Opening System (अनलाइन खाता खोल्ने प्रक्रियालाई प्रोत्साहन)

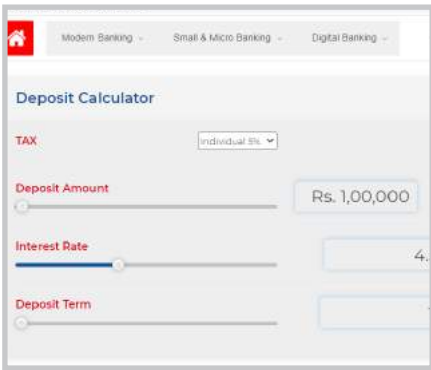
The online account opening system was incorporated in the Bank's website long before the pandemic. However, the Bank made maximum promotions of the service through its social media platforms, ATM outlets during this period. Customers do not need to visit the branch while opening a savings account.

बैंकले ग्राहकहरूलाई अनलाईनबाटै खाता खोल्न प्रोत्साहन गरेको छ । अब, खाता खोल्नको लागि बैंक धाउनु पर्दैन । यसको साथै बैंकको सामाजिक सञ्जालहरूबाट यो प्रक्रियाहरू बारेमा व्यापक रूपमा जानकारी गराइएको छ ।

E- Teller (इ-टेलर) & E-KYC (इ-केवाईसी)

Another digital service was introduced by the Bank named E- teller, where a customer of the Bank can withdraw cash from the Bank with the use of Muktinath Mobile Banking Scan & Withdraw, no cheque required. The Bank also introduced E-KYC on the website where customers could fill their know your customer form online.

अब बैंकले चेक विना नै, आफ्नो खातामा रहेको रकम भिक्न मिल्ने व्यवस्था गरेको छ । मोबाईल बैंकिङ्ग सेवा लिएका ग्राहकहरूले क्यूआर कोड स्क्यान गरी रकम भिक्न सक्नु हुनेछ । यस बैंकले आफ्नो वेवसाईट मार्फत केवाईसी फर्म अनलाइन भर्ने प्रक्रियाको व्यवस्था गरेको छ ।



Deposit Calculator (निक्षेप क्यालकुलेटर)

Also, the bank introduced a deposit calculator that was designed to calculate the returns for the customers on their deposits. It was hosted on the Bank's website for easy accessibility by customers.

निक्षेपकर्ताहरूले आफूले राखेको निक्षेपमा पाउने प्रतिफल गणना गर्न सहज होस भन्ने अभिप्रायले निक्षेप क्यालकुलेटर बैंकको वेवसाईटमा राखिएको छ ।

Remittance through Mobile Banking (मोबाईल बैंकिङ्गबाट विप्रेषण भुक्तानी)

Another feature of Remittance was added in Muktinath Smart. Through this, Muktinath Bank's customers could deposit remittance amount to their accounts directly just with a simple request form through mobile banking.

विप्रेषण प्राप्तकर्ताले आफ्नो मोबाईल बैंकिङ्गबाट विप्रेषणको रकम आफ्नै खातामा जम्मा गर्न अनुरोध गर्न सक्ने व्यवस्था गरिएको छ । विप्रेषणको रकम भिक्न बैंक गई रहनु पर्दैन ।



The Growth in Digital Banking Sales of Bank since Lockdown (बन्दाबन्दीको अवधिमा बृद्धि भएको डिजिटल बैंकिङ्ग सेवाहरू)

Muktinath Bikas Bank have taken digital transformation as top priority in Banking during the pandemic & Lockdown by Nepal Government, hence have always worked towards digital innovations & promotions of digital platforms. Bank have witnessed a favorable growth in the sales of digital banking products of the Bank even during the lockdown. Through the table below, it is shown how at the end of FY 2076/77 the sales of digital banking products have increased compared to the initiate phase of the lockdown started on March, 2020.

यस अवधिमा (३ महिना) बैंकको विद्युतीय प्रविधि (डिजिटल बैंकिङ्ग) सेवामा उल्लेखनीय बृद्धि भएकोछ । यसले आगामी दिनमा कारोबार मा सहजता थप्नेछ ।

S.N	Particulars	Ashad End 2077 (Mid July 2020)	Chaitra End 2076 (Mid April 2020)	Growth
1	Total Mobile Banking Users	115,004	99,291	15,713
2	Total Active Mobile Banking Users	106,098	93,998	12,100
3	Debit Card Holders	44,284	43,317	967
4	QR Merchants	14,173	14,123	50
5	Mobile Banking Users (Small & Micro Banking)	42,910	13,627	29,283





Awards and Recognition



“EUROPEAN MICROFINANCE AWARD 2020”

The European Microfinance Award is an annual event since its launch in 2005 AD. The Luxembourg Ministry of Foreign and European Affairs - Directorate for Development Cooperation and Humanitarian Affairs launched the European Microfinance Award in 2005 to promote financial inclusion initiatives and highlight their innovating contribution in a particular area, to the development of the sector.

In 2020, out of 70 organizations from 37 countries who have applied to win the European Microfinance Award 2020 **“Encouraging Effective & Inclusive Savings”**, Muktinath Bikas Bank Ltd won the Award along with €100,000 as cash prize.

“BEST PRESENTED ANNUAL REPORT (BPA) AWARD 2019”

The Institute of Chartered Accountants of Nepal (ICAN) has been holding an annual award competition for the Best Presented Annual Report (BPA) Award since 2003 AD. The basic objective of the award is to promote better presentation of financial and other pertinent information and disclosures in the Annual Report of the reporting entities.

ICAN has provided its Best Presented Annual Report Award for the fiscal year 2075-76(BS) to Muktinath Bikas Bank. The award was received by the Bank, among the category for development banks and financial institutions for its exemplary presentation of the financial report for the review period. Auditor General of Nepal Government Mr. Tankamani Sharma Dangal handed over the prestigious award to CEO of the Bank Mr. Pradyuman Pokharel amid a program.





OUR NETWORK (शाखा सञ्जाल) २०७७ मंसिर मसान्तसम्म

PROVINCE 1 (प्रदेश नं. १, शाखाहरू - १५)			
1	Siddhicharan	Okhaldhunga	9802306001
2	Rampur	Okhaldhunga	9802306032
3	Manebhanjyang	Okhaldhunga	9802306045
4	Katari	Udayapur	9802306046
5	Dhankuta	Dhankuta	9802306122
6	Itahari	Sunsari	9802306063
7	Inaruwa	Sunsari	9802306064
8	Dharan	Sunsari	9802306065
9	Duhabi	Sunsari	9802306123
10	Biratnagar	Morang	9802306051
11	Urlabari	Morang	9802306086
12	Ilam	Ilam	9802306162
13	Damak	Jhapa	9802306058
14	Birtamod	Jhapa	9802306076
15	Kakarbhitta	Jhapa	9802306133
PROVINCE 2 (प्रदेश नं. २, शाखाहरू - ८)			
16	Birgunj	Parsa	9802306063
17	Chandrapur	Rautahat	9802306059
18	Lalbandi	Sarlahi	9802306066
19	Bardibas	Mahottari	9802306067
20	Janakpur	Dhanusa	9802306062
21	Pidari Chowk	Dhanusa	9802306676
22	Mirchaiya	Siraha	9802306073
23	Golbazar	Siraha	9802306075
24	Lahan	Siraha	9802306074
BAGMATI PROVINCE (बागमती प्रदेश, शाखाहरू - ४५)			
25	Banepa	Kavrepalanchok	9802306089
26	Maharajgunj	Kathmandu	9802306030
27	Kamaladi	Kathmandu	9802306035
28	Sitapaila	Kathmandu	9802306040
29	New Baneshwor	Kathmandu	9802306048
30	New Road	Kathmandu	9802306049
31	Lagan Tole	Kathmandu	9802306135
32	Basundhara	Kathmandu	9802306136
33	Kuleshwar	Kathmandu	9802306050
34	Chabahil	Kathmandu	9802306052
35	Koteshwar	Kathmandu	9802306061
36	Machhapokhari	Kathmandu	9802306060
37	Thamel	Kathmandu	9802306070
38	Jorpati	Kathmandu	9802306071
39	Battisputali	Kathmandu	9802306084
40	Dhungaadda	Kathmandu	9802306095
41	Kirtipur	Kathmandu	9802306096
42	Tokha	Kathmandu	9802306099
43	Lagankhel	Lalitpur	9802306055
44	Kupondole	Lalitpur	9802306080
45	Bhaisepati	Lalitpur	9802306081
46	Imadole	Lalitpur	9802306088
47	Badegaun	Lalitpur	9802306097
48	Kamalbinayak	Bhaktapur	9802306054
49	Suryabinayak	Bhaktapur	9802306098
50	Thimi	Bhaktapur	9802306086
51	Ghothatar	Bhaktapur	9802306100
52	Dhading Besi	Dhading	9802306027
53	Galchhi	Dhading	9802306028
54	Puchhar Bazar	Dhading	010-521127
55	Aadamghat	Dhading	9802306113
56	Salyantar	Dhading	9802306114
57	Dharke	Dhading	9802306115
58	Benighat	Dhading	9802306116
59	Aarughat	Dhading	064-410154
60	Narayangadh	Chitawan	9802306015
61	Kholesimal	Chitawan	9802306110
62	Parbatipur	Chitawan	9802306039
63	Parsa	Chitawan	9802306041
64	Hakimchowk	Chitawan	9802306083
65	Tandi	Chitawan	9802306125
66	Hetauda	Makwanpur	9802306037
67	Manahari	Makwanpur	9802306038
68	Battar	Nuwakot	9802306124
69	Kamalamai	Sindhuli	9802306069

GANDAKI PROVINCE (गण्डकी प्रदेश, शाखाहरू - ४१)			
70	Syangja	Syangja	9802306001
71	Waling	Syangja	9802306002
72	Galyang	Syangja	9802306003
73	Bayarghari	Syangja	9802306006
74	Chapakot	Syangja	9802306018
75	Phedikhola	Syangja	9802306101
76	Arjunchaupari	Syangja	9802306102
77	Biruwa	Syangja	9802306103
78	Mirmi	Syangja	9802306104
79	Jugle	Syangja	9802306105
80	Prithivichowk	Kaski	9802306004
81	Gangaunda	Kaski	9802306005
82	Baidam	Kaski	9802306008
83	Harichowk	Kaski	9802306011
84	Nayapul	Kaski	9802306014
85	Chhorepatan	Kaski	9802306022
86	Hemja	Kaski	9802306023
87	Budhibazar	Kaski	9802306024
88	Kahukhola	Kaski	9802306026
89	Amarsingh Chowk	Kaski	9802306078
90	Zero K.M.	Kaski	9802306079
91	Lamachaur	Kaski	9802306082
92	Chiplehunga	Kaski	9802306020
93	Nadipur	Kaski	9802306121
94	Begnas Taal	Kaski	9802306129
95	Nagdhunga	Kaski	9802306994
96	Damauli	Tanahun	9802306007
97	Bhimad	Tanahun	9802306009
98	Dumre	Tanahun	9802306010
99	Dulegaunda	Tanahun	9802306012
100	Aanbukhaireni	Tanahun	9802306131
101	Besishahar	Lamjung	9802306130
102	Karkineta	Parbat	9802306021
103	Kushma	Parbat	9802306077
104	Beni	Myagdi	9802306093
105	Gorkha	Gorkha	9802306092
106	Baglung	Baglung	9802306016
107	Gaindakot	Nawalparasi East	9802306126
108	Girubari	Nawalparasi East	9802306107
109	Dedhgaun	Nawalparasi East	9802306118
110	Daldale	Nawalparasi East	9802306136
LUMBINI PROVINCE (लुम्बिनी प्रदेश, शाखाहरू - २०)			
111	Rampur	Palpa	9802306134
112	Tansen	Palpa	9802306025
113	Tahu	Palpa	9802306108
114	Sarai	Palpa	9802306109
115	Butwal	Rupandehi	9802306017
116	Bhairahawa	Rupandehi	9802306019
117	Haraiya	Rupandehi	9802306106
118	Ramapur Colony	Rupandehi	9802306117
119	Drivertole	Rupandehi	9802306056
120	Kotihawa	Rupandehi	9802306057
121	Ridi	Gulmi	9802306111
122	Tamghas	Gulmi	9802306091
123	Bhumahi	Nawalparasi West	9802306034
124	Gopigunj	Nawalparasi West	9802306119
125	Tulshipur	Dang	9802306047
126	Ghorahi	Dang	9802306085
127	Lamahi	Dang	9802306127
128	Nepalgunj	Banke	9802306053
129	Kohalpur	Banke	9802306120
130	Gulariya	Bardiya	9802306090
KARNALI PROVINCE (कर्णाली प्रदेश, शाखाहरू - ४)			
131	Shreenagar	Salyan	9802306042
132	Tharmare	Salyan	9802306043
133	Luhum	Salyan	9802306044
134	Birendranagar	Surkhet	9802306087
FAR WESTERN PROVINCE (सुदूर पश्चिम प्रदेश, शाखाहरू - ३)			
135	Dhangadhi	Kailali	9802306072
136	Lamki	Kailali	9802306128
137	Mahendranagar	Kanchanpur	9802306094





प्रोक्सी फारम दफा ७१ को उपदफा (३) संग सम्बन्धित

श्री सञ्चालक समिति
मुक्तिनाथ विकास बैंक लिमिटेड
का.म.न.पा. -२८, कमलादी, काठमाडौं

विषय : प्रतिनिधी नियुक्त गरेको बारे ।

महाशय,

जिल्ला _____ महा/उप/न.पा./गा.पा. वडा नं. _____ बस्ने
म/हामी _____ त्यस बैंकको सेयरधनीको हैसियतले मिति २०७७ साल पौष २५ गते शनिवारका दिन हुने
चौधौं वार्षिक साधारण सभामा, म/हामी स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकाले, उक्त सभामा मेरो/हाम्रो
तर्फबाट भाग लिन तथा मतदान गर्नका लागि _____ जिल्ला _____ महा/उप/न.पा./गा.पा. वडा नं. _____ बस्ने श्री
_____ लाई प्रतिनिधि नियुक्त गरी पठाएको छु / छौं ।

प्रोक्सी पाउनेको :

निवेदक

दस्तखत :

दस्तखत :

नाम :

नाम :

ठेगाना :

ठेगाना :

सेयरधनी नं. :

सेयरधनी नं. :

सेयर संख्या :

सेयर संख्या :

मिति :

द्रष्टव्य :

यो निवेदन साधारणसभा हुनुभन्दा कम्तीमा ४८ घण्टा अगावै बैंकको रजिष्टर्ड कार्यालय, काठमाडौं महानगरपालिका -२८, कमलादी, काठमाडौं
मा पेश गरी सक्नुपर्नेछ । सेयरधनी वाहेक अन्य व्यक्तिलाई प्रतिनिधि नियुक्त गर्न पाइने छैन ।



सेयरधनीको नाम: श्री _____ सेयरधनी परिचय नं.: _____ सेयर संख्या: _____

मिति २०७७ साल पौष २५ गते शनिवारका दिन हुने, मुक्तिनाथ विकास बैंक लिमिटेडको चौधौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको ।

प्रवेश-पत्र

सेयरधनीको दस्तखत

कम्पनी सचिव

सभामा भाग लिन आउँदा यो प्रवेश-पत्रमा अनिवार्य रूपमा नाम, दस्तखत, सेयरधनी परिचय नं. तथा कुल सेयर संख्या उल्लेख गरी, साथमा
लिई आउनु पर्नेछ ।



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केन्द्रीय कार्यालय, कमलादी, काठमाडौं
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टोल फ्रि नं. १६६६-०१४-९९९९

