

बाह्य वार्षिक प्रतिवेदन

आर्थिक वर्ष २०७८ / ७९

सञ्चालक समिति



डा. शंकर प्रसाद शर्मा
अध्यक्ष



श्री बालकृष्ण प्रसाई
सञ्चालक



श्री प्रकाश चन्द्र मैनाली
सञ्चालक
(सर्वसाधारण तर्फ)



श्री पवित्र कुमार कार्की
सञ्चालक



श्री विजय ध्वज कार्की
सञ्चालक
(सर्वसाधारण तर्फ)



डा. चन्दा कार्की
सञ्चालक



श्री अवनिन्द्र कुमार श्रेष्ठ
सञ्चालक

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चार्टर्ड एकाउन्टेन्ट्स

श्री बोधराज देवकोटा
सहायक - प्रमुख कार्यकारी अधिकृत
कम्पनी सचिव

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बीमा भन्ने सरल अब
सिटिजन्स बैंकको हुन्छ साथ जब

Citizens BANCASSURANCE



सम्पूर्ण शाखाहरु मार्फत विभिन्न बीमा कम्पनिको जीवन तथा निजीवन बीमा
(अग्नि बीमा, सामुद्रिक बीमा, हवाई बीमा, इन्जिनियरिङ्ग बीमा) लगायतका बीमा सेवा सुविधा

सिटिजन्स बैंक इन्टरनेसनल लिमिटेड

नारायणहिटी पथ, दरबारमार्ग, काठमाडौं

बाह्रौं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

मिति २०७५/१/८ गते बसेको सञ्चालक समितिको २८५औं बैठकले निर्णय गरे अनुसार यस बैंकको बाह्रौं वार्षिक साधारण सभा निम्न लिखित मिति, स्थान र समयमा निम्न विषयहरू उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा सम्पूर्ण शेयरधनी महानुभावहरूको जानकारीका लागि यो सूचना प्रकाशित गरिएको छ ।

१. सभा हुने मिति, स्थान र समय

सभा हुने मिति	:- २०७५ साल चैत ३० गते (जनवरी १४, २०१९) सोमवार
स्थान	:- लैनचौर बैङ्कवेट, लैनचौर, काठमाडौं ।
सभा सुरु हुने समय	:- बिहान ११.०० बजे ।

२. छलफलका विषयहरू :

क. साधारण प्रस्तावहरू

१. आ.व. २०७४/७५ को सञ्चालक समितिको वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने ।
२. बैंक र सहायक कम्पनी सिविआईएल क्यापिटल लि. समेतको लेखापरीक्षकको प्रतिवेदनसहित २०७५ आषाढ मसान्तको वासलात, आ.व. २०७४/०७५ को नाफा नोक्सानीको हिसाब तथा नगद प्रवाह विवरण लगायतका एकीकृत (Consolidated) वित्तीय विवरणहरू छलफल गरी पारित गर्ने ।
३. सञ्चालक समितिबाट प्रस्ताव गरे बमोजिम रु. १३,१३,५६,१४२/- (करिब १.६ प्रतिशत) नगद लाभांश वितरण गर्ने रवीकृत गर्ने ।
४. आर्थिक वर्ष २०७५/७६ को लागि लेखापरीक्षण गर्न लेखापरीक्षण समितिको सिफारिसमा लेखापरीक्षकको नियुक्ति गर्ने र निजको पारिश्रमिक निर्धारण गर्ने । (साविकको लेखापरीक्षक श्री जे.के. एण्ड एस.एस. एसोसिएटस् चार्टर्ड एकाउन्टेन्ट्स पुनः नियुक्त हुन योग्य हुनुहुन्छ ।)
५. बैंकको सञ्चालक समितिको मिति २०७५ जेठ २० गते सम्पन्न २६७ औं बैठकबाट थप सार्वजनिक निष्काशन (FPO) गर्ने सम्बन्धमा गरिएको निर्णय अनुमोदन गर्ने ।

ख. विशेष प्रस्तावहरू

१. सञ्चालक समितिबाट प्रस्ताव गरे बमोजिम रु. २९,१४,४५,७७३/- (करिब ३.६ प्रतिशत) बोनस शेयर वितरण गर्ने स्वीकृत प्रदान गर्ने ।
२. सिटिजन्स बैंक इन्टरनेसनल लिमिटेड र अन्य उपयुक्त बैंक तथा वित्तीय संस्थाहरू एक आपसमा गाभ्ने र गाभिने (मर्ज गर्ने) वा प्राप्ति (एक्विजिसन) गर्न तथा वैदेशिक रणनीतिक सामोदारीमा जान उपयुक्त देखिएमा बैंकको चल अचल सम्पत्ति र दायित्व तथा कारोबारको मूल्याङ्कन गर्न राष्ट्रिय वा अन्तर्राष्ट्रिय मान्यता प्राप्त मूल्याङ्कनकर्ता नियुक्ति गर्न तथा गाभ्ने वा गाभिने वा प्राप्ति गर्ने सम्बन्धी प्रारम्भिक तथा अन्तिम सम्झौता गर्न र सो प्रक्रिया पुरा गर्न आवश्यक पर्ने सम्पूर्ण कार्य गर्नको लागि सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने ।
३. (क) बैंकको प्रबन्धपत्रमा थप तथा संशोधन गर्ने ।
 - (क-१) बैंकको उद्देश्य प्राप्त गर्न गरिने कामहरूमा प्रचलित कानूनको अधिनमा रही पूँजी संरचना परिवर्तनका कारणले थप शेयर जारी गर्न परेमा सम्बन्धित निकायबाट स्वीकृति लिई थप सार्वजनिक निष्काशन (FPO) गर्ने कार्य थप गर्ने ।
 - (क-२) बैंकको उद्देश्य प्राप्त गर्न गरिने कामहरूमा प्रचलित कानूनको अधिनमा रही बैंक आफै वा छुट्टै सहायक कम्पनी स्थापना गरी धितोपत्र झोकरेज सम्बन्धी व्यवसायी कारोबार गर्ने कार्य थप गर्ने ।
 - (क-३) बैंकको उद्देश्य प्राप्त गर्न गरिने कामहरूमा प्रचलित कानूनको अधिनमा रही सञ्चालक समितिले आवश्यकता अनुसार बण्ड, ऋणपत्र जारी गरी पूँजी परिचालन गर्ने कार्य थप गर्ने ।
 - (क-४) बैंकको जारी पूँजी र चुक्ता पूँजी बृद्धि गर्ने सम्बन्धमा ।
 - (क-५) शेयर खरिद वा हस्तान्तरण गर्न बन्देजमा बैंकको पूँजी संरचना परिवर्तनका कारणले थप शेयर जारी गर्न परेमा सम्बन्धित निकायबाट स्वीकृति लिई थप सार्वजनिक निष्काशन (FPO) माध्यमबाट प्रति शेयर रु. १००/- (रु. एक सय मात्र) अंकित मूल्यमा मूल्याङ्कन बमोजिम प्रिमियम थप गरी वा नगरी थप सार्वजनिक निष्काशन (FPO) गर्न सकिने र यसरी थप सार्वजनिक निष्काशन (FPO) माध्यमबाट विक्री गर्दा प्राप्त प्रिमियमलाई शेयर प्रिमियम शीर्षक अन्तरगत जगेडाको रूपमा लेखाङ्कन गरिने व्यवस्था थप गर्ने ।

पुनश्च: उपरोक्त संशोधन प्रस्ताव सम्बन्धी तीन महले विवरण बैंकको वार्षिक प्रतिवेदनमा संलग्न गरिएको छ ।

४. बैंकको प्रबन्धपत्र तथा नियमावली संशोधन गर्दा नियमनकारी निकायहरुबाट प्राप्त हुन आउने निर्देशन बमोजिम थपघट लगायत आवश्यक संशोधन गर्न सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने ।

ग. विविध

साधारण सभा सम्बन्धी अन्य जानकारी

१. वार्षिक साधारण सभालाई ध्यानमा राखी मिति २०७५/०९/१७ गते एक दिन बैंकको शेयरधनी दर्ता किताब बन्द रहनेछ । नेपाल स्टक एक्सचेन्ज लिमिटेडमा २०७५/०९/१६ गतेसम्म कारोबार भई म्याद भित्र यस बैंकको शेयर रजिष्ट्रार सि.वि.आई.एल. क्यापिटल लिमिटेड, वाटुलेश्वर, डिल्लीबजार, काठमाडौंमा प्राप्त शेयर नामसारीको लिखतको आधारमा शेयरधनी दर्ता किताबमा कायम शेयरधनीहरुले सौ सभामा भाग लिन र बोनस शेयर तथा नगद लाभांश पाउनेछन् ।
 २. वार्षिक साधारण सभामा भाग लिन इच्छुक शेयरधनी महानुभावहरुले शेयर प्रमाणपत्र वा डिम्याट खाताको विवरण र आफ्नो परिचय खुल्ने प्रमाण वा सौको प्रतिलिपि अनिवार्य रूपमा साथमा लिई आउनुहुन अनुरोध छ ।
 ३. शेयरधनी महानुभावहरुको उपस्थिति पुस्तिकामा दस्तखत गर्न शेयरधनी उपस्थिति पुस्तिका बिहान ९:०० बजे देखि खुल्ला गरिनेछ ।
 ४. साधारण सभामा भाग लिनका लागि प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरुले प्रचलित कम्पनी कानूनले तोकेको ढाँचामा प्रतिनिधिपत्र (प्रोक्सी) फारम भरी सभा शुरू हुनुभन्दा कम्तिमा ४८ घण्टा अगाडि अर्थात् मिति २०७५/०९/२८ गते बिहान ११:०० बजेभित्र बैंकको मुख्य कार्यालय नारायणहिटी पथ, दरबारमार्गमा दर्ता गराई सक्नु पर्नेछ । बैंकको शेयरधनी बाहेक अरुलाई प्रोक्सी दिन र एकभन्दा बढी व्यक्तिलाई आफ्नो शेयर विभाजन गरी तथा अन्य कुनै किसिमबाट छुट्याई प्रोक्सी दिन पाइने छैन, यसरी दिइएको प्रोक्सी बदर हुनेछ ।
 ५. प्रतिनिधि (प्रोक्सी) नियुक्त गरिसकेपछि सम्बन्धित शेयरधनीले प्रतिनिधि फेरबदल गर्न चाहेमा यस अघि दिएको प्रतिनिधि (प्रोक्सी) बदर गरी यो प्रतिनिधि (प्रोक्सी) लाई मान्यता दिइयोस् भन्ने छुट्टै पत्र सहित प्रोक्सी फारम बैंकको मुख्य कार्यालयमा सभा शुरू हुनुभन्दा कम्तिमा ४८ घण्टा अगावै दर्ता गराएको अवस्थामा अघिल्लो प्रतिनिधिलाई स्वतः बदर भएको मानी पछिल्लो प्रतिनिधि (प्रोक्सी) लाई मान्यता दिइने छ । प्रतिनिधि नियुक्त गरी सकेको शेयरधनी आफै सभामा उपस्थित भई हाजिर पुस्तिकामा दस्तखत गरेमा निजले दिएको प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ ।
 ६. १ नं. मा उल्लेख गरे बमोजिम शेयरधनी दर्ता किताबमा कायम शेयरधनीहरु मात्र सौ सभाबाट पारित बोनस शेयर र लाभांश रकमको हकदार हुनेछन् ।
 ७. एकभन्दा बढी व्यक्तिहरुको संयुक्त नाममा शेयर दर्ता रहेको अवस्थामा सर्वसम्मतबाट प्रतिनिधि चयन गरिएको एकजनाले मात्र वा जगत किताबमा पहिलो नाम उल्लेख भएको व्यक्तिले सभामा भाग लिन सक्नेछन् ।
 ८. नाबालक वा मानसिक सन्तुलन ठीक नरहेको शेयरधनीहरुको तर्फबाट बैंकको शेयर लगत दर्ता किताबमा संरक्षकको रूपमा नाम दर्ता भइरहेका महानुभावहरुले सभामा भागलिन, मतदान गर्न वा प्रतिनिधि तोक्न सक्नु हुनेछ ।
 ९. साधारण सभा सम्बन्धमा थप जानकारी आवश्यक परेमा कार्यालय समयभित्र बैंकको प्रधान कार्यालय नारायणहिटी पथ, काठमाडौंमा सम्पर्क राख्न समेत अनुरोध गरिन्छ ।
 १०. सुरक्षाको दृष्टिकोणले शेयरधनी महानुभावहरु सभा स्थलमा आउँदा भोला, व्याग जस्ता वस्तुहरु नलिई आउनु हुन अनुरोध छ । आवश्यक देखिएमा सुरक्षाकर्मीले सुरक्षा जाँच गर्न सक्ने हुँदा सो कार्यमा सहयोग गरिदिनु हुन समेत अनुरोध गरिन्छ ।
- पुनश्च: कम्पनी ऐन २०६३ अनुसारको वार्षिक आर्थिक विवरण, सञ्चालक समितिको प्रतिवेदन र लेखापरीक्षकको प्रतिवेदन शेयरधनी महानुभावहरुले कम्पनीको मुख्य कार्यालय नारायणहिटी पथ, काठमाडौं तथा यस बैंकको शेयर रजिष्ट्रार सि.वि.आई.एल. क्यापिटल लिमिटेड, डिल्लीबजार, काठमाडौंमा उपस्थित भई निरीक्षण गर्न र प्राप्त गर्न सक्ने व्यहोरा समेत जानकारीका लागि सूचित गरिन्छ । संक्षिप्त आर्थिक विवरण लगायत वार्षिक साधारण सभामा पेश हुने सम्पूर्ण प्रस्तावहरु बैंकको Website: www.ctzbank.com मा पनि हेर्न सक्नुहुनेछ ।

सञ्चालक समितिको आज्ञाले,
कम्पनी सचिव

प्रोक्सी फारम

श्री सञ्चालक समिति

सिटिजन्स बैंक इन्टरनेसनल लिमिटेड

नारायणहिटी पथ, दरवारमार्ग, काठमाडौं ।

बिषय : प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

..... जिल्ला न.पा./गा.पा. वडा नं. वस्ने म/हामी ले त्यस कम्पनीको शेयरधनीको हैसियतले २०७५ साल पौष ३० गते सोमवारका दिन हुने बाह्रौं वार्षिक साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकाले उक्त सभामा भाग लिन तथा मतदान गर्नका लागि जिल्ला न.पा./गा.पा. वडा नं. वस्ने त्यस कम्पनीका शेयरधनी श्री शेयर प्रमाणपत्र नं. परिचय नं. लाई मेरो/हाम्रो प्रतिनिधि मनोनित गरी पठाएको छु /छौं ।

प्रोक्सी लिनेको दस्तखत :

निवेदक

दस्तखत :

नाम:

शेयर प्रमाणपत्र नं.:

शेयरधनी परिचय नं.:

कित्ता नं. देखि सम्म

मिति:

प्रवेश-पत्र

शेयरधनीको नाम शेयर प्रमाण-पत्र नं. शेयरधनी परिचय नं.

शेयरधनीको सही शेयर संख्या

सिटिजन्स बैंक इन्टरनेसनल लिमिटेडको मिति २०७५ पौष ३० गते सोमवारका दिन हुने बाह्रौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश-पत्र ।

.....
शेयरधनीको हस्ताक्षर

.....
कम्पनी सचिव

द्रष्टव्य : शेयरधनी आफैले खाली कोष्ठहरु भर्नुहोला । (सभाकक्षमा प्रवेश गर्न यो प्रवेश-पत्र प्रस्तुत गर्नु अनिवार्य छ ।)

सिटिजन्स बैंक इन्टरनेसनल लिमिटेडको

सञ्चालक समितिको वार्षिक प्रतिवेदन

आर्थिक वर्ष २०७४/७५

आदरणीय शेयरधनी महानुभावहरु,

यस सिटिजन्स बैंक इन्टरनेसनल लिमिटेडको बाह्रौं वार्षिक साधारणसभामा उपस्थित सम्पूर्ण शेयरधनी महानुभावहरुलाई सञ्चालक समितिको तर्फबाट म हार्दिक स्वागत गर्दछु। यस अवसरमा म २०७५ आषाढ मसान्तको बैंक तथा बैंकको सहायक कम्पनी समेतको एकीकृत बासलात, आर्थिक वर्ष २०७४/७५ को एकीकृत नाफा-नोक्सान हिसाब, एकीकृत अन्य विस्तृत आम्दानीको विवरण, एकीकृत नगद प्रवाह विवरण तथा अन्य सम्पूर्ण वित्तीय विवरणहरु सभाको स्वीकृतिका लागि प्रस्तुत गर्दछु। यस सम्मानित सभामा म सञ्चालक समितिको तर्फबाट बैकिङ्ग क्षेत्रको परिसूचक प्रस्तुत गर्दै बैंकको गत आर्थिक वर्षको कार्यको समीक्षा तथा भावी कार्यक्रमहरु प्रस्तुत गर्दछु।

१. आर्थिक तथा बैकिङ्ग क्षेत्रका परिसूचक (आ.व. २०७४/७५)

कुल गार्हस्थ्य उत्पादन

१. आर्थिक वर्ष २०७४/७५ मा यथार्थ कुल गार्हस्थ्य उत्पादन वृद्धिदर आधारभूत मूल्यमा ५.९ प्रतिशत रहेको छ। अघिल्लो आर्थिक वर्ष यस्तो वृद्धिदर ७.४ प्रतिशत रहेको थियो। त्यसैगरी, उत्पादकको मूल्यमा कुल गार्हस्थ्य उत्पादन वृद्धि अघिल्लो वर्ष ७.९ प्रतिशतको तुलनामा समीक्षा वर्षमा ६.३ प्रतिशत रहेको अनुमान छ। समीक्षा वर्षमा अनुकूल मौसमी वर्षा, उर्जा आपूर्तिमा भएको सुधार र आपूर्ति व्यवस्थामा भएको सामान्यीकरणले गत वर्षको न्यून आधारबाट आर्थिक वृद्धिदर उच्च रहन गएको हो।
२. समीक्षा वर्षमा कृषि क्षेत्रको उत्पादन २.८ प्रतिशत तथा गैर-कृषि क्षेत्रको उत्पादन ७.१ प्रतिशतले वृद्धि भएको छ। अघिल्लो वर्ष कृषि तथा गैर-कृषि क्षेत्रको उत्पादन क्रमशः ५.२ प्रतिशत र ८.५ प्रतिशतले वृद्धि भएको थियो।
३. समीक्षा वर्षमा औद्योगिक क्षेत्रको उत्पादन ८.८ प्रतिशत रहेको छ। अघिल्लो वर्षमा औद्योगिक क्षेत्रको उत्पादन १२.४ प्रतिशतले बढेको थियो।
४. सेवा क्षेत्रको उत्पादन समीक्षा वर्षमा ६.६ प्रतिशत रहेको छ। अघिल्लो वर्ष यो क्षेत्रको उत्पादन ७.४ प्रतिशतले वृद्धि भएको थियो। पर्यटक आगमनमा वृद्धि र व्यापार एवम् संचार क्षेत्रको विस्तारका कारण सेवा क्षेत्रको वृद्धिदर बढेको हो।

वैदेशिक व्यापार

आर्थिक वर्ष २०७४/७५ मा कुल वस्तु निर्यात ११.१ प्रतिशतले वृद्धि भई रु. ८१ अर्ब १९ करोडमा सीमित भएको छ। अघिल्लो वर्ष यस्तो निर्यात ४.२ प्रतिशतले वृद्धि भएको थियो। समीक्षा वर्षमा भारततर्फ १२.४ प्रतिशत, चीनतर्फ ४३.३ प्रतिशत र अन्य मुलुकतर्फ ७.५ प्रतिशतले निर्यात बढेको छ।

समीक्षा वर्ष २०७४/७५ मा कुल वस्तु निर्यातको कुल गार्हस्थ्य उत्पादनसँगको अनुपात अघिल्लो वर्षमा २.८ प्रतिशत रहेकोमा समीक्षा वर्षमा २.७ प्रतिशतमा झरेको छ। वस्तुगत आधारमा समीक्षा वर्षमा मुख्यतया अलैची, जुटको बोरा, पोलिष्टर यार्न लगायतका वस्तुको निर्यात बढेको छ भने जुस, जि.आई. पाइप, ऊनी गलैँचा, जुटको डोरी, लगायतका वस्तुहरुको निर्यात घटेको छ।

समीक्षा वर्ष २०७४/७५ मा कुल वस्तु आयात २५.५ प्रतिशतले बढेर रु. १२४२ अर्ब ८३ करोड पुगेको छ। अघिल्लो वर्ष यस्तो आयात २८ प्रतिशतले बढेको थियो। समीक्षा वर्षमा भारतबाट भएको आयात २७.८ प्रतिशत, चीनबाट भएको आयात २५.५ प्रतिशत र अन्य मुलुकबाट भएको आयात १९.३ प्रतिशतले बढेको छ। समीक्षा वर्षमा कुल वस्तु आयातको कुल गार्हस्थ्य उत्पादनसँगको अनुपात ४१.३ प्रतिशत रहेको छ। अघिल्लो आर्थिक वर्ष यस्तो अनुपात ३७.५ प्रतिशत रहेको थियो।

समीक्षा वर्षमा वस्तुगत आधारमा मुख्यतया: पेट्रोलियम पदार्थ, यातायातका साधन तथा पार्टपुर्जा, एम.एस.विलेट लगायतका वस्तुको आयात बढेको छ भने खाने तेल, सानो अलैची, सेनिटेरीवेयर्स लगायतका वस्तुहरुको आयात घटेको छ।

समीक्षा वर्ष २०७४/७५ मा कुल वस्तु व्यापार घाटा २६.७ प्रतिशतले विस्तार भई रु. ११६१ अर्ब ६४ करोड पुगेको छ। अघिल्लो वर्ष यस्तो व्यापार घाटा ३०.४ प्रतिशतले बढेको थियो। समीक्षा वर्ष २०७४/७५ मा निर्यात-आयात अनुपात ६.५ प्रतिशत रहेको छ। अघिल्लो वर्ष यस्तो अनुपात ७.४ प्रतिशत रहेको थियो।

चालू खाता, शोधनान्तर तथा विप्रेषणको स्थिति

अघिल्लो वर्ष रु. १० अर्ब १३ करोडले घाटामा रहेको चालू खाता समीक्षा वर्षमा वस्तु आयात उच्च दरले बढेको कारण रु. २४५ अर्ब २२ करोडले घाटामा गएको छ। निर्यातको तुलनामा आयातमा उच्च वृद्धि भएकोले चालू खाता समीक्षा वर्षमा घाटामा गएको हो। त्यसैगरी, अघिल्लो वर्ष रु. ८२ अर्ब ११ करोडले बचतमा रहेको समग्र शोधनान्तर समीक्षा वर्षमा रु. ९६ करोडले बचतमा रहेको छ। समीक्षा वर्षमा पूँजीगत ट्रान्सफर रु. १७ अर्ब ७२ करोड र प्रत्यक्ष वैदेशिक लगानी आप्रवाह रु. १७ अर्ब ५१ करोड रहेको छ। अघिल्लो वर्ष पूँजीगत ट्रान्सफर रु. १३ अर्ब ३६ करोड र प्रत्यक्ष वैदेशिक लगानी रु. १३ अर्ब ५० करोड रहेको थियो।

समीक्षा वर्षमा विप्रेषण आप्रवाह ८.६ प्रतिशतले वृद्धि भई रु. ७५५ अर्ब ६ करोड पुगेको छ। अघिल्लो वर्ष विप्रेषण आप्रवाह ४.६ प्रतिशतले वृद्धि भएको थियो। विप्रेषण आप्रवाह कुल गार्हस्थ अनुपात अघिल्लो वर्ष २६.३ प्रतिशत रहेकोमा समीक्षा वर्षमा २५.१ प्रतिशत रहेको छ। समीक्षा वर्षमा खुद ट्रान्सफर आय १.५ प्रतिशतले वृद्धि भई रु. ८६४ अर्ब ६७ करोड पुगेको छ। अघिल्लो वर्ष यस्तो आय ९.५ प्रतिशतले बढेको थियो। अन्तिम श्रम स्वीकृतिका आधारमा वैदेशिक रोजगारीमा जाने नेपालीको संख्या आर्थिक वर्ष २०७४/७५ मा गत वर्षको तुलनामा १०.१ प्रतिशतले घटेको छ। अघिल्लो वर्षको सोही अवधिमा यस्तो संख्या ४.७ प्रतिशतले घटेको थियो। समीक्षा वर्षमा मलेसिया, संयुक्त अरब इमिरेट्स, कुवेत लगायतका देशमा जाने कामदारको संख्यामा वृद्धि भएको छ भने साउदी अरेबिया, कतार लगायतका देशमा जाने कामदारको संख्यामा गिरावट आएको छ।

व्याजदर

अघिल्लो आर्थिक वर्ष २०७४ असारको तुलनामा २०७५ असारमा ९१ दिने ट्रेजरी बिलको भारित औसत व्याजदर र अन्तरवैक कारोबारको भारित औसत व्याजदर बढेको छ। २०७४ असारमा ९१ दिने ट्रेजरी बिलको भारित औसत व्याजदर ०.७१ प्रतिशत रहेकोमा २०७५ असारमा ३.७४ प्रतिशत कायम रहेको छ। त्यसै गरी वाणिज्य बैंकहरु बीचको अन्तरवैक कारोबारको भारित औसत व्याजदर २०७४ असारमा ०.६४ प्रतिशत रहेकोमा २०७५ असारमा २.९६ प्रतिशत पुगेको छ। अन्य वित्तीय संस्थाहरुबीचको अन्तरवैक कारोबारको भारित औसत व्याजदर २०७४ असारमा ४.४७ प्रतिशत रहेकोमा २०७५ असारमा ५.४० प्रतिशत पुगेको छ।

निक्षेप परिचालन

समीक्षा वर्षमा बैंक तथा वित्तीय संस्थाहरुको निक्षेप १९.२ प्रतिशतले बढेको छ। अघिल्लो वर्ष यस्तो निक्षेप १४.० प्रतिशतले बढेको थियो। समीक्षा वर्षमा बैंक तथा वित्तीय संस्थाहरुको कुल निक्षेपमा चल्ती, बचत र मुद्दतीको अंश क्रमशः ९.३ प्रतिशत, ३४.५ प्रतिशत र ४४.८ प्रतिशत रहेको छ। अघिल्लो वर्ष यस्तो अंश क्रमशः ८.७ प्रतिशत, ३५.४ प्रतिशत र ४३.२ प्रतिशत रहेको थियो।

कर्जा तथा सापट

आर्थिक वर्ष २०७४/७५ मा बैंक तथा वित्तीय संस्थाहरुबाट निजी क्षेत्रमा प्रवाहित कर्जा २२.५ प्रतिशतले बढेको छ। अघिल्लो वर्ष यस्तो कर्जा १८.२ प्रतिशतले बढेको थियो। निजी क्षेत्रतर्फ प्रवाहित कर्जामध्ये वाणिज्य बैंकहरुको कर्जा प्रवाह २२.३ प्रतिशतले, विकास बैंकहरुको २५.६ प्रतिशतले र वित्त कम्पनीहरुको कर्जा प्रवाह १६.१ प्रतिशतले बढेको छ।

समीक्षा वर्ष २०७४/७५ मा कृषि क्षेत्रतर्फको कर्जा ५०.८ प्रतिशत, औद्योगिक उत्पादन क्षेत्रतर्फको कर्जा २०.६ प्रतिशत, निर्माण क्षेत्रतर्फको कर्जा १९.३ प्रतिशत, थोक तथा खुद्रा व्यापार क्षेत्रतर्फको कर्जा २२.४ प्रतिशत, सेवा क्षेत्रका उद्योगतर्फको कर्जा २६.७ प्रतिशतले बढेको छ।

आर्थिक वर्ष २०७४/७५ मा बैंक तथा वित्तीय संस्थाहरुको लगानीमा रहिरहेको कर्जामध्ये ६१.७ प्रतिशत कर्जा घर जग्गाको धितोमा र १४.४ प्रतिशत कर्जा चालू सम्पत्तिको धितोमा प्रवाह भएको छ। अघिल्लो वर्षको सोही अवधिमा यस्तो धितोमा प्रवाहित कर्जाको अनुपात क्रमशः ६०.९ प्रतिशत र १३.९ प्रतिशत रहेको थियो।

समीक्षा वर्षमा बैंकहरुबाट प्रवाहित ट्रष्ट रिसिट कर्जा (आयात कर्जा) ७६.५ प्रतिशतले बढी रू. ११३ अर्ब ८७ करोड पुगेको छ । समीक्षा वर्षमा हायर पर्चेज कर्जा १४.५ प्रतिशतले र ओभरड्राफ्ट कर्जा १४.४ प्रतिशतले बढेको छ ।

२. विगत वर्षको बैंकको कारोबारको सिंहावलोकन

आर्थिक वर्ष २०७४/७५ को वित्तीय विवरण Nepal Financial Reporting Standard (NFRS) बमोजिमको सर्वमान्य लेखाको सिद्धान्तका आधारमा तयार गरिएको छ । समीक्षा अवधि र अधिल्लो आर्थिक वर्ष २०७३/७४ को एकीकृत वित्तीय विवरण अनुसार यस बैंकको वित्तीय स्थितिको तुलनात्मक अवस्था देहाय बमोजिम रहेको छ :

(रू. हजारमा)

अनुपातहरु	आर्थिक वर्ष २०७४/७५	आर्थिक वर्ष २०७३/७४	वृद्धि/(हास)
पूँजी कोषको पर्याप्तता	१३.८४%	१६.८८%	३.०४%
वासलात	आर्थिक वर्ष २०७४/७५	आर्थिक वर्ष २०७३/७४	वृद्धि/(हास)
कुल सम्पत्ति	७७,७०९,९५३	६५,८८१,६१४	१७.९५%
निक्षेप	६०,६९६,०२७	५१,७९६,६७५	१७.३६%
कर्जा सापटीहरु	५८,४६८,३३५	४८,८४५,२३४	१९.७०%
लगानीहरु - धितोपत्र तथा शेयरहरु	५,७५२,०१०	६,८८४,३५७	-१६.४५%
जगेडा तथा कोषहरु	२,९८०,२४२	२,३८८,७००	२४.७६%
नाफा - नोक्सान हिसाब	आर्थिक वर्ष २०७४/७५	आर्थिक वर्ष २०७३/७४	वृद्धि/(हास)
खुद व्याज आमदानी	२,२२२,०६८	१,७९०,२४०	२४.१२%
गैर व्याज आमदानी	८६१,६५५	६५९,८९५	३०.५७%
सञ्चालन खर्च	१,२५७,९४३	९८१,६२१	२८.१५%
खुद मुनाफा	१,८२४,१०४	१,६३४,९१८	-२४.५२%

पूँजी संरचना : यस आर्थिक वर्ष २०७४/७५ को अन्त्यमा बैंकको चुक्ता पूँजी रू. ८ अर्ब ३ करोड ३२ लाख ३६ हजार ४ सय कायम रहेको छ । बैंकको संस्थापक तथा सर्वसाधारण शेयर अनुपात ५१:४९ बनाउन जारी गरिएको FPO पश्चात् हाल चुक्ता पूँजी रू ८ अर्ब ७ करोड ९६ लाख १९ हजार कायम रहेको छ ।

पूँजी कोष पर्याप्तता : आर्थिक वर्ष २०७३/७४ को अन्त्यमा पूँजी कोष अनुपात १६.८८ प्रतिशत रहेकोमा आर्थिक वर्ष २०७४/७५ को अन्त्यमा उक्त अनुपात १३.८४ प्रतिशत रहेको छ ।

कुल सम्पत्ति : आर्थिक वर्ष २०७३/७४ को अन्त्यमा कुल सम्पत्ति रू ६५ अर्ब ८८ करोड १६ लाख १४ हजार रहेकोमा आ.व. २०७४/७५ को अन्त्यमा १७.९५ प्रतिशतले वृद्धि भई रू. ७७ अर्ब ७० करोड ९९ लाख ५३ हजार पुगेको छ ।

निक्षेप संकलन : आ.व.२०७३/७४ मा बैंकले कुल रू. ५१ अर्ब ७९ करोड ६६ लाख ७४ हजार निक्षेप परिचालन गरेकोमा आ.व.२०७४/७५ मा १७.३६ प्रतिशतले वृद्धि भई रू.६० अर्ब ६९ करोड ६० लाख २७ हजार पुगेको छ । जसमध्ये चल्ती निक्षेपको अंश ४.२१ प्रतिशत, बचत निक्षेपको अंश २२.४३ प्रतिशत, मुद्दती निक्षेपको अंश ६७.४४ प्रतिशत, मागेको बखत तिर्नुपर्ने निक्षेपको अंश ५.०० प्रतिशत र बाँकी अन्य निक्षेप रहेको छ ।

कर्जा र सापटीहरु : कर्जा र सापटीहरुतर्फ बैंकले आर्थिक वर्ष ०७३/७४ मा रू. ४८ अर्ब ८४ करोड ५२ लाख ३३ हजार प्रवाह गरेकोमा आ.व. २०७४/७५ मा १९.७० प्रतिशतले वृद्धि भई रू. ५८ अर्ब ४६ करोड ८३ लाख ३५ हजार पुगेको छ । आर्थिक वर्ष २०७४/७५ मा गरिएको कुल कर्जा सापटी मध्ये रियल स्टेट क्षेत्रमा ११.४९ प्रतिशत, हाउसिङ क्षेत्रमा ६.३२ प्रतिशत, मार्जिन लेन्डिङ्गमा ४.८२ प्रतिशत, अधिविकर्ष कर्जामा १४.१२ प्रतिशत तथा अन्य कर्जामा ६३.२५ प्रतिशत लगानी रहेको छ । आर्थिक वर्ष २०७४/७५ मा गरिएको कुल कर्जा सापटीमध्ये बैंकले प्राथमिकता प्राप्त क्षेत्रमा ४३.६० प्रतिशत लगानी गरेको छ जसमध्ये कृषि क्षेत्रमा ७.६२ प्रतिशत लगानी रहेको छ ।

वैकले आर्थिक वर्ष २०७४/७५ को आषाढ मसान्तसम्ममा हाइड्रोपावर प्रोजेक्टका लागि स्वीकृत कुल सीमा रु. ८ अर्ब ९७ करोड ६१ लाख मध्ये रु. ३ अर्ब ३ करोड २६ लाख कर्जा प्रवाह गरी जल विद्युत क्षेत्रको विकासमा योगदान पुऱ्याएको छ। यस वैकले करीव २२ ९ मेगावाट क्षमताका विभिन्न जलविद्युत आयोजनाहरूमा कर्जा लगानी गरेको छ।

त्यसैगरी वैकले आर्थिक वर्ष २०७४/७५ को आषाढ मसान्तसम्ममा १३८७ वटा साना तथा मझौला कर्जा शीर्षक अन्तर्गत कुल रु. ६ अर्ब ४२ करोड ९० लाख लगानी गरेको छ भने कृषि व्यवसायलाई लक्षित ३,९१८ वटा फास्ट ट्रयाक लोन कर्जा शीर्षक अन्तर्गत कुल कर्जा रु. १ अर्ब ५९ करोड ३९ लाख लगानी गरेको छ। साथै वैकले कृषि व्यवसायलाई थप योगदान पुऱ्याउने उद्देश्यले One Zone One Product को नीति अवलम्बन गरे अनुसार ११० वटा परियोजनामा रु. १५ करोड ७५ लाख सहित वैकले कृषि क्षेत्रमा कुल रु. ३ अर्ब १९ करोड ४२ लाख कर्जा लगानी गरेको छ।

कुल लगानी : आर्थिक वर्ष २०७४/७५ को आषाढ मसान्तसम्ममा वैकले रु. ५ अर्ब ७५ करोड २० लाख ९ हजार लगानी गरेको छ। उक्त लगानीमध्ये नेपाल सरकारको ट्रेजरी बिल्स, विकास वण्ड तथा नेपाल राष्ट्र बैंक वण्डमा कुल रु. ५ अर्ब ४५ करोड ७६ लाख ४२ हजार अर्थात् ९४.८८ प्रतिशत लगानी रहेको छ भने संगठित संस्थाहरूको शेयरमा रु. २९ करोड ४३ लाख ६८ हजार (कुल लगानीको ५.१२ प्रतिशत) रहेको छ।

खुद व्याज आम्दानी : आ.व. २०७३/७४ मा वैकको खुद व्याज आम्दानी रु. १ अर्ब ७९ करोड २ लाख ४० हजार रहेकोमा आ.व. २०७४/७५ मा २४.१२ प्रतिशतले बृद्धि भई रु. २ अर्ब २२ करोड २० लाख ६८ हजार पुगेको छ।

गैर व्याज आम्दानी : आ.व. २०७३/७४ मा वैकको गैर व्याज आम्दानी रु. ६५ करोड ९८ लाख ९५ हजार रहेकोमा आ.व. २०७४/७५ मा ३०.५७ प्रतिशतले बृद्धि भई रु. ८६ करोड १६ लाख ५५ हजार पुगेको छ।

सञ्चालन खर्च : आ.व. २०७३/७४ मा वैकको कुल सञ्चालन खर्च रु. ९८ करोड १६ लाख २१ हजार रहेकोमा आ.व. २०७४/७५ मा २८.१५ प्रतिशतले बृद्धि भई रु. १ अर्ब २५ करोड ७९ लाख ४३ हजार पुगेको छ।

खुद मुनाफा : आ.व. २०७३/७४ मा वैकको खुद मुनाफा रु. १ अर्ब ६३ करोड ४९ लाख १७ हजार रहेकोमा आ.व. २०७४/७५ मा २४.५२ प्रतिशतले हास भई रु. १ अर्ब २३ करोड ४१ लाख ३ हजार पुगेको छ। यसरी खुद मुनाफामा हास देखिनुको मुख्य कारण गत आ.व.को गैर सञ्चालन आम्दानीमा संस्था प्राप्ति गरेको अवस्थामा सिर्जित रु. ६६.९० करोडको Bargain Purchase Gain रहेको छ।

३. **सहायक कम्पनी सि.बि.आइ.एल. क्यापिटल लिमिटेडको कारोवारको सिंहावलोकन:** वैकको सहायक कम्पनी सि.बि.आइ.एल. क्यापिटल लिमिटेडमा यस वैकको ६८.९४ प्रतिशत लगानी अर्थात् कुल १७ करोड पूँजीमा रु. ११ करोड ७२ लाख लगानी रहेको छ। उक्त कम्पनीको मुख्य उद्देश्य - निष्काशन तथा बिक्री प्रबन्धकको सेवा प्रदान गर्ने, लगानी व्यवस्थापन सेवा प्रदान गर्ने, सामूहिक लगानी कोष सेवा सञ्चालन गर्ने, शेयर रजिष्ट्रेशन आदि रहेका छन्।

आ.व. २०७४/७५ मा शेयर बजारमा आएको प्रतिकूल उतारचढावका कारण सि.बि.आइ.एल. क्यापिटल लिमिटेड रु. २ करोड ८२ लाख ७९ हजार घाटामा रहेको छ।

४. **शाखा सञ्जालमा विस्तार:** नेपाल राष्ट्र बैंकको एकीकृत निर्देशनको पालना गर्दै वैकको व्यवसाय बृद्धि नीति अनुरूप आ.व. २०७४/७५ मा काठमाडौँ उपत्यका बाहिर स्थानीय तहमा नवलपरासीको भुमही, मकवानपुरको मनहरी, भापाको हल्दीवारी, बर्दियाको बर्दियाताल, हुम्लाको सर्केगाढ र नाम्खा, महोत्तरीको औरही, दाङको वंगलाचुली, पोखराको सिमलचौर, इलामको माङसेबुङ, सोलुखुम्बुको लिखु पिके, रामेछापको सुनापती, काभ्रेको तेमाल, सिन्धुलीको हरिहरपुरगढी, धनकुटाको शहीदभूमि, प्युठानको भिमरूक, रूकुमपूर्वको भूमे, अछामको ढकारी गरी कुल शाखा संख्या ७८ पुगेको छ। साथै आ.व. २०७५/७६ मा वैकको व्यवसाय बृद्धि र विकासका लागि कम्तीमा पनि ४ वटा शाखा कार्यालय स्थापना गर्ने नीति लिएका छौं।

५. अन्य बैकिङ सुविधा विस्तार

यस वैकले आ.व. २०७४/७५ मा नेपाल राष्ट्र बैंकबाट स्वीकृति लिई म्याग्दी जिल्लाको ताकम र रौतहट जिल्लाको फतुवा विजयपुर गरी थप २ वटा शाखारहित बैकिङ सेवा विस्तार गरेको छ। हालसम्म वैकले ९९ वटा शाखारहित बैकिङ ईकाइहरूबाट सो सेवा प्रदान गर्दै आइरहेको छ।

शाखा रहित बैकिङ्गबाट निक्षेप संकलन, रकम भुक्तानी, कोष स्थानान्तरण, मोबाइल फोनको बिल भुक्तानी, उपयोगी सेवा सञ्चालन सेवाको भुक्तानी लगायत बैंकले प्रदान गर्ने अन्य सेवाहरु उपलब्ध गराउँदै आईरहेको छ ।

यसैगरी बैंक र राष्ट्रिय पुर्ननिर्माण प्राधिकरण बीच भूकम्पबाट क्षति भएका निजी आवास पुर्ननिर्माणका लागि अनुदान रकम वितरण गर्ने सम्झौता अनुसार यस बैंकले ५ जिल्लाका (दोलखा, काभ्रे, मकवानपुर, भोजपुर र काठमाडौं) ६ शाखाहरुबाट अनुदान रकम वितरण गर्दै आएकोमा यस वर्षबाट ६ जिल्लाका (दोलखा, काभ्रे, मकवानपुर, भोजपुर, म्याग्दी र काठमाडौं) ८ शाखाहरुबाट अनुदान रकम वितरण गर्न थालेको छ । नेपाल सरकारलाई अनुदान रकम वितरणमा सहयोग पुर्याउने उद्देश्य अनुरूप हालसम्म ७४९१ सेवाग्राहीलाई विभिन्न किस्तामा रकम वितरण गरिएको छ ।

विश्व खाद्य कार्यक्रम (World Food Program) द्वारा संचालित Welt Hunger Hilfe/Lutheran World Federation (LWF) Nepal को सहकार्यमा भूकम्पबाट अति प्रभावित धादिङ्ग जिल्लाको लापा, भारलाङ्ग, तिपलिङ्ग, रिगाँउ, सेर्तुङ्ग गोरखा जिल्लाको सिर्दिवाश, लाप्राक, उहिया, कासीगाँउ र गुम्दा गा.वि.स.गरी १० गाविसमा नगद वितरण (Cash Camp) कार्यक्रम सम्पन्न गरिएको छ । उक्त कार्यक्रम अन्तर्गत १० हजार भन्दा बढी परिवारलाई दाताहरुबाट प्राप्त आर्थिक सहयोग स्वरूप नगद वितरण गरिएको थियो ।

यस बैंकले ग्राहकहरुको सुविधालाई ध्यानमा राख्दै बीमा सम्बन्धी सेवा उपलब्ध गराउने क्रममा यस वर्ष ८ वटा जीवन बीमा कम्पनी (सानिमा लाइफ इन्स्योरेन्स कम्पनी, युनियन लाइफ इन्स्योरेन्स कम्पनी, नेपाल लाइफ इन्स्योरेन्स कम्पनी, गुराँस लाइफ इन्स्योरेन्स कम्पनी, नेशनल लाइफ इन्स्योरेन्स कम्पनी, रिलायबल नेपाल लाइफ इन्स्योरेन्स कम्पनी, सिटिजन लाइफ इन्स्योरेन्स, ज्योति लाइफ इन्स्योरेन्स कम्पनी) र १० वटा निर्जीवन बीमा कम्पनी (शिखर इन्स्योरेन्स कम्पनी, नेशनल इन्स्योरेन्स कम्पनी, सगरमाथा इन्स्योरेन्स कम्पनी, सिद्धार्थ इन्स्योरेन्स कम्पनी, प्रुडेंशियल इन्स्योरेन्स कम्पनी, एनएलजी इन्स्योरेन्स कम्पनी, नेको इन्स्योरेन्स कम्पनी, नेपाल इन्स्योरेन्स कम्पनी, प्रिमियर इन्स्योरेन्स कम्पनी, सानिमा जनरल इन्स्योरेन्स कम्पनी) सँग बीमा सम्बन्धी सम्झौता सम्पन्न गरेको छ । यी सम्झौताहरु पश्चात् जीवनबीमातर्फ १० र निर्जीवन बीमातर्फ ११ बीमा कम्पनीसँग यस बैंकको सहकार्य रहेको छ ।

यस व्यवस्थाबाट बैंकका ग्राहकहरुलाई बैंकको कुनै पनि शाखाबाट बैकिङ्ग सेवाका अतिरिक्त आफ्नो जीवन/निर्जीवन बीमा र सो को प्रिमियम रकम छिटो, छरितो र सहज रूपमा बुझाउन, बीमालेख लिन, दावी भुक्तानी लगायतका बीमा सम्बन्धी सम्पूर्ण सेवाहरु उपलब्ध छन् ।

६. संस्थागत सुशासन तथा अनुपालन :

संस्थागत सुशासन तथा अनुपालन (Corporate Governance and Compliance) को स्तरलाई उच्चतम राख्ने कुरामा बैंकले सदैव महत्व दिँदै आएको छ । संस्थागत सुशासनको प्रभावकारी कार्यान्वयनलाई प्राथमिकतामा राख्दै बैंकको उद्देश्य, नीति, आन्तरिक संरचना र कर्मचारीले पालना गर्नु पर्ने आचरणको व्यवस्था गरिएको छ । सञ्चालक तथा कर्मचारीहरुले पालना गर्नुपर्ने आचार संहितालाई कार्यान्वयनमा ल्याइएको छ । सञ्चालक समिति तथा बैंकका सबै कार्यहरु पारदर्शी रूपमा सञ्चालन गरी संस्थागत सुशासनलाई सुदृढ गर्दै लैजान बैंक सदैव क्रियाशील रही आएको छ । नेपाल राष्ट्र बैंक एवं अन्य सम्बद्ध निकायहरुबाट समय-समयमा जारी भएका नीति एवं निर्देशनलाई बैंकले पूर्ण रूपमा कार्यान्वयन गर्दै आएको छ र आगामी दिनहरुमा पनि पूर्ण रूपमा कार्यान्वयन गरिने छ ।

७. सूचना प्रविधि

ग्राहकवर्गको चाहना बमोजिमको बैकिङ्ग सेवा प्राप्त गर्ने उद्देश्यले सूचना प्रविधिमा आधारित मोबाइल बैकिङ्ग, Internet Banking /ABBS जस्ता प्रविधिमूलक सेवाहरु प्रदान गर्दै आएको छ । साथै, बैंकले भविष्यमा समेत सूचना प्रविधिमा समयानुकूल सुधार एवं विकास गर्दै लाने लक्ष्य अनुरूप बैंकको Core Banking System लाई Upgrade गर्ने कार्य अन्तिम चरणमा रहेको छ । हाल शेयर कारोबार गर्न DEMAT खाता खोल्ने र DEMAT गरिएका शेयरहरु अनलाइन मार्फत हेर्न सकिने व्यवस्था समेत रहेको छ । आगामी दिनमा सूचना प्रविधिको क्षेत्रमा विकसित नबिनतम प्रयोगहरुलाई आवश्यकता अनुसार लागू गर्दै लगिनेछ ।

८. आन्तरिक नियन्त्रण प्रणाली

बैकिङ्ग व्यवसायमा निहित कर्जा, बजार तथा सञ्चालन लगायतका जोखिमहरुलाई दृष्टिगत गरी बैंकले आन्तरिक नियन्त्रण प्रणालीलाई मजबुत बनाउने नीति लिएको छ । यस सम्बन्धमा बैकिङ्ग कारोबारका सबै क्षेत्रमा आवश्यक नीति, नियमहरु बनाई कार्यान्वयनमा

ल्याइएको छ । त्यसै गरी बैंकका कामकारवाहीहरु प्रचलित कानून बमोजिम भए गरेको छ/छैन त्यसको यकिन गर्ने उद्देश्यले बैंकमा एउटा स्वतन्त्र आन्तरिक लेखापरीक्षण विभाग गठन गरी त्यस विभागलाई गैरकार्यकारी सञ्चालकको संयोजकत्वमा गठित लेखापरीक्षण समिति मातहत राखिएको छ । बैंकिङ्ग कारोवारहरुमा निहित जोखिमहरुलाई निरन्तर रूपमा अनुगमन गरी सञ्चालक समितिलाई उपयुक्त राय सुझाव दिनका लागि गैरकार्यकारी सञ्चालकको संयोजकत्वमा जोखिम व्यवस्थापन समिति गठन गरी उक्त समितिले त्यस सम्बन्धमा प्रभावकारी रूपमा कार्य गर्दै आईरहेको छ । साथै, कर्जामा निहित जोखिमलाई न्यूनीकरण गर्न छुट्टै कर्जा जोखिम विभाग गठन गरी सञ्चालनमा ल्याइएको छ । त्यस्तै बैंकको समग्र अनुपालनको अवस्थाको विश्लेषण गर्ने, बैंकमा रहेका सम्पूर्ण ग्राहकको जोखिम स्तर निर्धारण गर्ने तथा अन्य अनुपालनको क्रममा देखिने कमीकमजोरीको उपयुक्त तरिकाले अनुगमन तथा समाधान गर्न सम्पत्ति शुद्धीकरण निवारण सम्बन्धी समिति गठन गरिएको छ ।

९. कार्ड व्यवसाय

बैंकले कार्ड सम्बन्धी Online कारोवारको सुरक्षालाई ध्यानमा राख्दै आ.व. २०७४/७५ देखि सम्पूर्ण Online कारोवारलाई 3D Secure मा परिणत गर्नुका साथै यसै वर्षबाट कार्ड सम्बन्धी कारोवारलाई अझै सुरक्षित र प्रभावकारी बनाउन सम्पूर्ण ATM Machine हरूलाई EMV Based ATM मा स्तरोन्नति गरेको छ । बैंकले प्रदान गर्दै आईरहेको सेवालाई विविधिकरण गर्दै एवं ग्राहकहरुको सुविधालाई ध्यानमा राख्दै यसै आ.व देखि बैंकले Point of Sale (POS) मेसिन सञ्चालनमा ल्याएको छ ।

१०. विप्रेषण कारोवार

बैंकले कुल १ करोड २४ लाख ५ हजार अमेरिकी डलर बराबरको विप्रेषण भित्र्याई रु. १ करोड ७३ लाख ३१ हजार बराबरको आम्दानी गरेको छ । विप्रेषण कारोवारलाई अझ प्रभावकारी बनाउँदै लैजाने क्रममा बैंकले स्वदेश तथा विदेशमा रहेका विभिन्न रेमिटेन्स कम्पनीहरूसँग सम्झौता गरी विप्रेषण कारोवार विस्तार गर्दै आईरहेको छ । यसै क्रममा बैंकले कतार स्थित दोहा बैंक, भारत स्थित एक्सिस बैंक र युरोप स्थित सुपर सोनिज लिमिटेडसँग विप्रेषण सम्बन्धी थप सम्झौताहरु सम्पन्न गरेको छ ।

यी सम्झौताहरु पश्चात् अब विश्वका ४३ वटा विभिन्न मुलुकहरुबाट पठाएको विप्रेषण रकम बैंकका सम्पूर्ण शाखाहरु र देशभित्र छरिएर रहेका १० हजारभन्दा बढी सहायक प्रतिनिधिहरुबाट सिधै भुक्तानी गर्न सकिने छ । आगामी दिनहरुमा पनि विप्रेषण व्यवसायलाई अधिकतम प्रतिफलमुखी बनाउँदै लैजानुका साथै विभिन्न सम्भाव्य मुलुकहरुका Exchange कम्पनीहरूसँग सम्झौता गर्दै विप्रेषण कारोवारको विस्तार एवम् बृद्धि गरिने छ ।

११. संस्थागत सामाजिक उत्तरदायित्व

नेपाल राष्ट्र बैंकले जारी गरेको एकीकृत निर्देशन तथा नेपालको दिगो बिकाश लक्ष्यलाई आत्मसात् गर्दै बैंकले संस्थागत सामाजिक उत्तरदायित्व कार्यक्रम अन्तर्गत बैंकले आफ्नो स्थापनाकालदेखिनै सामाजिक, आर्थिक, सांस्कृतिक, शैक्षिक आदि जस्ता क्षेत्रमा सकारात्मक परिवर्तन ल्याउनका निम्ति विभिन्न कार्यक्रमहरु सञ्चालन गर्दै आएको छ । यसैको निरन्तरता स्वरूप आ.व. २०७४/७५ मा बैंकले शिक्षामा करिब रु. १९ लाख, वातावरण संरक्षणमा १० लाख, स्वास्थ्यमा रु. १० लाख, खेलकूदको विकासमा रु. ४२ लाख, संस्कृतिको जगेर्नाका निम्ति रु. २ लाख, दैविक प्रकोपबाट प्रभावितहरुको जिविकोपार्जनका निम्ति करिब रु. २१ लाख, संगीत प्रवर्द्धनमा रु. १५ लाख गरी विभिन्न संघ संस्थाहरुलाई बैंकले कुल रु. १ करोड २१ लाख २७ हजारको आर्थिक सहयोग उपलब्ध गराएको छ ।

संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत बैंकले १५ जना गरिब, पिछडिएका तथा जेहेन्दार विद्यार्थीहरुलाई 'बालविकास समाज कपन' मार्फत रु. १,५०,०००/- को छात्रवृत्ति प्रदान गरेको छ । माथिल्लो डोल्पाका पिछडिएका बालबालिकालाई शिक्षा प्रदान गर्ने उद्देश्यका साथ बैंकले उक्त कार्यमा कार्यरत 'Snow Yak Foundation' लाई आर्थिक सहयोग स्वरूप रु. १,००,०००/- प्रदान गरेको छ । म्युजिक कम्पोजर एशोसिएसन नेपाललाई बैंकले सहयोग स्वरूप रु. १५,००,०००/- प्रदान गरेको छ । यसै गरी एड्स संक्रमित भएका बालबालिकाहरुलाई सेवा गरिरहेको संस्था SAATH लाई आर्थिक सहयोग स्वरूप रु. १,००,०००/- र 'Baby Life Home' किर्तिपुरलाई आर्थिक सहयोग स्वरूप रु. २,००,०००/- प्रदान गरेको छ । साथै बैंकले 'मानव अङ्ग प्रत्यारोपण केन्द्रलाई' आर्थिक सहयोग स्वरूप रु. २,००,०००/- प्रदान गरेको छ । 'त्रिवेणी सामुदायिक पुस्तकालय तथा श्रोत केन्द्र' भिमडुंगालाई बैंकले आर्थिक सहयोग स्वरूप रु. ५०,०००/- र न्यूरो सेवा दिईरहेको 'दीर्घायू गुरु हस्पिटल एण्ड रिसर्च सेन्टर प्रा.लि.' लाई पाँचथान फ्रीज प्रदान गरेको छ ।

किल्लीक वानलाई आर्थिक सहयोग स्वरूप रु. १००,०००/-, कइश्वरको तेजशक्तिद्वारा ज्योरेई पढतिमार्फत मानिसहरुको उपचार र उद्धार गरिरहेको 'अभय उपचार केन्द्र' लाई आर्थिक सहयोग स्वरूप रु. २,००,०००/-, 'श्री कमल निम्न माध्यमिक विद्यालय', कमल पोखरीलाई रु. २,५०,०००/-, भौतिक पूर्वाधार निर्माणमा सहायोग गर्ने हेतुले रामेछाप जिल्लाको त्रिवेणी मुगीटारमा अवस्थित नवदेश्वर महादेव त्रिवेणी गुठी संरक्षण समितिलाई रु. १,५०,०००/-, चितवन मानव सेवा आश्रमलाई रु. ३,००,०००/-, 'कुलेश्वर माध्यमिक विद्यालय' लाई फर्निचर किन्नका निम्ति रु. १,५०,०००/- को आर्थिक सहयोग उपलब्ध गराएको छ । राजधानीको मीन भवनस्थित 'निसहाय सेवा सदन' जेष्ठ नागरिक आवास गृहका ४० भन्दा बढी वृद्धवृद्धालाई एक दिनको दिवाभोजन खुवाउन सहयोग गरेको छ ।

१२. सञ्चालक समितिमा भएको हेरफेर र त्यसको कारण

सञ्चालक श्री चन्द्र टन्डनज्यूले घरायसी कारण दर्शाई बैंकको सञ्चालक पदबाट मिति २०७४/५/१ मा राजिनामा दिनुभएको छ । वहाँले बैंकको प्रगति एवं विकासको लागि गर्नुभएको सक्रिय योगदानको लागि धन्यवाद ज्ञापन गर्दछौं । सञ्चालक समितिमा हाल सञ्चालक संख्या सात रहेको छ ।

१३. व्यवस्थापनमा भएको हेरफेर र त्यसको कारण

प्रमुख कार्यकारी अधिकृत श्री राजन सिंह भण्डारीको कार्यकाल २०७५ पौष १६ गते सकिने हुँदा वहाँ २०७५ पौष १ गतेबाट विदामा वस्नु भएको कारण सोही मितिबाट लागू हुने गरी नायब प्रमुख कार्यकारी अधिकृत श्री गणेश राज पोखरेललाई कायम मुकायम प्रमुख कार्यकारी अधिकृतमा नियुक्त गरिएको छ । वहाँले बैंकको प्रगति एवं विकासको लागि गर्नुभएको सक्रिय योगदानको लागि धन्यवाद ज्ञापन गर्दछौं ।

१४. अन्य समितिहरू

नेपाल राष्ट्र बैंकको निर्देशन र बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३ को दफा २६ र २७ मा भएको व्यवस्था अनुसार सञ्चालक समितिले आफ्नो जवाफदेहीतामा लेखापरीक्षण समिति, जोखिम व्यवस्थापन समिति, कर्मचारी व्यवस्थापन तथा सेवासुविधा समिति र सम्पत्ति शुद्धीकरण निवारण सम्बन्धी समिति गठन गरेको छ ।

लेखापरीक्षण समिति

लेखापरीक्षण समितिमा सञ्चालक श्री अविनन्द कुमार श्रेष्ठ संयोजक, सञ्चालक डा. चन्दा कार्की सदस्य र आन्तरिक लेखापरीक्षण विभागका प्रमुख सदस्य सचिवमा रहेका छन् । सो समितिले संस्थाको आर्थिक अवस्थाको समीक्षा, आन्तरिक नियन्त्रण प्रणाली, लेखापरीक्षण सम्बन्धी कार्यक्रम र लेखापरीक्षणको परिणाम सम्बन्धमा विस्तृत छलफल गरी बैंकको व्यवस्थापनलाई आवश्यक निर्देशन दिने गरेको छ ।

लेखापरीक्षण समितिको बैठक आ.व. २०७४/७५ मा ११ पटक बसेको थियो । उक्त बैठकहरुमा प्रचलित कानून बमोजिम बैंकको समग्र वित्तीय अवस्था, आन्तरिक नियन्त्रण, लेखापरीक्षण योजना र आन्तरिक लेखापरीक्षक तथा बाह्य लेखापरीक्षकले पेश गरेको लेखापरीक्षण प्रतिवेदनमा औल्याइएका बुँदा/कैफियतहरु उपर समीक्षा गरी सुधारात्मक कदम चाल्न व्यवस्थापनलाई निर्देशन दिने, नेपाल राष्ट्र बैंकबाट निरीक्षण तथा सुपरिवेक्षण गरी प्रतिवेदनमा औल्याइएका बुँदा/कैफियतहरुको कार्यान्वयन भए/नभएको सम्बन्धमा समीक्षा गर्ने तथा ती विषयहरुको अभिलेख गरी सञ्चालक समितिलाई जानकारी गराउने, बैंकको वार्षिक वित्तीय विवरणलाई सही र यथार्थपरक बनाउन व्यवस्थापनलाई सहयोग गर्ने, बैंकको कामकारवाहीमा नियमितता, मितव्ययिता, औचित्यता, प्रभावकारिता जस्ता कुराहरु अवलम्बन भए/नभएको बारे समीक्षा गरी सञ्चालक समितिलाई आवश्यक सुझाव दिने, बैंकको त्रैमासिक वित्तीय विवरणको समीक्षा गरी सञ्चालक समिति समक्ष प्रतिवेदन पेश गर्ने कार्यहरु समितिले सम्पन्न गरेको छ ।

जोखिम व्यवस्थापन समिति

सञ्चालक समितिले गैह्र कार्यकारी सञ्चालक श्री प्रकाश चन्द्र मैनालीको संयोजकत्वमा जोखिम व्यवस्थापन समिति गठन गरेको छ । सो समितिका अन्य सदस्यहरुमा सञ्चालक श्री अविनन्द कुमार श्रेष्ठ, सञ्चालक श्री विजय ध्वज कार्की, प्रमुख सञ्चालन अधिकृत र सदस्य सचिवमा जोखिम व्यवस्थापन विभागका विभागीय प्रमुखलाई तोकिएको छ । लेखापरीक्षण समितिका संयोजक जोखिम व्यवस्थापन समितिको पदेन सदस्य रहने र समितिको बैठक तीन महिनामा कम्तीमा एक पटक वस्नुपर्ने व्यवस्था रहेको छ । यस समितिको काम, कर्तव्य र अधिकार नेपाल राष्ट्र बैंकको निर्देशन बमोजिम तोकिएको छ । आ.व. २०७४/७५ मा जोखिम व्यवस्थापन समितिको बैठक ७

पटक वसेको थियो। बैंकलाई असर पार्न सक्ने जोखिमहरूलाई पत्ता लगाई त्यसको उचित व्यवस्थापन गर्न बैंकको जोखिम व्यवस्थापन समिति क्रियाशील रहेको छ। समितिले जोखिम व्यवस्थापनको सन्दर्भमा कर्जा जोखिम, बजार जोखिम, सञ्चालन जोखिम, तरलता जोखिम, अनुपालन जोखिम र अन्य जोखिमलाई न्यूनीकरण गर्नमा विशेष ध्यान दिने गरेको छ। कर्जा जोखिम व्यवस्थापनका निम्ति बैंकमा जोखिम व्यवस्थापन समिति अन्तर्गत रहने गरी कर्जा जोखिम इकाई रहने व्यवस्था गरिएको छ।

कर्मचारी व्यवस्थापन र सेवा सुविधा समिति

सञ्चालक समितिले गैह्र कार्यकारी सञ्चालक श्री वालकृष्ण प्रसाईको संयोजकत्वमा कर्मचारी सेवा सुविधा समिति गठन गरेको छ। सो समितिको अन्य सदस्यहरूमा सञ्चालक श्री पवित्रकुमार कार्की, प्रमुख कार्यकारी अधिकृत र वित्त विभागका विभागीय प्रमुख र सदस्य सचिवमा जनशक्ति व्यवस्थापन विभागका विभागीय प्रमुख रहेका छन्। यस समितिको काम, कर्तव्य र अधिकार नेपाल राष्ट्र बैंकको निर्देशन बमोजिम तोकिएको छ।

आ.व. २०७४/७५ मा कर्मचारी सेवा सुविधा समितिको बैठक ९ पटक वसेको र सो समितिले कर्मचारी सेवा सुविधाहरू र कर्मचारी सेवा विनियमावलीको समीक्षा गरी आवश्यक संशोधनकालागी सिफारिश गरेको, कर्मचारी वढुवाको नीति परिमार्जन गर्न, संगठनात्मक ढाँचा संशोधन गर्न, आ.व. २०७५/७६ का लागी आवश्यक कर्मचारीहरूको दरबन्दी सिफारिस गर्न, तलब भत्ता पुनरावलोकन गर्न, कर्मचारीको दैनिक तथा भ्रमण भत्ता पुनरावलोकन गर्न तथा बैंकको अन्य नीतिहरू पुनरावलोकन गर्ने कार्य सम्पन्न गरेको छ।

सम्पत्ति शुद्धीकरण निवारण सम्बन्धी समिति

नेपाल राष्ट्र बैंकको एकीकृत निर्देशन २०७४ अनुसार बैंकको सञ्चालक समितिले गैह्र कार्यकारी सञ्चालक श्री पवित्र कुमार कार्कीको संयोजकत्वमा सम्पत्ति शुद्धीकरण निवारण सम्बन्धी समिति गठन गरेको छ। उक्त समितिको अन्य सदस्यहरूमा सञ्चालक श्री प्रकाशचन्द्र मैनाली, सञ्चालक श्री विजय ध्वज कार्की, सदस्यमा प्रमुख जोखिम व्यवस्थापन विभाग र सदस्य सचिवमा प्रमुख सम्पत्ति शुद्धीकरण तथा निवारण विभागलाई तोकिएको छ।

सम्पत्ति शुद्धीकरण निवारण सम्बन्धी समितिको आ.व. २०७४/७५ मा ४ पटक बैठक वसेको थियो। उक्त बैठकमा बैंकको समग्र अनुपालनको अवस्थाको विश्लेषण गर्ने गरिएको, बैंकमा रहेका सम्पूर्ण ग्राहकको जोखिम स्तर निर्धारण गर्ने तथा अन्य अनुपालनको क्रममा देखिने कमी कमजोरीको उपयुक्त तरिकाले अनुगमन तथा समाधान गर्नुका साथै त्रैमासिक AML/CFT अनुपालना प्रतिवेदनको नियमित तवरले छलफल गर्ने कार्यहरू समितिले गर्ने गरेको छ।

१५. सरकारी राजस्वमा योगदान

आ.व. २०७४/७५ मा बैंकले अग्रिम आयकर वापत रु. ६५ करोड १० लाख १ हजार र विभिन्न भुक्तानीमा कर कट्टी गरे वापत रु. ५१ करोड ३५ लाख ४४ हजार गरी कुल रु. १ अर्ब १६ करोड ४५ लाख ४५ हजार ठूला करदाता कार्यालयमा दाखिला गरेको छ।

१६. मानव संसाधन

जनशक्ति व्यवस्थापन गर्न नायब प्रमुख कार्यकारी अधिकृतको संयोजकत्वमा सहायक प्रमुख कार्यकारी अधिकृत सदस्य र जनशक्ति व्यवस्थापन विभागका विभागीय प्रमुख सदस्य सचिव रहेको पदपूर्ति समिति गठन गरेको छ। यस समितिको काम, कर्तव्य र अधिकार यस बैंकको विनियमावली बमोजिम तोकिएको छ।

२०७५ आषाढ मसान्तसम्ममा बैंकमा कुल ८४४ जना कर्मचारी कार्यरत रहेका छन्। समीक्षा वर्षमा २६८ जना नयाँ कर्मचारी नियुक्त तथा १०८ जना कर्मचारी बैंकको सेवाबाट अलग भएका छन्। कुल कर्मचारीमध्ये ३५१ जना (४१.५८ प्रतिशत) महिला कर्मचारीहरू रहेका छन्। ग्राहकवर्गलाई सर्वसुलभ तथा छिटोभन्दा छिटो समयमा सेवा उपलब्ध गराई व्यावसायिक उद्देश्य प्राप्त गर्न बैंकको जनशक्तिको दक्षता वृद्धिका लागि प्राय सबै कर्मचारी समावेश हुने गरी कर्जा सम्बन्धी, Risk, AML/CFT, Digital Payment Systems, Risk Based Internal Audit, Treasury Products and SWIFT Security, Bancassurance लगायतका शीर्षकहरूमा स्वदेश तथा विदेशमा तालिमहरू प्रदान गरिएको र जनशक्तिको दक्षता वृद्धिका लागि कुल रु. १५,७५३,०७३.१० खर्च भएको छ। सो खर्च नेपाल राष्ट्र बैंकले कर्मचारी खर्चको अनिवार्य ३ प्रतिशत तालिम खर्च हुनुपर्ने मापदण्ड रहेकोमा यस बैंकको खर्च ३.५१ प्रतिशत भएको छ जुन नेपाल राष्ट्र बैंकले तोकेको मापदण्ड भन्दा १६.९७ प्रतिशत बढी रहेको छ। साथै आगामी वर्षमा समेत आवश्यक तालिमहरू प्रदान गर्ने नीति लिइएको छ।

१७. बैंकको कारोबारलाई असर पार्ने मुख्य कारकहरू

बैंकको कारोबारलाई असर पार्ने सक्ने विभिन्न किसिमका जोखिमहरूलाई तल प्रस्तुत गरेको छु :

१. नेपाल सरकार र नेपाल राष्ट्र बैंकले वाणिज्य बैंक सम्बन्धी नीतिमा परिवर्तन गर्दा सिर्जना हुनसक्ने संभावित जोखिमहरू ।
२. विदेशी विनिमय कारोबार गर्दा विनिमयदरमा हुने परिवर्तनबाट हुन सक्ने जोखिमहरू ।
३. तरलतामा हुने उतार चढावका कारणले निक्षेप तथा कर्जा लगानीको व्याजदरमा हुने परिवर्तन तथा लगानी योग्य पूँजीको अभावबाट व्यवसाय वृद्धिमा आउन सक्ने जोखिमहरू ।
४. यथा समयमा कर्जा असुली नभई उत्पन्न हुने जोखिमहरू ।
५. देशको आर्थिक अवस्थामा आउने परिवर्तनबाट पर्न सक्ने जोखिमहरू ।
६. प्रतीतपत्र र जमानतपत्र जारी गर्ने जस्ता गैरकोषीय सेवाहरू प्रदान गर्दा हुन सक्ने संभावित जोखिमहरू ।
७. अन्तर्राष्ट्रिय बजारमा हुने मन्दीबाट नेपाली बजारमा पर्न सक्ने असरबाट हुन सक्ने आर्थिक जोखिमहरू ।
८. पूँजीबजारमा आउन सक्ने उतारचढावबाट हुन सक्ने जोखिमहरू ।
९. विप्रेषण आयमा आउन सक्ने उतार चढावबाट अर्थ व्यवस्थामा नकारात्मक प्रभाव गरी सिर्जना हुनसक्ने जोखिमहरू ।
१०. देशको राजनैतिक अस्थिरताले पर्न सक्ने असरहरू ।
११. तीव्रतर बैंकिङ्ग प्रतिस्पर्धाका कारण पर्न सक्ने असरहरू ।
१२. सम्पत्ति शुद्धीकरणलाई रोक्नका लागि देशमा केन्द्रकृत तथ्यांकहरू तथा पर्याप्त प्रविधीहरूको अभावका कारण हुन सक्ने जोखिम ।

१८. लेखापरीक्षकको नियुक्ति

बैंकको आर्थिक वर्ष २०७४/७५ का हरहिसाबहरू लेखापरीक्षण गर्न एघारौँ वार्षिक साधारण सभाबाट नियुक्त हुनु भएका श्री जे.के. एण्ड एस.एस. एसोसिएट्स, चार्टर्ड एकाउन्टेन्ट्सबाट लेखापरीक्षण सम्पन्न भयो । आर्थिक वर्ष २०७५/७६ को हरहिसाबहरू लेखापरीक्षण गर्नका लागि लेखापरीक्षण समितिको सिफारिस अनुसार लेखापरीक्षकको नियुक्ती गरिने छ ।

१९. भावी कार्यक्रम तथा योजनाहरू

यस बैंकको भावी कार्यक्रम तथा योजनाहरू निम्नानुसार रहेका छन् :

१. निक्षेपको औसत व्याजदरमा कमी ल्याउने किसिमले निक्षेपका नयाँ योजनाहरू तर्जुमा गरी कार्यान्वयन गर्ने र व्यक्तिगत निक्षेपकर्ताहरूको आधार वृद्धि गर्दै संस्थागत निक्षेपकर्ताको निर्भरता कम गर्दै लैजाने ।
२. बैंकको Core Banking Software Purnori Plus IV बाट Finacle मा upgrade गर्ने ।
३. गैह्र कोषमा आधारित आम्दानी सिर्जना हुने कारोबारमा केन्द्रित भई गैह्र कोषमा आधारित कारोबार वृद्धि गर्ने ।
४. कर्जाको गुणस्तरमा सुधार गर्दै लैजाने र कर्जा विस्तार गर्दा कृषि, उर्जा, पर्यटन लगायत साना तथा घरेलु उद्योगतर्फ लगानी वृद्धि गर्ने ।
५. बैंकको आन्तरिक नियन्त्रण प्रणाली तथा सुशासनलाई अझ बढी सुदृढ गर्ने ।
६. विज्ञापन तथा व्यापार प्रवर्द्धन कार्यक्रमद्वारा बैंकले आफ्नो Brand विस्तार गरी व्यापार बढाउँदै जाने ।
७. संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत विभिन्न थप कार्यक्रमहरू सञ्चालन गर्ने र बैंकलाई समाजको जिम्मेवार संस्थाको रूपमा परिचित गराउँदै बैंकको Brand लाई थप सवल बनाउने ।
८. बैंकले व्यापारको लागि नयाँ क्षेत्रहरूको पहिचान गर्न, ग्राहक सेवा अझ बढी प्रभावकारी तथा ग्राहक मैत्री बनाउन, विदेशी विनिमय बजार तथा व्याजदर उतारचढावलाई अझ राम्रोसँग व्यवस्थापन गरी बैंकको नाफामा सकारात्मक असर पार्ने बैंकले अनुसन्धान तथा विश्लेषण गरी तदनुसार आवश्यक कार्ययोजना विकास गरी लागु गर्ने ।
९. बैंकले संघीय संरचना तथा राष्ट्र बैंकको नीतिलाई आधार मानी ७ प्रदेशमा प्रादेशिक कार्यालय खोल्ने तथा नयाँ शाखाहरू सञ्चालनमा ल्याउने र ग्राहकसँगको पहुँचलाई अझ सघन बनाउने ।

१०. कर्मचारीहरूको दक्षता अभिवृद्धिको लागि नियमित रूपमा तालिम दिई मानव संसाधनको विकास गर्ने ।
११. बैंकले संस्थागत सुशासनलाई थप सबल बनाउँदै लाने ।
१२. बैंकको जोखिम व्यवस्थापनलाई थप सुदृढीकरण गर्दै लैजाने ।
१३. बैंकले सहायक कम्पनीहरूको कारोवारको आकार वृद्धिका लागि विशेष ध्यान दिईने ।
१४. उत्पादनमूलक क्षेत्रमा कर्जा लगानी वृद्धि गर्न विशेष ध्यान दिईने । सोका लागि व्यवसायिक संभाव्यता भएको स्थानहरूमा बैंकको शाखा संजाल विस्तार गर्ने कार्यलाई प्राथमिकता दिईने ।
१५. डिजिटल बैंकिङको क्षेत्रमा विकसित नविनतम प्रविधिहरूलाई आवश्यकता अनुसार लागु गर्ने ।

२०. लेखापरीक्षण, बासलात र अन्य विवरण

२०७५ आषाढ मसान्तको बैंक तथा सहायका कम्पनी समेतको एकीकृत बासलात, २०७४/७५ को एकीकृत नाफा-नोक्सान हिसाब, एकीकृत नाफा नोक्सान बाईफाईड हिसाब, एकीकृत नगद प्रवाह विवरण, सम्बद्ध अनुसूचीहरू र लेखापरीक्षकको प्रतिवेदन यसै प्रतिवेदनका अंगको रूपमा राखिएको छ ।

वितरण योग्य मुनाफा

आर्थिक वर्ष २०७४/७५ मा रु. १ अर्ब २३ करोड ४१ लाख ३ हजार खुद नाफा भएकोमा अन्य विस्तृत आम्दानीहरू समायोजित नाफा रु. १ अर्ब २२ करोड ४९ लाख ३८ हजारमा बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३ को दफा ४४ बमोजिम खुद नाफाको २० प्रतिशत अर्थात रु. २४ करोड ६८ लाख २१ हजार साधारण जगेडा कोषमा छुट्याइएको छ । यसै गरी सोही ऐनको दफा ४५ बमोजिम विदेशी मुद्राको विनिमय दरमा परिवर्तन भएको कारणबाट यस वर्ष खुद नाफा भएको हुँदा सटही घटबढ कोषमा रु. १ करोड रु. ६७ लाख २० हजार छुट्याइएको छ । यसको अतिरिक्त नेपाल राष्ट्र बैंकको निर्देशन बमोजिम यस आ.व. मा बैंकले आफ्नो खुद नाफाको १ प्रतिशत रकम रु. १ करोड २३ लाख ४१ हजार संस्थागत सामाजिक उत्तरदायित्व कोषमा छुट्याइएको छ साथै बैंकले जारी गरेको बण्ड फिर्ता गर्नेको निमित्त पूँजीफिर्ता जगेडा कोषमा रु. १२ करोड १४ लाख २९ हजार छुट्याइएको छ । साथै बैंकले नेपाल राष्ट्र बैंकको निर्देशन बमोजिम नियमनकारी कोषमा रु. ७९ करोड ५४ लाख ३० हजार छुट्याइएको छ ।

आ.व २०७४/७५ को वितरण योग्य मुनाफाबाट हाल कायम चुक्ता पूँजी रु. ८०,७९,६१९,०००/- को करिब १.६% ले हुने रु. १३,१३,५६,१४३ नगद लाभान्श तथा नियमनकारी कोषमा Bargain Purchase Gain वापत जम्मा गरिएको रकमबाट रु. २९,१४,४५,७७३ खर्च गरी करिब ३.६% बोनस शेयर दिने प्रस्ताव गरिएको छ ।

२१. कम्पनी ऐन २०६३ को दफा १०९ उपदफा ४ अनुसारको अतिरिक्त विवरणहरूलाई यसै प्रतिवेदनको अंगको रूपमा अनुसूची "क" मा राखिएको छ ।

२२. धितोपत्र दता तथा निष्कासन नियमावली २०७३ को नियम २६ को उपनियम (२) सँग सम्बद्ध विवरण यसै प्रतिवेदनको अंगको रूपमा अनुसूची "ख" मा राखिएको छ ।

धन्यवाद ज्ञापन

यस बैंकको उद्देश्य प्राप्तिका लागि सहयोग पुर्याउनु हुने सम्पूर्ण शेयरधनी महानुभावहरू, ग्राहकवर्ग तथा नेपाल सरकारका सम्बद्ध निकायलगायत नेपाल राष्ट्र बैंकप्रति सञ्चालक समितिको तर्फबाट म हार्दिक आभार प्रकट गर्दछु । बैंकको उत्तरोत्तर उन्नति र प्रगतिमा पुर्याउनु भएको योगदानका लागि प्रमुख कार्यकारी अधिकृतलगायत बैंकका सम्पूर्ण अधिकृत तथा कर्मचारीहरू र अन्य सहयोगीहरूलाई हार्दिक धन्यवाद दिन चाहन्छु । साथै बैंकका गतिविधिहरूलाई सकारात्मक रूपमा जनसमक्ष पुर्याइदिने संचारजगत र प्रत्यक्ष अप्रत्यक्ष रूपमा बैंकलाई सहयोग पुर्याउने सम्पूर्ण शुभेच्छुकहरूप्रति पनि म हार्दिक आभार व्यक्त गर्दछु ।

मिति: २०७५/०९/०८

सञ्चालक समितिको तर्फबाट
डा. शंकर प्रसाद शर्मा
अध्यक्ष

अनुसूची "क"

कम्पनी ऐन २०६३ को दफा १०९ उपदफा ४ अनुसारको अतिरिक्त विवरण

- (क) विगत वर्षको कारोबारको सिंहावलोकन,
सञ्चालक समितिको वार्षिक प्रतिवेदनमा उल्लेख गरिएको छ ।
- (ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट बैंकको कारोबारलाई कुनै असर परेको भए सो असर,
विदेशी विनिमय कारोबार गर्दा विनिमयदरमा हुने परिवर्तनबाट हुन सक्ने जोखिमहरू
अन्तर्राष्ट्रिय बजारमा हुने मन्दीबाट नेपाली बजारमा पर्न सक्ने असरबाट हुन सक्ने आर्थिक जोखिमहरू ।
नेपाली रुपैयाँको विदेशी मुद्राका तुलनामा भइरहेको अवमूल्यनले देशको आयातको लागत महङ्गो पर्न गई मुद्रास्फीतिमा चाप पर्न जाने र औद्योगिक वस्तुको उत्पादन लागतमा समेत वृद्धि भई स्थानिय उत्पादनको प्रतिस्पर्धि क्षमतामा हास आउने देखिन्छ । अन्तर्राष्ट्रिय बजारमा आउने मन्दिले प्रत्यक्ष रूपमा पर्यटन तथा विप्रेषणमा हास आई समग्र बैकिङ व्यवसाय प्रभावित हुने देखिन्छ ।
- (ग) प्रतिवेदन तयार भएको मितिसम्म चालू वर्षको उपलब्धि र भविष्यमा गर्नु पर्ने कुराको सम्बन्धमा सञ्चालक समितिको धारणा,
सञ्चालक समितिको वार्षिक प्रतिवेदनमा "विगत वर्षको बैंकको कारोबारको सिंहावलोकन" र "भावी कार्यक्रम" शीर्षक अन्तर्गत उल्लेख गरिएको छ ।
- (घ) बैंकको औद्योगिक वा व्यावसायिक सम्बन्ध,
बैंकको औद्योगिक एवम् व्यवसायिक सम्बन्ध भएका सबै सरोकारवालाहरूसँग सुमधुर व्यवसायिक सम्बन्ध कायम रहेको छ । भावी दिनहरूमा अझ बढी सुमधुर व्यवसायिक सम्बन्ध विस्तार गर्दै लगिने छ ।
- (ङ) सञ्चालक समितिमा भएको हेरफेर र सोको कारण,
सञ्चालक समितिको वार्षिक प्रतिवेदनमा "सञ्चालक समितिमा भएको हेरफेर" शीर्षक अन्तर्गत उल्लेख गरिएको छ ।
- (च) कारोबारलाई असर पार्ने मुख्य कुराहरु,
१. नेपाल सरकार वा नेपाल राष्ट्र बैंकले बाणिज्य बैंकसम्बन्धी नीतिमा परिवर्तन गर्दा सिर्जना हुनसक्ने संभावित जोखिमहरू ।
 २. विदेशी विनिमय कारोबार गर्दा विनिमयदरमा हुने परिवर्तनबाट हुन सक्ने जोखिमहरू ।
 ३. तरलतामा हुने उतार चढावका कारणले निक्षेप तथा कर्जा लगानीको ब्याजदरमा हुने परिवर्तनबाट असर गर्ने जोखिमहरू ।
 ४. यथा समयमा कर्जा असुली नभई उत्पन्न हुने जोखिमहरू ।
 ५. देशको आर्थिक अवस्थामा आउने परिवर्तनबाट पर्न सक्ने जोखिमहरू ।
 ६. प्रतीतपत्र र जमानतपत्र जारी गर्ने जस्ता गैरकोषीय सेवाहरू प्रदान गर्दा हुन सक्ने संभावित जोखिमहरू तथा कारोबार सञ्चालन गर्दा सिर्जना हुन सक्ने अन्य जोखिमहरू ।
 ७. अन्तर्राष्ट्रिय बजारमा हुने मन्दीबाट नेपाली बजारमा पर्न सक्ने असरबाट हुन सक्ने आर्थिक जोखिमहरू ।
 ८. पूँजीबजारमा आउन सक्ने उतारचढावबाट हुन सक्ने जोखिमहरू ।
 ९. विभिन्न प्राकृतिक प्रकोपबाट सिर्जना हुन सक्ने जोखिमहरू ।
 १०. देशको राजनैतिक अस्थिरताले पर्न सक्ने असरहरू ।
 ११. तिब्रतर बैकिङ प्रतिस्पर्धाका कारण पर्न सक्ने असरहरू ।
 १२. अदालती फैसलाको माध्यमबाट धितोको मुख्य स्रोत नै दुषित ठहर हुँदा कर्जा असुलीमा उत्पन्न हुने जोखिमहरू ।

- (छ) लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर सञ्चालक समितिको प्रतिक्रिया, सारभूत कैफियत नरहेको ।
- (ज) लाभार्थ बाँडफाँड गर्न सिफारिस गरिएको रकम,
आ.व २०७४/७५ को वितरण योग्य मुनाफाबाट २०७५ आषाढ मसान्तको बैंकको चुक्ता पूँजी रु ८,०३३,२३६,४००/- को १.६३५% ले हुने रु १३,२२,२८,७८० नगद लाभार्थ तथा ३.६२८% ले हुने रु. २९,१४,४५,७७३ वरावरको बोनस शेयर दिने प्रस्ताव गरिएको छ ।
- (झ) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अङ्कित मूल्य, त्यस्तो शेयर जफत हुनुभन्दा अगावै सो वापत बैंकले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी बैंकले प्राप्त गरेको रकम तथा जफत भएको शेयरवापत रकम फिर्ता गरेको भए सोको विवरण,
बैंकले गत वर्ष कुनै पनि शेयर जफत गरेको छैन ।
- (ञ) विगत आर्थिक वर्षमा बैंक र यसको सहायक कम्पनीको कारोवारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन,
बैंक तथा बैंकको सहायक कम्पनीको रूपमा स्थापित सि.वि.आई.एल क्यापिटल लि.समेतको कारोवारको प्रगति सो आर्थिक वर्षान्तमा रहेको स्थिति संलग्न एकीकृत वासलात, एकीकृत नाफा नोक्सान हिसाब र एकीकृत नगद प्रवाह विवरणले यथार्थ चित्रण गरेको छ । साथै सञ्चालक समितिको आर्थिक वर्ष २०७४/७५ को प्रतिवेदनमा बैंक र सहायक कम्पनीको कार्यसम्पादन समीक्षा समावेश गरिएको छ ।
- (ट) बैंक तथा त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोवारहरु र सो अवधिमा बैंकको कारोवारमा आएको कुनै महत्वपूर्ण परिवर्तन,
यस बैंकको आर्थिक वर्ष २०७४/७५ मा रु. ११ करोड ७२ लाख लगानी भएको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोवार र कारोवारमा आएको परिवर्तन संलग्न एकीकृत वासलात, एकीकृत नाफा नोक्सान हिसाब, एकीकृत नगद प्रवाह विवरण तथा लेखा सम्बन्धी विवरणले प्रष्ट पारेका छन् ।
- (ठ) विगत आर्थिक वर्षमा बैंकको आधारभूत शेयरधनीहरुले बैंकलाई उपलब्ध गराएको जानकारी,
यस्तो कुनै जानकारी प्राप्त भएको छैन ।
- (ड) विगत आर्थिक वर्षमा बैंकका सञ्चालक तथा पदाधिकारीहरुले लिएको शेयरको स्वामित्वको विवरण र बैंकको शेयर कारोवारमा निजहरु संलग्न रहेको भए सो सम्बन्धमा निजहरुबाट बैंकले प्राप्त गरेको जानकारी :

क्र.सं.	पद	नाम	शेयर समुह	जम्मा कित्ता
१	अध्यक्ष	डा.शंकर प्रसाद शर्मा	संस्थापक	६८१,५७०.००
			सर्वसाधारण	१०९,७५२.००
२	सञ्चालक	श्री बालकृष्ण प्रसाई (चन्द्र इन्भेष्टमेन्ट प्रा.लि)	संस्थापक	३११,१३८.००
			सर्वसाधारण	९१,३६९.००
३	सञ्चालक	श्री प्रकाशचन्द्र मैनाली	सर्वसाधारण	७४६.००
४	सञ्चालक	श्री पवित्र कुमार कार्की	संस्थापक	१,०१६,१९४.००
			सर्वसाधारण	३८२,००७.००
५	सञ्चालक	श्री विजय ध्वज कार्की	सर्वसाधारण	२०२.००
६	सञ्चालक	डा. चन्दा कार्की	संस्थापक	२७,००८.००
७	सञ्चालक	श्री अविनिन्द्र कुमार श्रेष्ठ	स्वतन्त्र सञ्चालक	-

(ढ) विगत आर्थिक वर्षमा बैंकसँग सम्बन्धित सम्झौताहरुमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा,

यस्तो कुनै जानकारी बैंकलाई प्राप्त भएको छैन ।

(ण) बैंकले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अङ्कित मूल्य तथा त्यसरी शेयर खरिद गरेबापत बैंकले भुक्तानी गरेको रकम,

बैंकले आफ्नो शेयर आफैले खरिद गरेको छैन ।

(त) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत विवरण,

बैंकले आन्तरिक नियन्त्रण प्रणाली अन्तर्गत देहायबमोजिमको व्यवस्था गरेको छ ।

(क) सञ्चालन प्रक्रियातर्फ आर्थिक विनियमावली, कर्मचारी विनियमावली, कर्जा अपलेखन विनियमावली, कर्जा नीति, निर्देशिका तथा आवश्यक कार्य निर्देशिकाहरु तयार गरी प्रचलनमा ल्याएको छ ।

(ख) स्वतन्त्र आन्तरिक लेखापरीक्षण विभाग गठन गरिएको छ ।

(ग) लेखापरीक्षण समितिले आन्तरिक नियन्त्रण प्रक्रियाको नियमित अनुगमन गर्ने परिपाटीको विकास गरेको छ ।

(घ) संस्थागत सुशासनको प्रत्याभूतीका लागि हरसम्भव निरन्तर प्रयत्नहरु जारी राखेको छ ।

(ङ) कर्जा जोखिम न्यूनीकरणको लागि व्यवसायमा प्रत्यक्ष संलग्न नहुने गरी कर्जा जोखिम समिति गठन गरिएको छ ।

(थ) विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण,

क्र.सं.	शीर्षक	रकम रु.
१	कर्मचारी खर्च	७८४,०५७,९८९।-
२	कार्यालय सञ्चालन खर्च	४७३,८८५,९५०।-

(द) लेखापरीक्षण समितिका सदस्यहरुको नामावली, निजहरुले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेको काम कारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सोको विवरण,

(१) लेखापरीक्षण समिति

सञ्चालक श्री अवनिन्द्र कुमार श्रेष्ठ	संयोजक
सञ्चालक डा. चन्दा कार्की	सदस्य
प्रमुख आन्तरिक लेखापरीक्षण विभाग श्री अनीत सापकोटा	सदस्य सचिव

(२) लेखापरीक्षण समितिका सदस्यलाई बैठक भत्ता बाहेक अन्य कुनै पारिश्रमिक/सुविधा प्रदान गर्ने गरिएको छैन । सदस्य सचिव बाहेक अध्यक्ष र सदस्यलाई प्रति बैठक भत्ता रु ११,०००/- प्रदान गरिएको छ ।

(३) आ.व. २०७४/७५ मा एघार (११) पटक समितिको बैठक बस्यो ।

(४) समितिले विशेष गरी बैंकको निष्कृय कर्जा बढ्न नदिने तर्फ सुझाव दिएको छ ।

(ध) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, बैंकका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले बैंकलाई कुनै रकम बुझाउन बाँकी भए सो कुरा, नभएको ।

(न) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम, रकम रु. मा

क्र.सं.	विवरण	सञ्चालक	प्रमुख कार्यकारी अधिकृत	अन्य कार्यकारी पदाधिकारी
१.	बैठकभत्ता	२८,९६,०००*		
२.	पारिश्रमिक तथा भत्ता			
	क. तलब		८४,०२,८३२	१,३७,७०,१४९
	ख. भत्ता		४५,१६,२३६	१,०९,६३,५२४
	ग. दर्शकभत्ता		१०,१८,२३६	१७,१८,३०४
	घ. संचयकोष योगदान		८,४०,२८३	११,३९,८५५
	ङ. कर्मचारी कल्याणकारी कोष		९,६०,६००	१३,५७,३४५
	कुल पारिश्रमिक तथा भत्ता		१,५७,३८,१८७	२,८९,४९,१७८
	(-) आयकर कटौती		६७,७४,६६५	८६,२९,८२३
	खुद पारिश्रमिक तथा भत्ता		८९,६३,५२१	२,०३,२७,३५५
३.	बोनस तथा कल्याणकारी कोषबाट प्राप्त		प्रचलित बोनस ऐन अनुसार	
४.	टेलिफोन/मोबाइल	२,५५,०००	बैंकसँग भएको करार अनुसार	कर्मचारी सेवा विनियमावली अनुसार
५.	इन्धन	५,७८,६११		
६.	पत्रपत्रिका	१,७०,०००		
७.	गाडीसुविधा	छैन	छ	छ
८.	आवास सुविधा	छैन	छैन	छैन
९.	बीमा	छैन	छ	छ

* उपरोक्त रकममा विभिन्न उपसमितिको बैठकभत्ता रु. ८,२५,०००/- समेत समावेश भएको छ ।

टिप्पणी:

(क) प्रमुख कार्यकारी अधिकृतलाई चालक, इन्धन र मर्मतसंभार सहित सवारीसाधनको व्यवस्था गरिएको छ । अन्य कार्यकारी तहकालाई नियमानुसार इन्धन सहित सवारी साधन सुविधा उपलब्ध गराइएको छ ।

(ख) प्रमुख कार्यकारी अधिकृतलगायत बैंकका सम्पूर्ण कर्मचारीहरूलाई बैंकको कर्मचारी विनियमावली अनुसार दुर्घटना बीमा, औषधोपचार बीमाको व्यवस्था गरिएको छ । साथै निजका आश्रित परिवारका लागि समेत औषधोपचार बीमा गरिएको छ ।

(ग) प्रमुख कार्यकारी अधिकृतलगायत कार्यकारी तहका सम्पूर्ण अधिकृतहरूलाई बैंकको कर्मचारी विनियमावली अनुसार मोबाइल फोन वापतको खर्च तथा अन्य सुविधा प्रदान गरिएको छ ।

(घ) बैंकका अध्यक्षलाई कार्यालय प्रयोजनको लागि गाडीसुविधा प्रदान गरिएको छ ।

(प) शेयरधनीहरूले वृत्तिलिन बाँकी रहेको लाभांशको रकम,

२०७५ आषाढ मसान्तसम्ममा लाभांश घोषणा गरिएको तर शेयरधनीहरूले लिन बाँकी रहेको विवरण निम्न बमोजिम रहेको छ :

क्र.सं.	आर्थिक वर्ष	रकम रु
१.	आर्थिक वर्ष ०६५/०६६ को	२,७५,३९०.००
२.	आर्थिक वर्ष ०६६/०६७ को	५,३७,०४५.००

३.	आर्थिक वर्ष ०६७/०६८ को	२५,७३,७११.०२
४.	आर्थिक वर्ष ०६८/०६९ को	५६,४९,५०३.००
५.	आर्थिक वर्ष ०६९/०७० को	१,०६,००,६७०.७५
६.	आर्थिक वर्ष ०७०/०७१ को	६२,०१,५९२.५१
७.	आर्थिक वर्ष ०७१/०७२ को	४८,१७,२४१.७९
८.	आर्थिक वर्ष ०७२/०७३ को	१,८६,२५,४०६.७४
९.	आर्थिक वर्ष ०७३/०७४ को	१,८५,३७,९१७.५२
१०.	आर्थिक वर्ष ०६६/०६७ (साविकको नेपाल हाउजिङ एण्ड मर्चेन्ट फाईनान्स लि.) को	२,४३,१०४.६०
११.	आर्थिक वर्ष ०६७/०६८ (साविकको नेपाल हाउजिङ एण्ड मर्चेन्ट फाईनान्स लि.) को	१,४८,१७९.२५
१२.	आर्थिक वर्ष ०६०/०६१ र ०६१/०६२ (साविकको पिपल्स फाईनान्स लि.) को	४,८१,७७०.००
१३.	आर्थिक वर्ष ०६६/०६७ (साविकको पिपल्स फाईनान्स लि.) को	१३,७९,९१८.१२
१४.	आर्थिक वर्ष ०६३/०६४ (साविकको प्रिमियर फाईनान्स लि.) को	७५,७२३.३२
१५.	आर्थिक वर्ष ०६६/०६७ (साविकको प्रिमियर फाईनान्स लि.) को	८,७६,७०३.१०

यस आ.व. मा कम्पनी ऐन, २०६३ को दफा १८२ को उपदफा (९) अनुसार ५ वर्ष सम्म पनि कुनै शेयरधनीले बुझी नलिएको लाभांश रकम रु. ४०,२८,९३३.३३ लगानीकर्ता संरक्षण कोषको सचिवालय, कम्पनी रजिष्ट्रारको कार्यालयमा बुझाई सकिएको छ।

(फ) दफा १४१ बमोजिम सम्पत्ति खरिद वा विक्री गरेको कुराको विवरण,

नभएको।

(व) दफा १७५ बमोजिम सम्बद्ध कम्पनीबीच भएको कारोवारको विवरण,

सम्बद्ध कम्पनी बीच भएको कारोवारको विवरण बैंकको वार्षिक वित्तीय विवरणको लेखा सम्बन्धी टिप्पणीहरू अन्तर्गतको बुँदा नं. ५.५ मा उल्लेख गरिएका छन्।

(भ) यस ऐन तथा प्रचलित कानूनबमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा,

नभएको।

(म) अन्य आवश्यक कुराहरु।

नभएको।

धितोपत्र दर्ता तथा निष्काशन नियमावली २०७३ को नियम २६ को उपनियम (२) सँग सम्बद्ध विवरण

१. संचालक समितिको प्रतिवेदन

वार्षिक प्रतिवेदन अन्तर्गत छुट्टै प्रतिवेदनको रूपमा राखिएको ।

२. लेखापरीक्षकको प्रतिवेदन

वार्षिक प्रतिवेदन अन्तर्गत छुट्टै प्रतिवेदनको रूपमा राखिएको ।

३. लेखापरीक्षण भएको वित्तीय विवरण

वार्षिक प्रतिवेदन अन्तर्गत छुट्टै विवरण राखिएको ।

४. कानूनी कारवाही सम्बन्धी विवरण

(क) यस अवधिमा बैंकले वा बैंकको विरुद्ध कुनै मुद्दा दायर भए नभएको :

आर्थिक वर्ष २०७४/७५ मा बैंकले ४ वटा मुद्दा दायर गरेको छ भने बैंकको विरुद्ध ५६ वटा मुद्दा दायर भएका छन् ।

(ख) बैंकको संस्थापक वा सञ्चालकले वा संस्थापक वा सञ्चालकको विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै किसिमको मुद्दा दायर भए नभएको :

यस सम्बन्धमा कुनै जानकारी प्राप्त नभएको ।

(ग) कुनै संस्थापक वा सञ्चालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर भए नभएको :

यस सम्बन्धमा कुनै जानकारी प्राप्त नभएको ।

५. संगठित संस्थाको शेयर कारोबार तथा प्रगतिको विश्लेषण

(क) धितोपत्र बजारमा भएको संगठित संस्थाको शेयरको कारोबार सम्बन्धमा व्यवस्थापनको धारणा :

देशको धितोपत्र बजारमा संगठित संस्थाहरूको शेयर कारोबारमा हाल देखिएको उतार चढावको अवस्थामा पनि यस बैंकको शेयर कारोबार सन्तोषजनक रहेको छ ।

(ख) गत वर्षको प्रत्येक त्रैमासिक अवधिमा संगठित संस्थाको शेयरको अधिकतम, न्यूनतम र अन्तिम मूल्य साथै कुल कारोबार शेयर संख्या र कारोबार दिन:

गत वर्षको प्रत्येक त्रैमासिक अवधिमा संगठित संस्थाको शेयरको अधिकतम, न्यूनतम र अन्तिम मूल्य साथै कुल कारोबार शेयर संख्या र कारोबार दिनको विवरण देहाय बमोजिम रहेको छ :

विवरण	२०७४ अश्विन मसान्त	२०७४ पौष मसान्त	२०७४ चैत्र मसान्त	२०७५ आषाढ मसान्त
अधिकतम मूल्य (रु.)	४१२	३२२	२९२	३००
न्यूनतम मूल्य (रु.)	२८९	२७८	२३६	२२८
अन्तिम मूल्य (रु.)	३०७	२८५	२६०	२३६
कुल कारोबार शेयर संख्या	१,२९६,५९६	९३१,६९०	८१४,६६८	९६१,७२४
कुल कारोबार दिन	५६	५७	५६	६३

६. समस्या तथा चुनौती

(क) आन्तरिक समस्या तथा चुनौती

बैंकको संचालन खर्च वृद्धि हुँदै जानु, व्याज दर उतार चढाव तथा शाखाहरूको वृद्धि सँगसँगै संचालन जोखिम व्यवस्थापन

चुनौतीपूर्ण हुनु जस्ता आन्तरिक समस्या रहेको विद्यमान परिप्रेक्ष्यमा बैंकको दिगो रूपमा मुनाफा वृद्धि गर्ने कार्य चुनौतीपूर्ण रहेको छ ।

(ख) बाह्य समस्या तथा चुनौती

निक्षेपको दृष्टिकोणबाट वित्तिय क्षेत्रमा दबाव सिर्जना भई व्याज दरमा चाप परेको र संस्थागत निक्षेपलाई वाञ्छित सिमाभित्र राख्नु पर्ने कारणले बैंकको व्यवसाय विस्तार गरी मुनाफामा वृद्धि गर्नु चुनौति रहेको छ । बैंकिङ क्षेत्रमा तीव्र प्रतिस्पर्धा हुनु, दक्ष जनशक्तिको अभाव हुनु, सरकारी विकास खर्च कम हुनु, विदेशी विनिमय बजारमा आएका उतारचढाव प्रक्षेपण गरे अनुरूप नहुनु लगायत प्रमुख बाह्य समस्या हुन् । यस्ता समस्या विद्यमान रहेको अवस्थामा बैंकको कारोबार दिगो रूपमा विस्तार गरी सम्पत्तिको गुणस्तर कायम राखी लगानिकर्तालाई उचित प्रतिफल दिने कार्य चुनौतिपूर्ण रहेको छ ।

(ग) रणनीति

बैंकले ग्रामीण तथा दुर्गम क्षेत्र तथा तोकिएका स्थानिय तहमा शाखा विस्तार गर्ने र बैंकिङ सेवाबाट वञ्चित जनतालाई बैंकको दायरामा ल्याई निक्षेप परिचालन बढाउने, बैंकले विभिन्न व्यवसायिक संघ-संस्था लगायत व्यक्तिगत ग्राहकहरूसँगको सम्बन्ध सुमधुर बनाउनका लागि छिटो एवं छरितो तवरले ग्राहकमुखी सेवाहरु उपलब्ध गराई बैंकको समग्र जोखिम व्यवस्थापनको आधारभूत पक्षहरुलाई मजबुत बनाई उल्लिखित चुनौतिको समाधान गर्ने र बैंकको आन्तरिक कार्य प्रणालीमा खर्च मितव्ययिताका आधारहरु खोज्ने रणनीति अवलम्बन गरेको छ । त्यसै गरी बैंकको Core Banking System (CBS) लाई आधुनिकिकरण गर्दै ग्राहकहरुलाई गुणस्तरीय सेवा प्रदान गर्ने नीति अवलम्बन गरेको छ ।

७. संस्थागत सुशासन

(क) नेपाल राष्ट्र बैंकको निर्देशन बमोजिम संस्थागत सुशासन अभिवृद्धिको लागि आन्तरिक नियन्त्रण प्रणाली व्यवस्थित गर्न आन्तरिक लेखापरीक्षण विभाग तथा अनुपालन विभाग तथा सुशासन इकाईको व्यवस्था गरिएको तथा लेखापरीक्षक तथा नियमनकारी निकायबाट दिइएका सुझाव तथा निर्देशनहरु व्यवस्थापन मार्फत कार्यान्वयन गराउन लेखापरीक्षण समिति सदैव क्रियाशील रहेको छ ।

(ख) संचालन जोखिम कम गर्न तथा कामलाई व्यवस्थित गर्न जोखिम व्यवस्थापन समिति गठन गरिएको छ । कर्जा जोखिमको विश्लेषणलाई छुट्टै विभागबाट हेर्ने व्यवस्था मिलाई बजार व्यवस्थापनको कार्यबाट छुट्ट्याइएको छ । साथै विभिन्न विभागहरूसँग सम्बन्धित कार्य संचालनलाई व्यवस्थित गर्न आन्तरिक नीति, नियम तथा निर्देशिकाहरु जारी गरी लागू गरिएको छ । कारोबारलाई छिटो-छरितो तथा चुस्त बनाउन व्यवस्थापन तहमा व्यवस्थापन समिति (Executive Committee), सम्पत्ति दायित्व व्यवस्थापन समिति (ALCO) लगायतका विभिन्न समितिहरु क्रियाशील रहेका छन् ।

(ग) बैंक संचालक समिति तथा व्यवस्थापन आफ्ना शोयरधनीहरु, सर्वसाधारण निक्षेपकर्ताहरु लगायत सम्पूर्ण सरोकारवालाहरुको हितको संरक्षण तथा संस्थागत सुशासन प्रति सदैव सजग तथा प्रतिबद्ध रहेको छ ।

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

बैंकले रु. ४६,३८२,६०० (रु. ४ करोड ६३ लाख ८२ हजार ६ सय) रकम बराबर प्रति कित्ता रु. १००/- अंकित मूल्यका ४६३,८२६ (४ लाख ६३ हजार ८ सय २६) कित्ता साधारण शोयरमा अंकित मूल्य रु. १००/- मा प्रिमियम वापत रु. १००/- थप गरी प्रति शोयर रु. २००/- का दरले सर्वसाधारणहरुमा थप सार्वजनिक निष्कासन (FPO) निष्काशन गर्दा प्रस्तुत विवरणपत्रको प्रक्षेपणमा बैंकिङ क्षेत्रमा हुने व्यापार वृद्धिदरमा आधारित भएको र समीक्षा वर्षमा समग्र बैंकिङ क्षेत्रको तरलतामा पर्न गएको चापको कारण लगानी योग्य रकमको अभाव हुन गएको र सोको कारण निक्षेपको व्याजदरमा अत्याधिक वृद्धि हुन गएकोले बासलात र नाफा नोक्सानका केही सुचकाङ्कहरु प्रक्षेपणको तुलनामा २०% भन्दा बढी फरक पर्न गएको छ ।

वासलात

रु. हजारमा

आर्थिक वर्ष २०७४/७५				
पूँजी र दायित्व	लेखापरीक्षण भएको वित्तीय विवरण	प्रक्षेपित वित्तीय विवरण	फरक (%)	२० प्रतिशत भन्दा बढी फरक पर्नुका कारणहरू
शेयर पूँजी	८,०३३,२३६	८,०७९,६१०	-०.५७	
जगेडा तथा कोषहरू	२,९८०,६७५	१,७६३,३४०	६९.०४	NFRS बमोजिम लेखामान मापदण्ड तथा साविकको व्यवस्था बमोजिमको लेखा नीतिमा रहेको फरकको कारण
ऋणपत्र र बण्डहरू	४९८,७२३	३,०००,०००	-८३.३८	प्रक्षेपण अनुरूप रु. २.५ अर्बको बण्ड जारी गर्ने प्रकृयामा रहेको कारण
तिर्न बाँकी कर्जा सापटी	४,०३०,३३०	१,०७३,५१०	२७५.४३	नियमित बैकिङ्ग कारोवारको सिलसिलामा लिइएको सापटीका कारण तथा साविकको प्रक्षेपित वित्तीय विवरण र लेखापरीक्षण भएको वित्तीय विवरणमा वर्गीकरण फरकका कारण
निक्षेप दायित्व	६०,६९६,०२७	६२,५००,०००	-२.८९	
अन्य दायित्वहरू	१,४७०,९६२	२,९६९,४३०	-५०.४६	नियमित बैकिङ्ग कारोवारको सिलसिलामा भएका दायित्वहरू
कुल पूँजी र दायित्व	७७,७०९,९५३	७९,३८५,८९०	-२.११	
सम्पत्ति	लेखापरीक्षण भएको वित्तीय विवरण	प्रक्षेपित वित्तीय विवरण	फरक (%)	२० प्रतिशत भन्दा बढी फरक पर्नुका कारणहरू
नगद मौज्दात	१,६४६,९७९	२,५००,०००	-३४.१२	नियमित बैकिङ्ग कारोवारको कारण
नेपाल राष्ट्र बैंकमा रहेको मौज्दात	५,०६०,३४३	३,९३४,१९०	२८.६२	नियमित बैकिङ्ग कारोवारको कारण
बैंक/वित्तीय संस्थामा रहेको मौज्दात	१,७२५,७९९	१,८५८,०७०	-७.१२	
माग तथा अल्प सूचनामा प्राप्त हुने रकम	३०३,३०९	३००,०००	१.१०	
लगानी	७,८१८,१२५	८,५०४,९८०	-८.०८	
कर्जा, सापट तथा बिल खरिद	५७,०२२,४१३	५८,१२७,०५०	-१.९०	
स्थिर सम्पत्ति	२,१९२,१२७	२,०४५,१२०	७.१९	
गैर बैकिङ्ग सम्पत्ति	२८७,५४७	-		NFRS बमोजिम लेखामान मापदण्ड तथा साविकको व्यवस्था बमोजिमको लेखा नीतिमा रहेको फरकको कारण
अन्य सम्पत्ति	१,६५३,३१२	२,११६,४८०	-२१.८८	नियमित बैकिङ्ग कारोवारको सिलसिलामा भएका सम्पत्तिहरू
कुल सम्पत्ति	७७,७०९,९५३	७९,३८५,८९०	-२.११	

नाफा-नोक्सान हिसाब

रु. हजारमा

आर्थिक वर्ष २०७४/७५				
विवरण	लेखापरीक्षण भएको वित्तीय विवरण	प्रक्षेपित वित्तीय विवरण	फरक (%)	२० प्रतिशत भन्दा बढी फरक पर्नुका कारणहरू
व्याज आम्दानी	७,१०९,३८८	६,८१७,७७०	४	
व्याज खर्च	(४,८८७,३२०)	(४,६८६,९२०)	४	
खुद व्याज आम्दानी	२,२२२,०६८	२,१३०,८५०	४	
कर्मिशन तथा डिस्काउण्ट	५५९,८८४	१७८,०००	२१५	NFRS बमोजिमको र साविकको व्यवस्था बमोजिमको
अन्य सञ्चालन आम्दानी	३५,६६९	५५३,४९०	-९४	आम्दानी शीर्षकहरू वर्गिकरण फरक पर्नाको कारण
सटही घटबढ आम्दानी	२६६,१०२	२६०,०००	२	
कुल सञ्चालन आम्दानी	३,०८३,७२३	३,१२२,३४०	-१	
कर्मचारी खर्च	(५९४,४०६)	(५१२,६६०)	१६	
अन्य सञ्चालन खर्च	(५२४,७२१)	(५७१,४९०)	-८	
सटही घटबढ नोक्सान	-	-		
सम्भावित नोक्सानी व्यवस्था अधिको सञ्चालन मुनाफा	१,९६४,५९६	२,०३८,१९०	-४	
सम्भावित नोक्सानी व्यवस्थाहरू	(४१५,८६८)	(१५०,०००)	१७७	निष्कृय कर्जा प्रक्षेपण भन्दा बढी भएको कारण
सञ्चालन मुनाफा	१,५४८,७२८	१,८८८,१९०	-१८	
गैर सञ्चालन आम्दानी/खर्च	३२,२४४	६९,७७०	-५४	गैर सञ्चालन कारोबार प्रक्षेपण गरे अनुरूप नभएको
सम्भावित नोक्सानी व्यवस्थाबाट फिर्ता	३२६,५५१	१८०,०००	८१	निष्कृय कर्जा उचित व्यवस्थापनको कारण
नियमित कारोबारबाट भएको मुनाफा	१,९०७,५२३	२,१३७,९६०	-११	
असामान्य कारोबारहरूबाट भएको मुनाफा/(खर्च)	(११,००६)	१००,०००	-१११	कर्जा अपलेखनको कारण
सम्पूर्ण कारोबार समावेश पछिको खुद मुनाफा	१,८९६,५१७	२,२३७,९६०	-१५	
कर्मचारी बोनस व्यवस्था	(१८९,६५२)	(२०३,४५०)	-७	
आयकर व्यवस्था	(४७२,७६१)	(६१०,३५०)	-२३	कर अधिको मुनाफा घटी भएको र प्राप्त गरिएको लक्षित संस्थाको विगत वर्षहरूमा भएको घाटा समायोजन छुटको कारण
खुद नाफा/(नोक्सान)	१,२३४,१०४	१,४२४,१६०	-१३	

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**REPORT OF THE INDEPENDENT AUDITORS
TO THE SHAREHOLDERS OF CITIZENS BANK INTERNATIONAL Ltd.**

We have audited the accompanying consolidated financial statements of Citizens Bank International Ltd and its subsidiary, which comprise the Consolidated Statement of Financial Position as at Ashad 32, 2075 (July 16, 2018), and the Consolidated Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant Accounting Policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Nepal Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

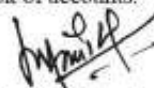
In our opinion, the consolidated financial statements present fairly, in all material aspects, the financial position of Citizens Bank International Ltd. and its subsidiary as at Ashad 32, 2075 (July 16, 2018) and their financial performance and cash flows for the year then ended in accordance with Nepal Financial Reporting Standards and the Companies Act, 2063.

Report on Other Legal and Regulatory Requirements

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

- We have obtained all the information and explanations, which were considered necessary for the purpose for our audit.
- Financial statements are in agreement with the books of account maintained by the Bank.
- So far as it appears from our examination, books of accounts are properly maintained in accordance with the prevailing laws.
- So far as it appears from our examination, we have not come across cases where the Board of Directors or any member thereof or any representative or any office holder or any employee of the Bank has acted contrary to the provisions of law or caused loss or damage to the Bank.
- The operations of the Bank were within its jurisdiction.
- The Bank has not acted in a manner to jeopardize the interest and security of the depositors and investors.
- The bank has a centralized core accounting system and details received from branches of the Bank though the statements are independently not audited, were adequate for the purpose of our audit, and
- We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the book of accounts.




CA. Niranjan Chaudhary
Partner
JK & SS Associates
Chartered Accountants

Date: December 11, 2018
Place Narayanhiti Path, Kathmandu

Citizens Bank International Ltd.

Consolidated Statement of Financial Position

As on 32nd Ashadh, 2075 (July 16, 2018)

Amount in NPR

Particulars	Note	Group		Bank	
		Current Year	Previous Year	Current Year	Previous Year
Assets					
Cash and Cash Equivalents	4.1	5,148,467,404	4,552,522,507	5,046,237,676	3,887,468,818
Due from Nepal Rastra Bank	4.2	3,690,192,293	2,190,896,703	3,690,192,293	2,190,896,703
Placement with Bank and Financial Institutions	4.3	1,989,878,358	1,568,014,418	1,989,878,358	1,568,014,418
Derivative Financial Instruments	4.4	36,385,944	21,975,955	36,385,944	21,975,955
Other Trading Assets	4.5	142,662,000	133,900,339	76,236,446	51,442,831
Loans and Advances to B/FIs	4.6	1,420,646,197	1,467,126,976	1,420,646,197	1,467,126,976
Loans and Advances to Customers	4.7	55,598,967,114	46,015,334,255	55,601,766,580	46,021,501,436
Investment Securities	4.8	5,616,858,302	6,800,605,921	5,616,858,302	6,785,605,921
Current Tax Assets	4.9	114,653,791	300,791,522	114,653,791	300,791,522
Investment in Susidiaries	4.10	-	-	117,200,000	67,000,000
Investment in Associates	4.11	23,903,192	31,751,500	17,951,500	31,751,500
Investment Property	4.12	287,547,060	390,066,062	287,547,060	390,066,062
Property and Equipment	4.13	2,127,954,165	1,765,808,835	2,121,592,854	1,758,546,430
Goodwill and Intangible Assets	4.14	71,173,137	8,733,685	70,534,031	8,066,489
Deferred Tax Assets	4.15		-		-
Other Assets	4.16	1,486,416,314	1,343,435,463	1,502,271,962	1,331,359,117
Total Assets		77,755,705,271	66,590,964,142	77,709,952,994	65,881,614,179
Liabilities					
Due to Banks and Financial Institutions	4.17	3,335,288,532	2,501,906,804	3,335,288,532	2,501,906,804
Due to Nepal Rastra Bank	4.18	695,041,370	33,578,077	695,041,370	33,578,077
Derivative Financial Instruments	4.19	-	-	-	-
Deposits from Customers	4.20	60,605,815,636	51,700,969,191	60,696,026,972	51,716,674,652
Borrowing	4.21	-	5,000,000	-	-
Current Tax Liabilities	4.9	-	-	-	-
Provisions	4.22	5,526,126	3,078,973	5,306,626	-
Deferred Tax Liabilities	4.15	15,292,307	85,477,182	17,677,499	85,192,158
Other Liabilities	4.23	1,554,811,510	1,880,942,008	1,447,977,647	1,202,929,525
Debt Securities Issued	4.24	498,722,911	498,148,814	498,722,911	498,148,814
Subordinated Liabilities	4.25	-	-	-	-
Total Liabilities		66,710,498,391	56,709,101,049	66,696,041,556	56,038,430,030
Equity					
Share Capital	4.26	8,033,236,400	6,921,689,662	8,033,236,400	6,921,689,662
Share Premium		433,526	532,794,833	433,526	532,794,833
Retained Earnings		117,421,902	765,036,986	132,228,780	763,369,943
Reserves	4.27	2,849,829,461	1,627,467,560	2,848,012,733	1,625,329,711
Total Equity Attributable to Equity Holders		11,000,921,288	9,846,989,041	11,013,911,439	9,843,184,149
Non-Controlling Interest		44,285,592	34,874,053	-	-
Total Equity		11,045,206,880	9,881,863,094	11,013,911,439	9,843,184,149
Total Liabilities and Equity		77,755,705,271	66,590,964,142	77,709,952,994	65,881,614,179

Contingent liabilities and commitment

4.28

Net assets value per share

136.94

142.26

137.10

142.21

(Pranesh Raj Kayastha)
Chief Finance Officer

(Rajan Singh Bhandari)
Chief Executive Officer

(Dr. Shankar Prasad Sharma)
Chairman

(Bal Krishna Prasai)
Director

(Prakash Chandra Mainali)
Director

(Bijaya Dhooj Karki)
Director

(Pabitra Kumar Karki)
Director

(Dr. Chanda Karki)
Director

(Avanindra Kumar Shrestha)
Director

As per our report of even date
CA Niranjana Chaudhary

Date: Mangsir 25, 2075

Place: Narayanbhatti Path, Kathmandu

Partner
JK & SS Associates
Chartered Accountants

Citizens Bank International Ltd.

Consolidated Statement of Profit or Loss

For the year ended 32nd Ashadh, 2075 (July 16, 2018)

Amount in NPR

Particulars	Note	Group		Bank	
		Current Year	Previous Year	Current Year	Previous Year
Interest Income	4.29	7,110,181,614	4,957,953,921	7,109,387,573	4,960,197,979
Interest Expenses	4.30	(4,881,474,938)	(3,167,144,719)	(4,887,319,894)	(3,169,957,746)
Net Interest Income		2,228,706,676	1,790,809,202	2,222,067,679	1,790,240,233
Fees and Commission Income	4.31	578,046,372	461,834,527	559,884,278	429,211,115
Fees and Commission Expenses	4.32	(52,321,855)	(36,826,245)	(50,836,108)	(33,396,855)
Net Fees and Commission Income		525,724,517	425,008,282	509,048,171	395,814,259
Net Interest, Fees and Commission Income		2,754,431,193	2,215,817,485	2,731,115,850	2,186,054,492
Net Trading Income	4.33	172,484,869	134,661,964	181,074,487	136,794,468
Other Operating Income	4.34	124,457,490	86,722,816	120,696,494	93,889,840
Total Operating Income		3,051,373,552	2,437,202,265	3,032,886,830	2,416,738,801
Impairment (Charge)/ Reversal for Loans and Other Losses	4.35	(89,316,642)	96,965,217	(89,316,642)	96,965,217
Net Operating Income		2,962,056,910	2,534,167,482	2,943,570,188	2,513,704,017
Operating Expenses					
Personnel Expenses	4.36	(789,970,588)	(585,920,436)	(784,057,981)	(579,564,141)
Other Operating Expenses	4.37	(375,165,455)	(313,515,335)	(347,358,417)	(309,364,627)
Depreciation & Amortisation	4.38	(128,350,655)	(93,643,010)	(126,526,734)	(92,692,281)
Operating Profit		1,668,570,213	1,541,088,701	1,685,627,057	1,532,082,967
Non Operating Income	4.39	27,402,047	725,317,947	37,955,047	735,476,834
Non Operating Expenses	4.40	(16,717,011)	(105,936,458)	(16,717,011)	(105,936,458)
Profit Before Income Tax		1,679,255,249	2,160,470,190	1,706,865,093	2,161,623,344
Income Tax Expenses	4.41				
Current Tax		(536,347,961)	(266,285,162)	(536,347,961)	(265,337,676)
Deferred Tax		65,686,933	(261,652,915)	63,586,765	(261,367,894)
Profit for the Period		1,208,594,221	1,632,532,112	1,234,103,897	1,634,917,774
Profit Attributable To:					
Equity Holders of the Bank		1,217,377,305	1,631,218,931	1,234,103,897	1,634,917,774
Non-Controlling Interest		(8,783,084)	1,313,182		
Profit for the Period		1,208,594,221	1,632,532,112	1,234,103,897	1,634,917,774
Earnings Per Share					
Basic Earnings Per Share		15.05	20.33	15.37	20.36
Diluted Earnings Per Share		15.05	20.33	15.37	20.36

(Pramesh Raj Kayastha)
Chief Finance Officer

(Rajan Singh Bhandari)
Chief Executive Officer

(Dr. Shankar Prasad Sharma)
Chairman

(Bal Krishna Prasai)
Director

(Prakash Chandra Mainali)
Director

(Bijaya Dhoj Karki)
Director

(Pabitra Kumar Karki)
Director

(Dr. Chanda Karki)
Director

(Avanindra Kumar Shrestha)
Director

As per our report of even date
CA Niranjana Chaudhary
Partner
JK & SS Associates
Chartered Accountants

Date: Mangsir 25, 2075
Place: Narayanhiti Path, Kathmandu

Citizens Bank International Ltd.
Consolidated Statement of Other Comprehensive Income
For the year ended 32nd Ashadh, 2075 (July 16, 2018)

Amount in NPR

Particulars	Note	Group		Bank	
		Current Year	Previous Year	Current Year	Previous Year
Profit for the Period		1,208,594,221	1,632,532,112	1,234,103,897	1,634,917,774
Other Comprehensive Income for the Period, 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		(9,000,000)		(9,000,000)	
Gains/ (Losses) on Revaluation					
Actuarial gains/ (Losses) on Defined Benefit Plans		(3,901,414)	3,985,502	(4,092,980)	3,985,502
Income Tax relating to above items		3,975,786	(1,195,651)	3,927,894	(1,195,651)
Effective portion of changes in Fair Value					
Net Other Comprehensive Income that will not be reclassified to Profit or Loss		(8,925,629)	2,789,851	(9,165,086)	2,789,851
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 Period, Net of Income Tax		(8,925,629)	2,789,851	(9,165,086)	2,789,851
Total Comprehensive Income for the Period		1,199,668,593	1,635,321,964	1,224,938,811	1,637,707,625
Total Comprehensive Income Attributable to:					
Equity Holders of the Bank		1,208,311,270	1,095,665,716	1,224,938,811	1,637,707,625
Non-Controlling Interest		(8,738,460)	539,656,248		
Total Comprehensive Income for the Period		1,199,572,810	1,635,321,964	1,224,938,811	1,637,707,625

(Pramesh Raj Kayastha)
Chief Finance Officer

(Rajan Singh Bhandari)
Chief Executive Officer

(Dr. Shankar Prasad Sharma)
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(Bal Krishna Prasai)
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(Prakash Chandra Mainali)
Director

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Director

As per our report of even date
CA Niranjana Chaudhary
Partner
JK & SS Associates
Chartered Accountants

Date: Mangsir 25, 2075
Place: Narayanhiti Path, Kathmandu

Citizens Bank International Ltd.

Consolidated Statement of Cash Flows

For the year ended 32nd Ashadh, 2075 (July 16, 2018)

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
CASH FLOWS FROM OPERATING ACTIVITIES				
Interest Received	6,649,776,365	4,825,772,620	6,648,982,323	4,828,016,678
Fees and Other Income Received	591,835,300	154,497,986	575,124,736	119,946,456
Dividend Received	174,460	176,399	174,460	176,399
Receipts from Other Operating Activities	232,306,906	936,827,779	246,042,406	953,351,667
Interest Paid	(4,761,399,670)	(3,057,813,296)	(4,767,244,626)	(3,060,626,323)
Commission and Fees Paid	(50,111,108)	(32,671,855)	(50,836,108)	(33,396,855)
Cash Payment to Employees	(676,171,999)	(649,024,670)	(670,488,221)	(642,668,376)
Other Expenses Paid	(511,497,036)	(309,588,255)	(486,690,820)	(310,060,318)
Operating Cash Flows before Changes in Operating Assets and Liabilities	1,474,913,218	1,868,176,708	1,495,064,151	1,854,739,328
(Increase)/ Decrease in Operating Assets				
Due from Nepal Rastra Bank	(1,499,295,590)	551,266,238	(1,499,295,590)	551,266,238
Placement with Bank and Financial Institutions	(421,863,940)	(587,221,248)	(421,863,940)	(587,221,248)
Other Trading Assets	(43,373,359)	(43,883,470)	(43,373,359)	(43,883,470)
Loans and Advances to Bank and Financial Institutions	46,480,779	(13,062,565)	46,480,779	(13,062,565)
Loans and Advances to Customers	(9,583,064,611)	(7,435,864,070)	(9,580,265,145)	(7,429,696,890)
Other Assets	(74,427,665)	(1,082,181,739)	19,577,295	(1,028,439,419)
Increase/ (Decrease) in Operating Liabilities				
Due to Banks and Financial Institutions	833,381,728	1,385,610,794	833,381,728	1,385,610,794
Due to Nepal Rastra Bank	661,463,293	30,828,077	661,463,293	30,828,077
Deposit from Customers	8,889,140,983	3,621,195,376	8,979,352,320	3,636,900,837
Borrowings	(5,568,272)	6,167,180	-	-
Other Liabilities	(494,675,411)	546,705,764	27,462,990	(181,882,210)
Net Cash Flow from Operating Activities before Taxes Paid	(216,888,847)	(1,152,262,955)	517,984,522	(1,824,840,527)
Income Taxes Paid	(354,138,124)	(571,062,306)	(354,138,124)	(566,129,198)
Net Cash Flow from Operating Activities	(571,026,970)	(1,723,325,261)	163,846,398	(2,390,969,725)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Investment Securities	(68,600,000)	(238,988,837)	(36,400,000)	(171,988,837)
Receipts from Sale of Investment Securities	1,194,960,149	(10,001,275)	1,191,495,006	(20,215,697)
Purchase of Property and Equipment	(490,924,795)	(297,977,408)	(490,030,077)	(290,897,285)
Receipt from the Sale of Property and Equipment	5,227,247	292,099,484	5,227,247	292,099,484
Purchase of Intangible Assets	(65,674,655)	(74,501,360)	(65,674,655)	(74,501,360)
Receipt from the Sale of Intangible Assets	-	-	-	-
Purchase of Investment Properties	-	-	-	-
Receipt from the Sale of Investment Properties	102,519,002	-	102,519,002	-
Interest Received	300,908,953	122,452,635	300,908,953	122,452,635
Dividend Received	9,464,231	11,431,778	5,690,709	8,556,068
Net Cash used in Investing Activities	987,880,132	(195,484,982)	1,013,736,186	(134,494,992)

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipt from Issue of Debt Securities	-	-	-	-
Repayment of Debt Securities	-	-	-	-
Receipt from Issue of Subordinated Liabilities	-	-	-	-
Repayment of Subordinated Liabilities	-	-	-	-
Receipt from Issue of Shares	191,276,394	2,551,810,699	4,076,394	2,484,810,699
Dividends Paid	(50,467,973)	(26,881,598)	(45,467,973)	(17,038,157)
Interest Paid	(44,302,083)	(42,499,998)	(44,302,083)	(42,499,998)
Other Receipt/ Payment	-	529,389,691	-	529,389,691
Net Cash from Financing Activities	96,506,338	3,011,818,794	(85,693,662)	2,954,662,235
Net Increase (Decrease) in Cash and Cash Equivalents	513,359,499	1,093,008,550	1,091,888,921	429,197,518
Cash and Cash Equivalents at 1 st Shrawan, 2074	4,568,227,968	3,399,722,661	3,887,468,818	3,398,480,006
Effect of Exchange Rate Fluctuations on Cash and Cash Equivalents Held	66,879,937	59,791,295	66,879,937	59,791,295
Cash and Cash Equivalents At Ashadh End 2075	5,148,467,404	4,552,522,507	5,046,237,676	3,887,468,818

(Pramesh Raj Kayastha)
Chief Finance Officer

(Rajan Singh Bhandari)
Chief Executive Officer

(Dr. Shankar Prasad Sharma)
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Director

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Director

As per our report of even date
CA Niranjana Chaudhary
Partner
JK & SS Associates
Chartered Accountants

Date: Mangsir 25, 2075
Place: Narayanhiti Path, Kathmandu

Citizens Bank International Ltd.

Consolidated Statement of Changes in Equity

For the year ended 32nd Ashadh, 2075 (July 16, 2018)

Amount in NPR

Particular	Group											Non-Controlling Interest	Total Equity
	Attributable to Equity Holders of the Group												
	Share Capital	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earnings	Other Reserves	Total			
Balance at 1 st Shrawan, 2073	3,650,639,617	2,971,617	695,877,047	18,107,711	-	-	-	1,851,510,392	159,241,144	6,378,347,528	36,860,871	6,415,208,399	
Adjustment/ Restatement								{1,168,201,344}		{1,168,201,344}		{1,168,201,344}	
Adjusted/ Restated balance at 1 st Shrawan, 2073	3,650,639,617	2,971,617	695,877,047	18,107,711	-	-	-	683,309,048	159,241,144	5,210,146,184	36,860,871	5,247,007,055	
Comprehensive Income for the Year													
Profit for the Year	-	-	-	-	-	-	-	1,631,218,931	-	1,631,218,931	1,313,182	1,632,532,112	
Other Comprehensive Income, Net of Tax												-	
Gains/ (Losses) from Investments in Equity Instruments Measured at Fair Value													
Gains/ (Losses) on Revaluation												-	
Actuarial Gains/ (Losses) on Defined Benefit Plans									2,789,851	2,789,851		2,789,851	
Gains/ (Losses) on Cash Flow Hedge												-	
Net Gain (Loss) on Revaluation												-	
Exchange Gains/ (Losses) (arising from translating Financial Assets of Foreign Operation)												-	
Total Comprehensive Income for the Year								1,631,218,931	2,789,851	1,634,008,782	1,313,182	1,635,321,964	
Transfer to Reserve/ Fund acquired from Business Combination		433,526	33,270,529	-	-	-	343,854,012	{377,558,067}	-	-	-	-	
Transfer to Reserve during the Year	-	-	216,332,310	14,947,824	-	-	-	{416,842,397}	178,476,615	{7,085,648}	-	{7,085,648}	
Transfer from Reserve during the Year	-	-	-	-	-	-	-	35,429,484	{35,429,484}	-	-	-	
Transactions with Owners, directly recognized in Equity												-	
Right Share Issued	2,484,810,699	529,389,690	-	-	-	-	-	-	-	3,014,200,389	-	3,014,200,389	
Share Based Payments												-	
Dividends to Equity Holders								{39,844,251}		{39,844,251}	{3,300,000}	{43,144,251}	
Bonus Shares Issued	750,675,762	-	-	-	-	-		{750,675,762}	-	-	-	-	
Issuance of Share for Acquisition of Premier Finance Ltd	35,563,584	-	-	-	-	-		-	-	35,563,584	-	35,563,584	
Cash Dividend Paid												-	
Total Contributions by and Distributions	3,271,050,045	529,389,690	-	-	-	-	-	{790,520,013}	-	3,009,919,722	{3,300,000}	3,006,619,722	
Balance at Ashadh end 2074	6,921,689,662	532,794,833	945,479,886	33,055,535	-	-	343,854,012	765,036,986	305,078,127	9,846,989,041	34,874,053	9,881,863,093	
Balance at 1 st Shrawan, 2074	6,921,689,662	532,794,833	945,479,886	33,055,535		-	343,854,012	1,774,756,119	305,078,127	10,856,708,173	34,874,053	10,891,582,225	
Restatement/ Adjustment								{1,009,719,133}		{1,009,719,133}		{1,009,719,133}	
Adjusted/ Restated balance at 1 st Shrawan, 2074	6,921,689,662	532,794,833	945,479,886	33,055,535		-	343,854,012	765,036,986	305,078,127	9,846,989,041	34,874,053	9,881,863,093	
Comprehensive Income for the Year													
Profit for the Year	-	-	-	-	-	-	-	1,217,377,305	-	1,217,377,305	{8,783,084}	1,208,594,221	
Other Comprehensive Income, Net of Tax													
Gains/ (Losses) from Investments in Equity Instruments Measured at Fair Value	-	-	-	-	-	{6,300,000}		-	-	{6,300,000}		{6,300,000}	
Gains/ (Losses) on Revaluation												-	

Particular	Group								Non-Controlling Interest	Total Equity
	Share Capital	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earnings	Other Reserves	Total
Actuarial Gains/ (Losses) on Defined Benefit Plans										
Gains/ (Losses) on Cash Flow Hedge										
Net Gain (Loss) on Revaluation										
Exchange Gains/ (Losses) arising from translating Financial Assets of Foreign Operation)										
Total Comprehensive Income for the Year	-	-	-	-	-	(6,300,000)	-	1,217,377,305	(2,766,035)	1,208,311,270
Transfer to Reserve during the Year	-	-	246,820,779	16,719,984	795,430,349	-	-	(1,244,382,400)	185,411,787	-
Transfer from Reserve during the Year	-	-	-	-	-	-	-	12,954,464	(12,954,464)	-
Transactions with Owners, directly recognized in Equity										
Right Share Issued										
Share Based Payments										
Dividends to Equity Holders										
Bonus Shares Issued	1,107,470,346	(532,361,307)	-	-	-	-	-	(58,455,413)	-	(58,455,413)
CSR Expenses Paid from the CSR Fund	-	-	-	-	-	-	-	(575,109,039)	-	-
Fraction Share Adjustment	4,076,392	-	-	-	-	-	-	-	-	-
Total Contributions by and Distributions	1,111,546,738	(532,361,307)	-	-	-	-	-	(633,564,452)	-	(54,379,021)
Balance at Ashadh end 2075	8,033,236,400	433,526	1,192,300,665	49,775,519	795,430,349	(6,300,000)	343,854,012	117,421,902	474,768,915	11,000,921,288

Particular	Bank										Non-Controlling Interest	Total Equity
	Share Capital	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earnings	Other Reserves	Total		
Balance at 1st Shrawan, 2073	3,650,639,617	2,971,617	695,877,047	18,107,711	-	-	-	1,845,809,505	157,103,295	6,370,508,792		
Restatement								(1,168,201,344)		(1,168,201,344)		
Adjusted/ Restated balance at 1 st Shrawan, 2073	3,650,639,617	2,971,617	695,877,047	18,107,711	-	-	-	677,608,161	157,103,295	5,202,307,448		
Comprehensive Income for the Year												
Profit for the Year								1,634,917,774		1,634,917,774		
Other Comprehensive Income, Net of Tax												
Gains/ (Losses) from Investments in Equity Instruments Measured at Fair Value												
Gains/ (Losses) on Revaluation												
Actuarial Gains/ (Losses) on Defined Benefit Plans									2,789,851	2,789,851		
Gains/ (Losses) on Cash Flow Hedge												
Net Gain (Loss) on Revaluation												
Exchange Gains/ (Losses) arising from translating Financial Assets of Foreign Operation)												
Total Comprehensive Income for the Year		433,526	33,270,529					1,634,917,774	2,789,851	1,637,707,625		
Transfer to Reserve/ Fund acquired from Business Combination							343,854,012	(377,558,067)		-		
Transfer to Reserve during the Year			216,332,310	14,947,824				(416,842,397)	178,476,615	(7,085,648)		
Transfer from Reserve during the Year								35,429,484	(35,429,484)	-		
Transactions with Owners, directly recognized in Equity												
Right Share Issued	2,484,810,699	529,389,690								3,014,200,389		
Share Based Payments												
Dividends to Equity Holders								(39,509,251)		(39,509,251)		

Particular	Bank										Non-Controlling Interest	Total Equity
	Share Capital	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earnings	Other Reserves	Total		
Bonus Shares Issued	750,675,762							(750,675,762)		-		
Issuance of Share for Acquisition of Premier Finance Ltd	35,563,584									35,563,584		
Cash Dividend Paid										-		
Total Contributions by and Distributions	3,271,050,045	529,389,690	-	-	-	-	-	(790,185,013)	-	3,010,254,722		
Balance at Ashadh end 2074	6,921,689,662	532,794,833	945,479,886	33,055,535	-	-	343,854,012	763,369,943	302,940,278	9,843,184,148		
Balance at 1 st Shrawan, 2074	6,921,689,662	532,794,833	945,479,886	33,055,535	-	-	343,854,012	1,773,089,077	302,940,278	10,852,903,282		
Restatement/ Adjustment								(1,009,719,133)		(1,009,719,133)		
Adjusted/ Restated balance at 1 st Shrawan, 2074	6,921,689,662	532,794,833	945,479,886	33,055,535	-	-	343,854,012	763,369,943	302,940,278	9,843,184,148		
Comprehensive Income for the Year												
Profit for the Year								1,234,103,897		1,234,103,897		
Other Comprehensive Income, Net of Tax												
Gains/ (Losses) from Investments in Equity Instruments Measured at Fair Value						(6,300,000)				(6,300,000)		
Gains/ (Losses) on Revaluation												
Actuarial Gains/ (Losses) on Defined Benefit Plans									(2,865,086)	(2,865,086)		
Gains/ (Losses) on Cash Flow Hedge												
Net gain (Loss) on Revaluation												
Exchange Gains/ (Losses) (arising from translating Financial Assets of Foreign Operation)												
Total Comprehensive Income for the Year						(6,300,000)		1,234,103,897	(2,865,086)	1,224,938,811		
Transfer to Reserve during the Year			246,820,779	16,719,984	795,430,349			(1,242,664,723)	183,693,610	-		
Transfer from Reserve during the Year								10,816,615	(10,816,615)	-		
Transactions with Owners, directly recognized in Equity												
Right Share Issued												
Share Based Payments												
Dividends to Equity Holders								(58,287,913)		(58,287,913)		
Bonus Shares Issued	1,107,470,346	(532,361,307)						(575,109,039)		-		
CSR Expenses Paid from the CSR Fund												
Fraction Share Adjustment	4,076,392									4,076,392		
Total Contributions by and Distributions	1,111,546,738	(532,361,307)						(633,396,952)		(54,211,521)		
Balance at Ashadh end 2075	8,033,236,400	433,526	1,192,300,665	49,775,519	795,430,349	(6,300,000)	343,854,012	132,228,780	472,952,187	11,013,911,438		

(Pramesh Raj Kayastha)
Chief Finance Officer

(Dr. Shunkar Prasad Sharma)
Chairman

(Prakash Chandra Mainali)
Director

(Bijaya Dhoj Karki)
Director

(Dr. Chanda Karki)
Director

As per our report of even date
CA Niranjana Chaudhary
Partner

Date: Mangsir 25, 2075
Place: Narayanbhatti Path, Kathmandu

JK & SS Associates
Chartered Accountants

Citizens Bank International Ltd.

Significant Accounting Policies and Notes to the Financial Statements

As on 32nd Ashadh, 2075 (July 16, 2018)

1. Reporting Entity

Citizens Bank International Ltd. ('the Bank' or 'CBIL') is a public company incorporated under the Companies Act, 2063 and licensed by Nepal Rastra Bank to conduct Banking transaction as a "A" Class Commercial Bank under the Banks and Financial Institutions Act, 2073. The Bank has its Corporate Office at Narayanhiti Path, Kathmandu. The Bank received the license to commence Banking operations on 7th Baisakh, 2064 (April 20, 2007). The Bank's Equity Shares are listed in Nepal Stock Exchange. The principal activities of the Bank is to provide all commercial banking services including agency services, trade finance services, e-commerce services and trading of gold and silver, etc. to its customers through head office, branches, branchless banking units and ATMs.

The Bank acquired two "C" class financial institutions, Nepal Housing & Merchant Finance Ltd. and People's Finance Ltd. during the Fiscal Year 2071/72. The Bank started consolidated Banking transaction from 25th Baisakh, 2072 (May 8, 2015). Similarly, the Bank has acquired Premier Finance Ltd. and started the consolidated transaction from 2nd Shrawan, 2073 (July 17, 2016).

Subsidiary

CBIL Capital Ltd. ('the Subsidiary') is the subsidiary company of the Bank. It was incorporated on 17th Magh, 2062 (January 30, 2006) as public company under the Companies Act, 2063. The Bank made an equity investment in CBIL Capital Ltd. on 30th Falgun, 2072 (March 13, 2016). The principal activities of the Subsidiary are to provide merchant/ investment banking services that include management of public offerings, portfolio management, underwriting of securities and fund management of mutual fund schemes, depository participant's service under Central Depository Service (CDS) and administration and record keeping of securities of its clients. The Bank as on date holds 68.94% controlling interest in the Subsidiary.

Associates:

Nepal Electronic Payment Systems Ltd. (NEPS) and Nepal Clearing House Ltd. (NCHL) are the associates of the Bank.

NEPS is formulated as a consortium of seven national level commercial Banks, with aim to pool the resources of these Banks together and establish a common platform, which will be more secure, reliable and able to encompass the rapid growth of new technologies in electronic payments.

NCHL is a public Ltd. company established on 9th Mangsir 2065 (December 23, 2008) under the leadership and guidance of Nepal Rastra Bank (The Central Bank of Nepal). It has the equity participation from Nepal Rastra Bank, commercial Banks, development Banks, finance companies and Smart Choice Technologies (SCT), a private card switch operator.

NCHL has the strategic objectives to establish multiple payments, clearing and settlement systems in Nepal with long term objective to establish a national payments gateway to facilitate electronic payments and financial transactions within the country. Electronic Cheque Clearing (NCHL-ECC) and Inter Bank Payment System (NCHL-IPS) are the national payment systems that are currently in operation.

The Bank, the Subsidiary and the associates are collectively referred to as "the Group".

Principal Activities:

The principal activities of the Bank during the year is commercial banking, personal banking, development financing, mortgage financing, lease financing, corporate financing, credit card facilities, foreign currency operations, e-Banking and other financial services. The principal activity of the subsidiary company is to provide merchant banking services.

2. Basis of Preparation

The financial statements of the Group have been prepared on accrual basis of accounting except the Cash Flow information, which is prepared on a cash basis, using the direct method.

The financial statements comprise the Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income, the Statement of Changes in Equity, the Statement of Cash Flows and the Notes to the Accounts of the group and separate financial statements as stated above of the Bank. The significant accounting policies applied in the preparation of financial statements are set out below in point number 3. These policies are consistently applied to all the years presented, except for the changes in accounting policies disclosed specifically.

2.1. Statement of Compliance

The financial statements of the Group which comprises components mentioned above have been prepared in accordance with Nepal Accounting Standards comprising of Nepal Financial Reporting Standards and Nepal Accounting Standards (hereafter referred as NFRS), laid down by the Institute of Chartered Accountants of Nepal and in compliance with the requirements of the Companies Act, 2063 and Generally Accepted Accounting Principles in the banking industry in Nepal.

The Board of Directors of the Group authorized the financial statement vide its resolution dated 25th Mangsir, 2075 and recommended for its approval by the Annual General Meeting of the shareholders.

2.2. Reporting Period

Reporting Period is a period from the first day of Shrawan (mid July) of any year to the last day of Ashadh (mid July) of the next year as per Nepali calendar.

	Nepali Calendar	English Calendar
Current Year	2074/75	2017/18
Previous Year	2073/74	2016/17
Current Year Period	1 st Shrawan 2074 to 32 nd Ashadh 2075	July 16, 2017 to July 16, 2018
Previous Year Period	1 st Shrawan 2073 to 31 st Ashadh 2074	July 16, 2016 to July 15, 2017

2.3. Functional and Presentation Currency

The financial statements of the Group are presented in Nepalese Rupees (NPR), which is the currency of the primary economic environment in which the Group operates. Financial information is presented in Nepalese Rupees. There was no change in the Group's presentation and functional currency during the year under review. The figures are rounded to nearest integer, except otherwise indicated.

2.4. Use of Estimates, Assumptions and Judgement

The preparation of financial statements requires the management to make estimates and assumptions that are considered while reporting amounts of assets and liabilities (including contingent assets and liabilities) as of the date of the financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

Information about assumptions and estimation that have a significant risk of resulting in a material adjustment within the next financial year are:

- Key assumptions used in discounted cash flow projections.
- Measurement of defined benefit obligations.
- Provisions, commitments and contingencies.
- Determination of net realizable value.

- Determination of useful life of the property, plant and equipment.
- Assessment of the Group's ability to continue as going concern.
- Determination of fair value of financial instruments; and property and equipment.
- Impairment of financial and non-financial assets.
- Assessment of current as well as deferred tax.

2.5. Changes in Accounting Policies

The Group has applied its accounting policies consistently from year to year except for some comparatives have been grouped or regrouped to facilitate comparison, corrections of errors and any changes in accounting policy have been separately disclosed with detail explanation.

2.6. New Reporting standards issued but not effective

For the reporting of financial instruments, NAS 32 Financial Instruments Presentation, NAS 39 Financial Instruments Recognition and Measurements and NFRS 7 Financial Instruments – Disclosures have been applied.

NFRS 9 has been complied for the classification of Financial Instruments.

Few carve-outs on applicable Accounting Standards as provided by the Institute of Chartered Accountants of Nepal have been used by the Bank, the quantitative and qualitative impact of the same have been disclosed in detail in Notes to the Accounts.

Further, a number of new standards and amendments to the existing standards and interpretations have been issued by International Accounting Standard Board after the pronouncements of NFRS with varying effective dates. Those become applicable when Accounting Standard Board Nepal incorporates them within NFRS.

2.7. Discounting

The Group calculates amortized cost of a financial assets 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 assets 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.

2.8. Prior Period Errors

Prior Period Errors are omissions or misstatements in an entity's financial statements. Such omissions may relate to one or more prior periods. Correction of an error is done by calculating the cumulative effect of the change on the financial statements of the period as if new method or estimate had always been used for all the affected prior years' financial statements. Sometimes such changes may not be practicable. In such cases, it is applied to the latest period possible by making corresponding adjustment to the opening balance of the period.

2.9. Previous Year's Figures

Previous year's figures have been grouped or regrouped wherever necessary to facilitate comparison.

2.10. Materiality and Aggregation

In compliance with NFRS 1 Presentation of Financial Statements, each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or functions are presented separately, unless they are material.

2.11. New Standards and interpretation not adopted

During the current fiscal year, the Group has not applied the numbers of standards as prescribed in NFRS and used the NFRS carve- out adjustments. As a consequence, the net profit and retained earnings have been impacted.

The impacts of each carve-out adjustment done and the affected financial statement line items have been summarized in Point no 5.24 below.

3. Significant Accounting Policies

The principal accounting policies adopted in the preparation of the Financial Statements are set out below. The policies have been consistently applied to all the years presented, unless otherwise stated. The preparation of financial statements requires the use of certain accounting estimates. The areas where significant judgements and estimates have been made in preparing the financial statements and their effects have been disclosed.

3.1. Basis of Measurement

The financial statements have been prepared on historical cost basis, except for following material items in the Statement of Financial Position:

- Financial assets other than measured at amortized cost are measured at fair value.
- Non-derivative financial instruments at fair value through profit or loss are measured at fair value.
- Derivative financial instruments are measured at fair value.
- Inventories are measured at cost or net realizable value whichever is lower.
- Liabilities for defined benefit obligations are recognized at the present value of the defined benefit obligation less the fair value of the plan assets.
- Investment property is measured at cost.
- Liabilities for cash-settled, share-based-payment arrangements are measured at fair value.
- Investment securities are measured at fair value.
- Trading Assets like Bonds, Treasury Bills, Equities, etc. held for trading purpose are measured at fair value.
- Impairment of asset is measured at fair value and related disposal cost.
- Assets acquired & liabilities assumed in a business combination are recognized at fair value.

3.2. Basis of Consolidation

Where the company has the power, either directly or indirectly, to govern the financial and operating policies of another entity or business so as to obtain benefits from its activities, it is classified as a Subsidiary. The Consolidated Financial Statements present the results of the company and its subsidiaries ('the Group') as if they are a single entity.

In the Statement of Financial Position, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognized at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Statement of Income from the date on which control is obtained. They are de-consolidated from the date control ceases.

The Group's Financial Statements comprise consolidation of the financial statements of the Group and its subsidiary in terms of NFRS 10 Consolidated Financial Statements.

3.2.1. Subsidiary

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 Financial Statements of subsidiaries are included in the Consolidated Financial Statements from the date that control commences until the date that control ceases. The Bank reassesses whether it has control if there are changes to one or more of the elements of control. The financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

The Consolidated Financial Statements are prepared for the common financial year end. There are no significant restrictions on the ability of subsidiaries to transfer funds to the parent in the form of cash dividends or to repay loans and advances.

3.2.2. Business combination

Business combinations are accounted for using the acquisition method. As of the acquisition date, the amount of non-controlling interest is measured either at fair value or at the non-controlling interest's proportionate share of the acquirer's identifiable net assets. Acquisition related costs are expensed in the periods in which the costs are incurred and the services are received.

The Group elects on a transaction by transaction basis, whether to measure non-controlling interest at its fair value, or at its proportionate share of the recognized amount of the identifiable net assets, at the acquisition date. Transaction costs, other than those associated with the issue of debt or equity securities, that the Group incurs in connection with a business combination are expensed as incurred.

3.2.3. Acquisitions of non-controlling interests

Acquisitions of non-controlling interests are accounted for as transactions with equity holders in their capacity as equity holders. Therefore, no goodwill is recognized as a result of such transactions.

3.2.4. Loss of control

Upon the loss of control, the Group derecognizes the assets and liabilities of the subsidiary, carrying amount of non-controlling interests and the cumulative translation differences recorded in equity related to the subsidiary. Further, parent's share of components previously recognized in Other Comprehensive Income (OCI) is reclassified to profit or loss or retained earnings as appropriate. Any surplus or deficit arising on the loss of control is recognized in the profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently, it is accounted for as an equity-accounted investee or in accordance with the Group's accounting policy for financial instruments depending on the level of influence retained.

3.2.5. Transactions eliminated on consolidation

All intra group balances, income and expenses (except for foreign currency translation gains or losses) arising from intra group transactions are eliminated on consolidation. Unrealized gains and losses resulting from transactions between the Group and subsidiary are also eliminated on consolidation to the extent of the Group's interests in the subsidiary.

3.3. Cash and Cash Equivalents

Cash and cash equivalents include cash at vault and agency Bank account balances, unrestricted balances with NRB, highly liquid financial assets with original maturity of 3 months from the date of its acquisition and are readily convertible to cash, which are subject to an insignificant risk of changes in value.

Cash and cash equivalents are measured at amortized cost in the Statement of Financial Position.

Statement of Cash Flows has been prepared by using the 'Direct Method' in accordance with NAS 03 Cash Flow Statements.

3.4. Financial Assets and Financial Liabilities

3.4.1. Recognition

The Group initially recognizes a financial asset or a financial liability in its Statement of Financial Position when, and only when, it becomes party to the contractual provisions of the instrument. The Group initially recognizes loans and advances, deposits; and debt securities/ subordinated liabilities issued on the date that they are originated, which is the date that the Group becomes party to the contractual provisions of the instruments. Investments in equity instruments, bonds, debenture, Government securities, NRB bond or deposit auction, reverse repos, outright purchase are recognized on trade date at which the Group commits to purchase/ acquire the financial assets. Regular way purchase and sale of financial assets are recognized on trade date.

3.4.2. Classification

i. Financial Assets

The Group classifies the financial assets as subsequently measured at amortized cost or fair value on the basis of

the Group's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. The two classes of financial assets are as follows:

1. Financial assets measured at amortized cost

The Group classifies a financial asset measured at amortized cost if both of the following conditions are met:

- The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

2. Financial assets measured at fair value

Financial assets other than those measured at amortized cost are measured at fair value. Financial assets measured at fair value are further classified into two categories as below:

a) Financial assets at fair value through profit or loss

Financial assets are classified as fair value through profit or loss (FVTPL) if they are held for trading or are designated at fair value through profit or loss. Upon initial recognition, transaction cost and are directly attributable to the acquisition are recognized in profit or loss as incurred. Such assets are subsequently measured at fair value and changes in fair value are recognized in Statement of Profit or Loss.

b) Financial assets at fair value through other comprehensive income

Investment in an equity instrument that is not held for trading and at the initial recognition, the Group makes an irrevocable election that the subsequent changes in fair value of the instrument is to be recognized in other comprehensive income are classified as financial assets at fair value through other comprehensive income. Such assets are subsequently measured at fair value and changes in fair value are recognized in other comprehensive income.

ii. Financial Liabilities

The Group classifies the financial liabilities as follows:

a) Financial liabilities at fair value through profit or loss

Financial liabilities are classified as fair value through profit or loss (FVTPL) if they are held for trading or are designated at fair value through profit or loss. Upon initial recognition, transaction cost are 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.

b) Financial liabilities measured at amortized 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.

3.4.3. Measurement

Initial Measurement

A financial asset or financial liability is measured initially at fair value plus, for an item not at fair value through profit or loss, transaction costs that are directly attributable to its acquisition or issue.

Transaction cost in relation to financial assets and liabilities at fair value through profit or loss are recognized in Statement of Profit or Loss.

Subsequent Measurement

A financial asset or financial liability is subsequently measured either at fair value or at amortized cost based on the classification of the financial asset or liability. Financial asset or liability classified as measured at amortized cost is subsequently measured at amortized cost using effective interest rate method.

The amortized cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at initial recognition minus principal repayments, plus or minus the cumulative amortization

using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction for impairment or uncollectibility.

Financial assets classified at fair value are subsequently measured at fair value. The subsequent changes in fair value of financial assets at fair value through profit or loss are recognized in Statement of Profit or Loss, whereas of financial assets at fair value through other comprehensive income are recognized in Other Comprehensive Income.

3.4.4. Derecognition

i. Derecognition of financial assets

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or when it transfers the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all the risks and rewards of ownership and it does not retain control of the financial asset.

Any interest in such transferred financial assets that qualify for derecognition that is created or retained by the Group is recognized as a separate asset or liability. On derecognition of a financial asset, the difference between the carrying amount of the asset, and the sum of (i) the consideration received and (ii) any cumulative gain or loss that had been recognized is recognized in Statement of Profit or Loss.

The Group enters into transactions whereby it transfers assets recognized on its Statement of Financial Position, but retains either all or substantially all of the risks and rewards of the transferred assets or a portion of them. Then the transferred assets are not derecognized. Transfer of assets with retention of all or substantially all risks and rewards include, for example repurchase transactions.

ii. Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expired. Where an existing financial liability is replaced by another, from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognized in Statement of Profit or Loss.

3.4.5. Determination of fair value

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability (exit price) in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group has access at that date. The fair value of a liability reflects its non performance risk.

When available, the Group measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. If there is no quoted price in an active market, then the Group uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The fair value measurement hierarchy is as follows:

Level 1 fair value measurements are those derived from unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2 valuations are those with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 portfolios are those where there are unobservable inputs of the instruments. The inputs are not based on observable market data.

The best evidence of the fair value of a financial instrument at initial recognition is normally the transaction price i.e. the fair value of the consideration given or received. If the Group determines that the fair value at initial recognition

differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability (Level 01 valuation), nor based on a valuation technique that uses only data from observable markets (Level 02 valuation), then the financial instrument is initially measured at fair value, adjusted to defer the difference between the fair value at initial recognition and the transaction price. Subsequently, that difference is recognized in profit or loss on an appropriate basis over the life of the instrument but not later than when the valuation is wholly supported by observable market data or the transaction is closed out. In case the fair value is evidenced by a quoted price in an active market for an identical asset or liability (Level 01 valuation), the difference between the transaction price and fair value is recognized in profit or loss immediately.

3.4.6. Offsetting

Financial assets and liabilities are offset and the net amount presented in the Statement of Financial Position when, and only when, the Group has a legal right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under NFRS, or for gains and losses arising from a group of similar transactions such as in the Group's trading activity.

3.4.7. Impairment of financial assets

At each reporting date, the Group assesses whether there is objective evidence that a financial asset or group of financial assets not carried at fair value through profit or loss are impaired. A financial asset or a group of financial assets is impaired when objective evidence demonstrates that a loss event has occurred after the initial recognition of the asset(s), and that the loss event has an impact on the future cash flows of the asset(s) that can be estimated reliably.

Objective evidence that financial assets are impaired can include significant financial difficulty of the borrower or issuer, default or delinquency by a borrower, restructuring of a loan or advance by the Group on terms that the Group would not otherwise consider, indications that a borrower or issuer will enter Bankruptcy, the disappearance of an active market for a security, or other observable data relating to a group of assets such as adverse changes in the payment status of borrowers or issuers in the group, or economic conditions that correlate with defaults in the group. In addition, for an investment in an equity security, a significant or prolonged decline in its fair value below its cost is objective evidence of impairment.

In case of financial difficulty of the borrower, the Group considers to restructure loans rather than take possession of collateral. This may involve extending the payment arrangements and agreement of new loan conditions. Once the terms have been renegotiated, any impairment is measured using the original EIR as calculated before the modification of terms and the loan is no longer considered past due. Management continually reviews renegotiated loans to ensure that all criteria are met and that future payments are likely to occur. The loans continue to be subject to an individual or collective impairment assessment, calculated using the loan's original EIR.

Impairment of financial assets measured at amortized cost

The Group considers evidence of impairment for loans and advances and investment securities measured at amortized cost at both specific asset and collective level. The Group first assesses individually whether objective evidence of impairment exists for financial assets that are individually significant and that are not individually significant are assessed collectively.

If there is objective evidence on that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows. The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognized in profit or loss.

All individually significant loans and advances and investment securities are assessed for specific impairment. Those found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified. Loans and advances and investment securities that are not individually significant are collectively assessed for impairment by grouping together loans and advances and investment securities with similar risk characteristics.

Impairment of loans and advances portfolios is based on the judgements in past experience of portfolio behavior. In assessing collective impairment the Group uses historical trends of the probability of default, the timing of recoveries and the amount of loss incurred, adjusted for management's judgement as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends. Default rates, loss rates and the expected timing of future recoveries are regularly benchmarked against actual outcomes to ensure that they remain appropriate.

Impairment losses on assets measured at amortized cost are calculated as the difference between the carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate.

In case of impairment of financial assets being loans and advances, the impairment loss amount is taken as 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 as mentioned above as per alternative given in carve out on NAS 39 Para 58.

However, as per carve out on NAS 39 Para 58, the Bank has assessed and 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.

Loans together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral has been realized or has been transferred to the Group. If in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognized, the previously recognized impairment loss is increased or reduced by adjusting the allowance account. If a write off is later recovered, the recovery is recognized in the 'Non Operating Income'.

Impairment of investment in equity instrument classified as fair value through other comprehensive income

Objective evidence of impairment of investment in an equity instrument is a significant or prolonged decline in its fair value below its cost. Impairment losses are recognized by reclassifying the losses accumulated in the fair value reserve in equity to profit or loss. The cumulative loss that is reclassified from equity to profit or loss is the difference between the acquisition cost, net of any principal repayment and the current fair value, less any impairment loss recognized previously in profit or loss.

3.5. Trading Assets

Trading assets are those assets that are acquired principally for the purpose of selling in the near term, or held as part of a portfolio that is managed together for short-term profit. It includes non derivative financial assets such as government bonds, NRB bonds, domestic corporate bonds, treasury bills, equities etc. held primarily for the trading purpose. If a trading asset is a debt instrument, it is subject to the same accounting policy applied to financial assets measured at amortized cost. If a trading asset is an equity instrument, it is subject to the same accounting policy applied to financial assets measured at Fair Value Through Profit or Loss.

3.6. Derivative assets and derivative liabilities

Derivative assets and derivative liabilities create rights and obligations that have the effect of transferring between the parties to the instrument one or more of the financial risk inherent in an underlying primary financial instrument. However, they generally do not result in a transfer of the underlying primary financial instrument on inception of the contract, nor does such a transfer necessarily take place on maturity of the contract.

The value of a derivative changes with the change in value of the underlying. Examples of derivative are forward, futures, options or swap contracts. The underlying could be specified interest rate, security price, commodity price, exchange rate, price index, etc.

Derivative financial instruments meet the definition of a financial instrument and are accounted for as derivative financial asset or derivative financial liability measured at FVTPL and corresponding fair value changes are recognized in profit or loss. The Group has not designated derivative as a hedging instrument in an eligible hedging relationship under NFRS 9 – "Financial Instrument" and has not applied hedge accounting.

3.7. Foreign Currency

Foreign currency transactions

Transactions in foreign currencies are translated into the functional currency at the spot exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated into the functional currency at the spot exchange rate at that date and all differences arising on non trading activities are taken to 'Other Operating Income' in the Statement of Profit or Loss.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated into the functional currency at the spot exchange rate at the date on which the fair value is determined.

Foreign currency differences arising on retranslation are recognized in the Statement of Profit or Loss.

At the annual closing, if the revaluation loss is reported, the same is charged to Statement of Profit or Loss and if revaluation profit is reported, such amount is shown as income in Statement of Profit or Loss and 25 percent of such profit is appropriated to Exchange Fluctuation Reserve through Statement of Changes in Equity as required by Banks and Financial Institutions Act.

Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the initial transaction. Forward exchange contracts are valued at the forward market rates ruling on the reporting date and resulting net unrealized gains or losses are dealt with in the Statement of Profit or Loss.

3.8. Property and Equipment

a) Recognition and Measurement

Property and Equipment are recognized if it is probable that future economic benefits associated with the assets will flow to the Group and the cost of the asset can be reliably measured. The cost includes expenditures that are directly attributable to the acquisition of the assets. Cost of self constructed assets includes followings:

- Cost of materials and direct labour;
- Any other cost directly attributable to bringing the assets to the working condition for their intended use; and
- Capitalized borrowing cost

Subsequent expenditure is capitalized if it is probable that the future economic benefits from the expenditure will flow to the entity. Ongoing repairs and maintenance to keep the assets in working condition are expensed as incurred.

Property and equipment are measured at cost less accumulated depreciation and accumulated impairment loss, if any.

Neither class of the property and equipment has been measured as per revaluation model, nor is their fair value measured at the reporting date.

On revaluation of an asset, any increase in the carrying amount is recognized in 'Other Comprehensive Income' and accumulated in equity, under capital reserve or used to reverse a previous revaluation decrease relating to the same asset, which was charged to the Statement of Profit or Loss. In this circumstance, the increase is recognized as income to the extent of previous write down. Any decrease in the carrying amount is recognized as an expense in the Statement of Profit or Loss or debited to the Other Comprehensive Income to the extent of any credit balance existing in the capital reserve in respect of that asset.

The decrease recognized in Other Comprehensive Income reduces the amount accumulated in equity under capital reserves. Any balance remaining in the revaluation reserve in respect of an asset is transferred directly to retained earnings on retirement or disposal of the asset.

b) Capital work in progress

Capital work in progress is stated at cost. These are expenses of a capital nature directly incurred in the construction of buildings and system development, awaiting capitalization. Capital work in progress would be transferred to the relevant asset when it is available for use, i.e. when it is in the location and condition necessary for it to be capable

of operating in the manner intended by management. Capital work in progress is stated at cost less any accumulated impairment losses.

c) Depreciation

Property and equipments are depreciated from the date they are available for use on property on straight-line method over estimated useful lives as determined by the Management. Depreciation is recognized in profit or loss. Leased assets under the finance lease are depreciated over the shorter of the lease term and their useful life. Land is not depreciated. Charging of depreciation is ceased from the earlier of the date from which the asset is classified as held for sale or is derecognized.

The estimated useful lives of significant items of property and equipment for current year and comparative periods are as follows:

Class of Assets	Useful Life	Rate of Depreciation
Building	20 years	5%
Metal Furniture	6 years	16.67%
Wooden Furniture	5 years	20%
Office Vehicles	7 years	14.29%
Computer (including Printer)	4 years	25%
Office Equipments	5 years	20%

- The expenses of leasehold improvements are amortized over the lease period or a maximum of 10 year period, whichever is lower.
- The capitalized value of software purchase and installation costs are amortized over a maximum 5 year period or within the ownership period.
- Assets costing less than Rs 5,000 are fully depreciated in the year of purchase. For assets purchased/ sold during the year, depreciation is provided up to the date of use on pro-rata basis.

Depreciation method, useful lives and residual value are reviewed at each reporting date and adjusted, if any.

d) De-recognition

The carrying amount of an item of property and equipment is derecognized on disposal or when no future economic benefits are expected from its use. The gain or loss arising from de-recognition of an item of property and equipment is included in the Statement of Profit or Loss when the item is derecognized. When replacement costs are recognized in the carrying amount of an item of property and equipment, the remaining carrying amount of the replaced part is derecognized. Major inspection costs are capitalized. At each such capitalization, the remaining carrying amount of the previous cost of inspections is derecognized.

Any gain or losses on de-recognition of an item of property and equipment is recognized in profit or loss.

3.9. Intangible Assets

The intangible assets include software purchased by the Group. Software is measured at cost less accumulated amortization and accumulated impairment loss if any. Software is amortized on a straight line basis in profit or loss over its useful life, from the date that is available for use. The estimated useful life of software for the current and comparative periods is five years. Amortization method, useful lives and residual value are reviewed at each reporting date and adjusted, if any.

The goodwill is initially measured at the difference between the purchase consideration given and the fair value of net assets acquired. Subsequent to the initial recognition, goodwill is measured at cost less accumulated impairment losses. Goodwill is presented with intangible assets.

Recognition

An intangible asset is an identifiable non-monetary asset without physical substance, held for use in the production or supply of goods or services, for rental to others or for administrative purposes. An intangible asset is recognized

if it is probable that the future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably. An intangible asset is initially measured at cost. Expenditure incurred on an intangible item that was initially recognized as an expense by the Group in previous annual financial statements or interim financial statements are not recognized as part of the cost of an intangible asset at a later date.

Computer Software & Licenses

Cost of purchased licenses and all computer software costs incurred, licensed for use by the Group, which are not integrally related to associated hardware, which can be clearly identified, reliably measured, and it's probable that they will lead to future economic benefits, are included in the Statement of Financial Position under the category 'Intangible assets' and carried at cost less accumulated amortization and any accumulated impairment losses.

Subsequent Expenditure

Expenditure incurred on software is capitalized only when it is probable that this expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standard of performance and this expenditure can be measured and attributed to the asset reliably. All other expenditure is expensed as incurred.

Goodwill is measured at cost less accumulated impairment losses.

Amortization of Intangible Assets

Intangible assets, except for goodwill, are amortized on a straight-line basis in the Statement of Profit or Loss from the date when the asset is available for use, over the best of its useful economic life based on a pattern in which the asset's economic benefits are consumed by the Group. Amortization methods, useful lives, residual values are reviewed at each financial year end and adjusted if appropriate. The Group assumes that there is no residual value for its intangible assets.

De-recognition of Intangible Assets

The carrying amount of an item of intangible asset is derecognized on disposal or when no future economic benefits are expected from its use. The gain or loss arising on de-recognition of an item of intangible assets is included in the Statement of Profit or Loss when the item is derecognized.

3.10. Investment Property

Investment property is the land or building or both held either for rental income or for capital appreciation or for both, but not for sale in ordinary course of business and owner occupied property. The Group holds investment property that has been acquired through the enforcement of security over the Loans and Advances.

Investment property is measured at cost. The panchakrit value of the property that has been acquired through the enforcement of security over the loans and advances have been considered as the cost of the property.

Investment properties are derecognized when they are disposed of, or permanently withdrawn from use, since no future economic benefits are expected. Any gain or loss on disposal of an investment property is recognized in profit or loss. When the use of a property changes such that it is reclassified as property and equipment, its fair value at the date of reclassification becomes its cost for subsequent reporting.

3.11. Income Tax

Income Tax expense comprises current tax and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent they relate to the items recognized directly in equity or in other comprehensive income.

a) Current Tax

Current tax is the tax payable or receivable on the taxable income or loss for the year using tax rates that are enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

b) Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amount and tax base of assets and liabilities; and carry forward of unused tax losses. Deferred tax is measured at the tax rate that is expected to be applied to temporary differences when they reverse, using tax rate enacted or substantially enacted at the reporting

date. Deferred tax assets are recognized only to the extent that it is probable that future taxable profits will be available against which it can be utilized. Deferred tax assets are reviewed at each reporting date and appropriately adjusted to reflect the amount that is reasonably/ virtually certain to be realized.

Deferred tax asset and deferred tax liabilities are offset if all of the following conditions met:

- if there is a legally enforceable right to offset the current tax liabilities and assets;
- the taxes are levied by the same authority on the same tax entity; and
- the entity intends to settle the current tax liabilities and assets on net basis or the tax assets and liabilities will be realized simultaneously.

3.12. Provisions and Contingent Assets/ Liabilities

The Group recognizes a provision if, as a result of past event, the Group has a present constructive or legal obligation that can be reliably measured and it is probable than an outflow of economic benefit will be required to settle the obligation. A disclosure for contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

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

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed. Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Liabilities on account of derivative contracts are reported under Contingent Liabilities under sub- heading Outstanding Liabilities for Forward Exchange Contract. These include notional principal on outstanding forward rate agreements. The Forward Exchange Contract is marked to market and resulting difference is recognized in Statement of Profit or Loss. The difference payable/ receivable that arises at the time settlement of Forward Exchange Contract is recognized at the time of settlement.

3.13. Deposits, Debt Securities Issued and Subordinated Liabilities

Deposits, debt securities issued and subordinated liabilities are the Group's sources of debt funding.

Deposits comprises of financial liabilities incurred by the Group on account of deposit amount held of the customers and other Banks and Financial Institutions.

Debt securities issued are financial liabilities instrument issued to raise fund for the Group.

Subordinated Liabilities are debt instruments issued under the conditions of subordinate priority relative to other liabilities incurred by the Group.

Deposits, debt securities issued and subordinated liabilities are initially measured at fair value minus incremental direct transaction costs, and subsequently measured at their amortized cost using the effective interest method.

3.14. Revenue Recognition

Revenue comprises of interest income, fees and commission, foreign exchange income, cards income, disposal income, etc. Revenue is recognized to the extent it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is not recognized during the period in which its recoverability of income is not probable. The bases of income recognition are as below:

a) Interest income

Interest income is recognized in profit or loss using effective interest method. Effective interest rate is the rate that exactly discounts the estimated future cash payments and receipts through the expected life of financial asset or liability to the carrying amount of the asset or liability. The calculation of effective interest rate includes all

transactions cost and fee and points paid or received that are integral part of the effective interest. The transactions cost and fees and points that are not material i.e. below or equal to 1% of financial asset or liability and for financial asset or liability with tenure of up to 1 year have been recognized directly in Statement of Profit or Loss and not considered in the calculation of effective interest rate. The transaction costs include incremental costs that are directly attributable to the acquisition or issue of financial assets.

Interest income presented in Statement of Profit or Loss includes:

- 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 corporate bonds, investment in NRB Bond and deposit instruments, reverse repos, inter bank lending, etc.

As per carve out on NAS 39 Para 9, the Group has not included the fees and points 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.

Similarly, 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 measured at fair value 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.

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the entity. In some cases, this may not be probable until the consideration is received or until an uncertainty is removed.

b) Fees and Commission

Fees and commission income that are integral to the effective interest rate on a financial asset are included in measurement of effective interest rate. Other fees and commission income including management fee, service charges, syndication fee, forex transaction commission, commission of issue of letter of credit and guarantee are recognized as the related services are performed. When the loan commitment is not utilized to the extent of approved limit, the related commitment fees are recognized on undrawn amount on straight line basis over the period of commitment. Following bases are adopted for recognition of fees and commission:

- Commission on guarantees issued by the Group is recognized as income over the period of the guarantee, except for guarantee commission not exceeding Rs. 10 thousand, which is recognized at the time of its issue.
- Commission on Letters of Credit (LC) issued by the Group is recognized as income, over the period of LC expiry.
- Other fees and commission income are recognized on accrual basis.

c) Dividend Income

Dividend on investment in resident company is recognized when the right to receive payment is established. Dividend income are presented in net trading income, net income from other financial instruments at fair value through profit or loss or other revenue based on the underlying classification of the equity instruments.

d) Net Trading Income

Trading income/ loss is recognized for all realized interest, dividend and foreign exchange differences including any unrealized changes in fair value of trading assets and liabilities. The trading income and loss are netted off and disclosed separately in Statement of Profit or Loss.

e) Net income from other financial instruments at fair value through profit or loss

Net income from other financial instruments at FVTPL relates to non-trading derivatives held for risk management purposes that do not form part of qualifying hedge relationships, financial assets and financial liabilities designated as at FVTPL and non-trading assets mandatorily measured at FVTPL. The line item includes fair value changes, interest, dividends and foreign exchange differences.

3.15. Interest Expense

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

3.16. Employee Benefits

a) Short Term Employee Benefits

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is also recognized for the amount expected to be paid under bonus required by the Bonus Act, 2030 to pay the amount as a result of past service provided by the employee and the obligation can be estimated reliably under short term employee benefits.

Short term employee benefits include all the following items (if payable within 12 months after the end of the reporting period):

- wages, salaries and social security contributions;
- profit-sharing and bonuses; and
- non-monetary benefits

b) Post Employment Benefit Plan

Post employment benefit plan includes followings:

i. Defined Contribution Plan

A defined contribution plan is a post employment benefit plan under which an entity pays a fixed contribution to a separate entity and has no legal or constructive obligation to pay future amounts. Obligations for contributions to defined contribution plans are recognized as personnel expense in profit or loss in the periods during which the related services are rendered by employees. Prepaid contributions are recognized as an asset to the extent that cash refund or reduction in future payments is available. Contributions to a defined contribution plan being due for more than 12 months after the end of the period in which the employee render the service are discounted at their present value. The following are the defined contribution plan provided by the Group to its employees:

- ***Employees Provident Fund***

In accordance with law, all employees of the Group are entitled to receive benefits under the provident fund, a defined contribution plan in which both the employee and the Group contribute monthly at a pre determined rate (currently, 10% of the basic salary plus grades). Group does not assume any future liability for provident fund benefits other than its annual contribution.

ii. Defined Benefit Plan

A defined benefit plan is a post employment benefit plan other than a defined contribution plan. The Group'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 high quality corporate bonds, that have maturity dates approximating the terms of the Group's obligation and that are denominated in the currency in which the benefits are expected to be paid. The calculation of obligation is performed annually by a qualified actuary using projected unit credit method.

The Group recognizes all re-measurement 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 or loss.

The Gratuity is the defined benefit plans provided by the Group to its employees:

- **Gratuity**

Group provides for gratuity on accrual basis covering eligible employees in terms of Employee Service Byelaws of the Group. The plan provides for lump sum payments to vested employees at retirement or upon death while in employment or on termination of employment for an amount equivalent defined days' eligible salary payable for each completed years of service.

c) Other Long Term Employee Benefits

Other long term employee benefits include benefits that are not expected to be settled wholly before twelve months after end of the fiscal year in which employees render the related service.

The Group recognizes all re-measurement gains and losses including all service cost and interest cost related to other long term employee benefits in profit or loss account.

The Sick and Home Leave are the other long term employee benefit plans provided by the Group to its employees:

- **Leave Salary**

The employees of the Group are entitled to carry forward a part of their unavailed/ unutilized leave subject to a maximum limit. The employees can encash unavailed/ unutilized leave partially in terms of Employee Service Byelaws of the Group. The Group accounts for the liability for entire accumulated outstanding leave balance on actuarial basis.

d) Termination Benefits

Termination benefits are recognized as expense when the Group is demonstrably committed, without realistic possibility of withdrawal, to a formal plan to provide termination benefits to employees as a result of an offer made to encourage voluntary redundancy. Termination benefits are recognized if the Group has made an offer for voluntary redundancy, it is probable that the offer will be accepted and the number of acceptance can be measured reliably. If the benefits are payable in more than 12 months after the reporting date, they are discounted to their present value.

3.17. Leased Assets:

The determination of whether an arrangement is a lease or it contains a lease, is based on the substance of the arrangement and requires an assessment of whether the fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset.

Finance Lease

Agreements which transfer to counterparties substantially all the risks and rewards incidental to the ownership of assets, but not necessarily legal title, are classified as finance lease. When group is the lessor under finance lease, the amounts due under the leases, after deduction of unearned interest income, are included in 'Loans to & receivables from other customers', as appropriate. Interest income receivable is recognized in 'Net interest income' over the periods of the leases so as to give a constant rate of return on the net investment in the leases.

When the Group is a lessee under finance leases, the leased assets are capitalized and included in 'Property, plant and equipment' and the corresponding liability to the lessor is included in 'Other liabilities'. A finance lease and its corresponding liability are recognized initially at the fair value of the asset or if lower, the present value of the minimum lease payments. Finance charges payable are recognized in 'Interest expenses' over the period of the lease based on the interest rate implicit in the lease so as to give a constant rate of interest on the remaining balance of the liability.

Operating Lease

All other leases are classified as operating leases. When acting as lessor, the Group includes the assets subject to operating leases in 'Property, plant and equipment' and accounts for them accordingly. Impairment losses are recognized to the extent that residual values are not fully recoverable and the carrying value of the assets is thereby impaired.

When the Group is the lessee, leased assets are not recognized on the Statement of Financial Position.

Rentals payable and receivable under operating leases are accounted for on a straight-line basis over the periods of the leases and are included in 'Other operating expenses' and 'Other operating income,' respectively.

Payments made under operating lease are recognized in profit or loss on straight line basis over the term of the lease. Lease incentives received are recognized as an integral part of the total lease expense, over the term of the lease.

Minimum lease payments made under finance lease are apportioned between the finance expense and reduction of outstanding liabilities. The finance expense is allocated to each period during the lease term so as to produce the constant periodic rate of interest on the remaining balance of liabilities.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

3.18. Financial Guarantees and Loan Commitments

Financial guarantees are contracts that require the Group to make specified payments to reimburse the holder for a loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument. 'Loan commitments' are firm commitments to provide credit under pre-specified terms and conditions.

Financial guarantees and loan commitments are disclosed as contingent liabilities and not recorded in Statement of Financial Position. Liabilities arising from financial guarantees and loan commitments are settled and included in loans and advances as receivables from debtors (borrowers).

3.19. Share Capital and Reserves

a) Share Capital

The Group classifies the capital instruments as equity instruments or financial liabilities in accordance with the substance with the contractual terms of the instruments. Equity is defined as residual interest in total assets of an entity after deducting all its liabilities. Common shares are classified as equity of the Group and distributions thereon are presented in statement of changes in equity.

The Group is required to maintain the capital adequacy ratio imposed by the regulator. The ratio is fixed at 11% for current year and the Group has maintained the required ratio.

b) Share Issue Costs

Incremental costs directly attributable to issue of an equity instrument are deducted from the initial measurement of the equity instruments.

3.20. Earnings per share

The Group presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

3.21. Segment reporting

The Group has identified the reportable segment as the business activities from which it earns revenues and incurs expenses whose operating results are reviewed by the management to make decision about resource allocation to each segment and assess its performance.

The Bank comprises Banking, Treasury, Cards and Remittance as major business segments on the nature of products and services of the Bank. All transactions between segments are conducted on pre-determined transfer price with Corporate Office. Treasury Department acts as the fund manager of the Bank.

Segment results that have been reported 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 segments identified or those related to corporate office are unallocated. Unallocated items comprise mainly corporate assets (primarily the Bank's corporate building), head office expenses, and tax assets and liabilities that are categorized as the Banking.

3.22. Non Current Assets Held for Sale

Non current assets (or disposal groups) are classified as assets held for sale and carried at the lower of carrying amount and fair value less costs to sell, if their carrying amount is recovered principally through a sale transaction rather than through continuing use. The assets are not depreciated or amortized while they are classified as held for sale. Any impairment loss on initial classification and subsequent measurement is recognized as an expense. Any subsequent increase in fair value less costs to sell (not exceeding the accumulated impairment loss that has been previously recognized) is recognized in profit or loss.

3.23. Impairment of non financial assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value of the Cash Generating Unit (CGU) less costs to sell and its value in use. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset, in determining fair value less costs to sell, an appropriate valuation model is used.

3.24. Events after the reporting period

Where necessary all material events after the reporting date have been considered and appropriate adjustments or disclosures have been made in the Financial Statements as per the NAS 5 Events After the Balance Sheet Date.

Citizens Bank International Ltd.

Annexures to the Financial Statements

As on 32nd Ashadh, 2075 (July 16, 2018)

Cash and Cash Equivalents

4.1

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Cash in Hand	1,646,982,935	2,033,110,556	1,646,979,441	2,033,095,847
Balances with B/FIs	1,828,024,800	1,715,775,871	1,725,798,567	1,050,736,892
Money at Call and Short Notice	303,309,452	152,054,562	303,309,452	152,054,562
Other*	1,370,150,216	651,581,517	1,370,150,216	651,581,517
Total	5,148,467,404	4,552,522,507	5,046,237,676	3,887,468,818

* Other cash and cash equivalent includes bank balance held with Nepal Rastra Bank over and above the statutory Cash Reserve Ratio requirement.

Due from Nepal Rastra Bank

4.2

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Statutory Balances with NRB	3,690,192,293	2,190,896,703	3,690,192,293	2,190,896,703
Securities purchased under Resale Agreement	-	-	-	-
Other deposit and receivable from NRB	-	-	-	-
Total	3,690,192,293	2,190,896,703	3,690,192,293	2,190,896,703

Placements with Banks and Financial Institutions

4.3

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Placement with Domestic B/FIs	43,110,784	195,601,621	43,110,784	195,601,621
Placement with Foreign B/FIs	1,946,767,574	1,372,412,796	1,946,767,574	1,372,412,796
Less: Allowances for Impairment	-	-	-	-
Total	1,989,878,358	1,568,014,418	1,989,878,358	1,568,014,418

Derivative Financial Instruments

4.4

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Held for Trading				
Interest Rate Swap				
Currency Swap				
Forward Exchange Contract	36,385,944	21,975,955	36,385,944	21,975,955
Others				
Held for Risk Management				
Interest Rate Swap				
Currency Swap				
Forward Exchange Contract				
Other				
Total	36,385,944	21,975,955	36,385,944	21,975,955

Other Trading Assets

4.5

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Treasury Bills	-	-		
Government Bonds	-	-		
NRB Bonds	-	-		
Domestic Corporate Bonds	-	-		
Equities	142,662,000	133,900,339	76,236,446	51,442,831
Other	-	-		
Total	142,662,000	133,900,339	76,236,446	51,442,831
Pledged				
Non-pledged			76,236,446	51,442,831

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
1. Other Trading Assets in Equities of the Bank								
1.1 Soaltee Hotel Ltd. 127.77 equity shares (including 26.77 bonus shares) of Rs 100 each.	44,498	31,047	44,497	40,107	44,498	31,047	44,497	40,107
1.2 Oriental Hotels Ltd. 1,476.18 equity shares (including 434.18 bonus shares) of Rs 100 each	79,000	769,090	79,000	516,660	79,000	769,090	79,000	516,660
1.3 Nepal Life Insurance Co. Ltd. 4,345.56 equity share (including 1285.31 bonus shares) of Rs 100 each	5,924,667	4,562,833	2,470,760	3,351,417	5,924,667	4,562,833	2,470,760	3,351,417
1.4 Asian Life Insurance Co. Ltd. 8,442.72 equity shares (including 325.72 bonus shares) of Rs 100 each	8,260,395	5,766,378	1,520,362	1,990,170	8,260,395	5,766,378	1,520,362	1,990,170
1.5 National Life Insurance Co. Ltd. 2,712 equity shares (including 795 bonus shares) of Rs 100 each	3,318,205	2,166,888	3,318,205	3,118,800	3,318,205	2,166,888	3,318,205	3,118,800
1.6 Shikhar Insurance Co. Ltd. 2,649.66 equity shares (including 1202 bonus shares) of Rs 100 each	4,464,694	2,610,250	3,528,912	3,134,715	4,464,694	2,610,250	3,528,912	3,134,715
1.7 Neco Insurance Co. Ltd. 3019.12 equity shares (including 349 bonus shares) of Rs 100 each	1,974,022	1,684,669	1,873,322	1,794,445	1,974,022	1,684,669	1,873,322	1,794,445
1.8 Prabhu Insurance Ltd. 4,200.74 equity shares (including 556.69 bonus shares) of Rs 100 each	882,342	2,247,397	147,580	2,413,375	882,342	2,247,397	147,580	2,413,375
1.9 Prabhu Insurance Ltd.-Promoter 30,728 equity shares (including 15,159 bonus shares) of Rs 100 each	765,495	10,696,922	734,761	9,728,456	765,495	10,696,922	734,761	9,728,456
1.10 Siddhartha Insurance Ltd. 8,211.32 equity share (including 1323.32 bonus shares) of Rs 100 each	7,981,554	5,665,811	1,452,308	1,505,400	7,981,554	5,665,811	1,452,308	1,505,400
1.11 Prudential Insurance Co. Ltd. 6611.88 equity shares (including 1129.88 bonus shares) of Rs 100 each	6,752,963	5,157,266	583,700	691,464	6,752,963	5,157,266	583,700	691,464
1.12 Life Insurance Co. Nepal 637.88 equity shares (including 126.76 bonus shares) of Rs 100 each	14,935	1,034,648	14,935	1,372,088	14,935	1,034,648	14,935	1,372,088

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
1.13 Premier Insurance Co. Ltd. 1,646.04 equity shares of Rs 100 each	2,481,039	1,851,795			2,481,039	1,851,795		
1.14 NLG Insurance Co. Ltd. 1,250 equity shares of Rs 100 each	1,708,787	1,162,500			1,708,787	1,162,500		
1.15 Lumbini General Insurance Co. Ltd. 1 bonus share	1,244	550			1,244	550		
1.16 Chillime Hydropower Co. Ltd. 931.86 bonus shares	-	736,171	-	646,631	-	736,171	-	646,631
1.17 Ridi Hydropower Development Co. Ltd. 1,994.39 equity shares (including 219.39 bonus shares) of Rs 100 each	752,887	245,385	752,886	408,286	752,887	245,385	752,886	408,286
1.18 Chhimek Laghubitta Bikas Bank Ltd. 1,199.24 equity shares (including 199.24 bonus shares) of Rs 100 each	1,605,674	1,051,733	316	305	1,605,674	1,051,733	316	305
1.19 First Micro Finance Development Bank Ltd. 3,579.38 equity shares (including 326.55 bonus shares) of Rs 100 each	2,223,465	1,933,332	2,104,065	2,116,500	2,223,465	1,933,332	2,104,065	2,116,500
1.20 Deprosc Development Bank Ltd. 2983.64 equity shares (including 1029.64 bonus shares) of Rs 100 each	3,034,592	2,237,727	2,788,065	3,063,569	3,034,592	2,237,727	2,788,065	3,063,569
1.21 Swabalamban Bikas Bank Ltd. 618 bonus shares	1,027,468	766,320	1,027,468	931,635	1,027,468	766,320	1,027,468	931,635
1.22 Nerude Laghubitta Bikas Bank Ltd. 1,154.86 equity shares (including 424.86 bonus shares) of Rs 100 each	13,831	735,735	13,831	1,313,270	13,831	735,735	13,831	1,313,270
1.23 Sana Kisan Bikas Bank Ltd. 968.75 equity shares (including 348.75 bonus shares) of Rs 100 each	1,277,431	1,123,750	1,277,431	1,164,050	1,277,431	1,123,750	1,277,431	1,164,050
1.24 Summit Micro Finance Development Bank Ltd. 134 bonus shares	-	-	231,626	401,084	-	-	231,626	401,084
1.25 Nirdhan Utthan Bank Ltd. 1,668.37 equity shares (including 668.37 bonus shares) of Rs 100 each	2,099,744	1,708,408	-	1,963	2,099,744	1,708,408	-	1,963
1.26 NMB Hybrid Fund L-1 315,480 units of Rs 10 each	3,154,800	3,057,001	3,154,800	3,135,871	3,154,800	3,057,001	3,154,800	3,135,871
1.27 Nabil Equity Fund 225,299 units of Rs 10 each	2,252,990	2,221,448	2,252,990	2,252,990	2,252,990	2,221,448	2,252,990	2,252,990
1.28 NIBL Pragati Fund 342,480 units of Rs 10 each	3,424,800	3,082,320	3,424,800	3,424,800	3,424,800	3,082,320	3,424,800	3,424,800
1.29 Laxmi Equity fund 292,478 units of Rs 10 each	2,924,780	2,369,072	2,924,780	2,924,780	2,924,780	2,369,072	2,924,780	2,924,780
1.30 Siddhartha Equity Fund 800,000 units of Rs 10 each	8,000,000	7,648,000			8,000,000	7,648,000		
1.31 Sanima Equity Fund 200,000 units of Rs 10 each	2,000,000	1,912,000			2,000,000	1,912,000		
2. Investment in Quoted Equity of the Subsidiary								
2.1 Agriculture Development Bank 25 equity shares (including bonus shares) of Rs 100 each.	-	-	1	10,875				
2.2 Bank of Kathmandu Ltd. 510 equity shares (including bonus shares) of Rs 100 each.	388	-	401	243,936				
2.3 Century Commercial Bank Ltd. 717 equity shares (including bonus shares) of Rs 100 each.	64,708	121,173	1	5,800				

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
2.4 Everest Bank Ltd. 132 equity shares of Rs 100 each.	96,140	87,516	154,711	1,041,810				
2.5 Global IME Bank Ltd. 202 equity shares of Rs 100 each.	83,052	58,580	913,572	783,760				
2.6 Janata Bank Ltd.	-	-	1,660,801	1,311,228				
2.7 Kumari Bank Ltd. 2035 equity shares of Rs 100 each.	411,103	402,930	54,100	251,136				
2.8 Laxmi Bank Ltd. 7 equity shares of Rs 100 each.	6,077	1,806	36,464	15,990				
2.9 Machhapuchhre Bank Ltd. 1,294 equity shares of Rs 100 each.	623,598	270,446	951,118	624,960				
2.10 Mega Bank Ltd. 805 equity shares of Rs 100 each.	210,400	131,215	181,699	201,062				
2.11 Nabil Bank Ltd. Promoter Share 9,346 equity shares of Rs 100 each.	9,285,822	6,420,702	8,082,911	6,479,420				
2.12 Nepal Bangladesh Bank Ltd. 444 equity shares (including bonus shares) of Rs 100 each.	36,578	95,016	341,700	1,482,174				
2.13 Nepal Bank Ltd.	-	-	1,047,500	900,900				
2.14 Nepal Investment Bank Ltd. Promoter Share 6,774 equity shares of Rs 100 each.	3,597,057	3,725,700	2,704,308	2,381,747				
2.15 NMB Bank Ltd.	-	-	1	74,665				
2.16 Prabhu Bank (Grand Bank) 918 equity shares of Rs 100 each.	241,255	171,666	214,955	265,930				
2.17 Prime Commercial Bank Ltd.	-	-	160,701	699,702				
2.18 Sanima Bank Ltd.	86	-	32,300	139,213				
2.19 Standard Chartered Bank Nepal Ltd. 1 equity shares of Rs 100 each.	1,735	755	614,071	812,430				
2.20 Sunrise Bank Ltd. 412 equity shares (including bonus shares) of Rs 100 each.	13,459	94,760	25,001	428,868				
2.21 Alpine Development Bank Ltd.	-	-	489,578	1,016,520				
2.22 Hamro Bikash Bank 1,880 equity shares (including bonus shares) of Rs 100 each.	112,501	240,730	112,501	394,992				
2.23 Jyoti Bikas Bank 8,250 equity shares of Rs 100 each.	1,425,000	1,163,250	1,425,000	1,552,500				
2.24 Kailash Bikash Bank 14 equity shares (including bonus shares) of Rs 100 each.	6,324	3,206	11,401	83,712				
2.25 Mahakali Bikash Bank	-	-	323,001	331,968				
2.26 Civil Bank (ILFCO) 14,993 equity shares of Rs 100 each.	3,378,129	2,293,929	2,949,729	2,634,660				
2.27 Soaltee Hotel Ltd. 12 equity shares of Rs 100 each.	3,430	2,916	3,430	3,610				
2.28 API Hydropower Ltd. 827 equity shares of Rs 100 each.	574,721	234,868	1,190,708	864,915				
2.29 Arun Hydropower Co.	-	-	4,481	57,960				
2.30 Butwal Hydro Power Com. Ltd.	-	-	2,225,772	1,717,400				
2.31 Chillime Hydropower Ltd.	-	-	1,637,795	1,037,400				
2.32 Khanikhola Hydropower 16 equity shares of Rs 100 each.	-	-	1,600	3,328				

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
2.33 Ridi Hydropower Co. Ltd. 14 (including bonus shares) equity shares of Rs 100 each.	0	1,722	80,399	49,042				
2.34 Life Insurance Co. Nepal 4,175 equity shares of Rs 100 each.	9,857,306	6,771,850	7,257,951	5,540,976				
2.35 Lumbini General Insurance Co. Ltd.	-	-	1,800	16,740				
2.36 National Life Insurance Co. Ltd. 6,420 equity shares of Rs 100 each.	8,622,835	5,129,580	8,382,035	6,895,080				
2.37 Neco Insurance Co. Ltd. 1,527 equity shares of Rs 100 each.	364,033	847,485	357,001	1,942,380				
2.38 Nepal Life Insurance Co. Ltd. 10,682 equity shares of Rs 100 each.	16,447,944	11,087,916	9,421,893	7,157,136				
2.39 Premier Insurance Co. Ltd. 1 equity share of Rs 100 each.	-	-	-	1,690				
2.40 Prudential Insurance Co. Ltd. 2000 equity shares of Rs 100 each.	1,240,000	1,560,000	-	-				
2.41 Surya Life Insurance Co. Ltd. 590 equity shares (including bonus shares) of Rs 100 each.	43,701	354,000	904,384	1,060,370				
2.42 Chhimek Laghubitta Bikas Bank Ltd. 1,063 equity shares of Rs 100 each.	383,351	932,251	383,351	1,352,675				
2.43 First Micro Finance Development Bank Ltd. 4,164 equity shares of Rs 100 each.	392,800	2,248,020	7,431,622	6,967,620				
2.44 Sanakisan Bikash Bank Ltd. 104 equity shares of Rs 100 each.	132,391	118,862	660,681	623,330				
2.45 Swalamwan Bikash Bank	-	-	1	47,034				
2.46 Vijaya Laghubitta Sanstha Ltd. 151 equity shares of Rs 100 each.	239,029	115,515	239,029	188,101				
2.47 Laxmi Value Fund 1 3778 units of Rs 100 each.	40,035	40,047	40,035	46,281				
2.48 NABIL Balance Fund 1	-	-	356,683	409,760				
2.49 NEF 210,777 equity shares of Rs 100 each.	2,146,543	2,078,261	2,146,543	2,107,770				
2.50 NIBL Samriddhi Fund 1 192,279 units of Rs 100 each.	2,065,892	2,065,076	2,065,892	2,278,506				
2.51 NMBHF-1 195,159 units of Rs 100 each.	1,989,563	1,988,670	1,989,563	1,939,880				
2.52 NMB Sulav Investment Fund 1 746,911 units of Rs 100 each.	8,566,487	8,567,069	8,566,487	9,336,388				
2.53 SAEF 50,000 equity shares of Rs 100 each.	500,000	500,000	-	-				
2.54 Siddhartha Equity Oriented Scheme 559,268 units of Rs 100 each.	6,745,745	6,487,509	6,745,745	6,632,918				
2.55 Siddhartha Investment Growth Scheme 1	-	-	7,604	9,260				
2.56 Nepal Investment Bank Ltd. (4 equity shares of Rs. 100 each)		2,484						
2.57 SWBBL (6 equity shares of Rs. 100 each)		7,440						
2.58 NIC Asia Bank Ltd. (2 equity shares of Rs. 100 each)		632						
Total	158,395,518	142,662,000	120,311,413	133,900,340	78,446,302	76,236,446	35,721,400	51,442,831

Loans and Advances to B/FIs

4.6

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Loans to Microfinance Institutions	1,434,996,159	1,481,946,440	1,434,996,159	1,481,946,440
Other	-	-	-	-
Less: Allowances for Impairment	14,349,962	14,819,464	14,349,962	14,819,464
Total	1,420,646,197	1,467,126,976	1,420,646,197	1,467,126,976

4.6.1 : Allowances for Impairment

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Balance at 1 st Shrawan	14,819,464	15,427,066	14,819,464	15,427,066
Impairment Loss for the Year:	-	-	-	-
Charge for the Year	-	-	-	-
Recoveries/ Reversal	(469,503)	(607,601)	(469,503)	(607,601)
Amount Written Off	-	-	-	-
Balance at Ashadh end	14,349,962	14,819,464	14,349,962	14,819,464

Loans and Advances to Customers

4.7

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Loans and Advances Measured at Amortized Cost	57,030,539,049	47,357,120,046	57,033,338,515	47,363,287,226
Less: Impairment Allowances	-	-	-	-
Collective Impairment	529,066,089	458,123,438	529,066,089	458,123,438
Individual Impairment	902,505,845	883,662,353	902,505,845	883,662,353
Net amount	55,598,967,114	46,015,334,255	55,601,766,580	46,021,501,436
Loans and Advances Measured at FVTPL	-	-	-	-
Total	55,598,967,114	46,015,334,255	55,601,766,580	46,021,501,436

4.7.1 : Analysis of Loans and Advances - By Product

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Product				
Term loans	10,897,372,312	9,837,170,262	10,897,372,312	9,837,170,262
Overdraft	8,256,514,857	6,711,028,227	8,256,514,857	6,711,028,227
Trust Receipt/ Import Loans	1,566,776,091	944,132,851	1,566,776,091	944,132,851
Demand and Other Working Capital Loans	5,872,539,210	3,837,930,906	5,872,539,210	3,837,930,906
Personal Residential Loans	3,697,908,849	2,765,467,133	3,697,908,849	2,765,467,133
Real Estate Loans	6,716,167,342	5,446,413,211	6,716,167,342	5,446,413,211
Margin Lending Loans	2,817,552,114	3,114,286,476	2,817,552,114	3,114,286,476
Hire Purchase Loans	4,795,332,441	3,271,827,967	4,795,332,441	3,271,827,967
Deprived Sector Loans	1,541,362,905	1,160,261,009	1,541,362,905	1,160,261,009

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Bills Purchased	115,711,540	169,328,769	115,711,540	169,328,769
Staff Loans	303,200,446	227,253,593	303,200,446	227,253,593
Other	10,239,963,426	9,696,026,479	10,242,762,892	9,702,193,660
Sub total	56,820,401,533	47,181,126,882	56,823,200,999	47,187,294,062
Interest Receivable	210,137,516	175,993,164	210,137,516	175,993,164
Grand total	57,030,539,049	47,357,120,046	57,033,338,515	47,363,287,227

4.7.2 : Analysis of Loans and Advances - By Currency

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Nepalese Rupee	56,902,652,694	47,006,753,577	56,905,452,160	47,012,920,757
Indian Rupee	-	-	-	-
United State Dollar	127,886,355	350,366,469	127,886,355	350,366,469
Great Britain Pound	-	-	-	-
Euro	-	-	-	-
Japanese Yen	-	-	-	-
Chinese Yuan	-	-	-	-
Other	-	-	-	-
Total	57,030,539,049	47,357,120,046	57,033,338,515	47,363,287,227

4.7.3 : Analysis of Loans and Advances - By Collateral

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Secured				
Movable/ Immovable Assets	28,025,485,605	22,996,800,815	28,025,485,605	22,996,800,815
Gold and Silver	3,336,460,618	3,140,878,827	3,336,460,618	3,140,878,827
Guarantee of Domestic B/FIs	-	-	-	-
Government Guarantee	2,448,133	2,448,004	2,448,133	2,448,004
Guarantee of International Rated Bank	-	-	-	-
Collateral of Export Document	97,846,296	292,282,700	97,846,296	292,282,700
Collateral of Fixed Deposit Receipt	553,264,212	647,599,708	556,063,678	653,766,888
Collateral of Government Securities	-	-	-	-
Counter Guarantee	-	-	-	-
Personal Guarantee	80,524,989	69,232,515	80,524,989	69,232,515
Other Collateral	24,896,755,384	20,183,356,675	24,896,755,384	20,183,356,675
Sub total	56,992,785,236	47,332,599,242	56,995,584,702	47,338,766,422
Unsecured	37,753,813	24,520,804	37,753,813	24,520,804
Grand Total	57,030,539,049	47,357,120,046	57,033,338,515	47,363,287,227

4.7.4 : Allowances for Impairment

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Specific Allowances for Impairment				
Balance at 1 st Shrawan	883,662,353	464,256,573	883,662,353	464,256,573
Impairment Loss for the Year:				
Charge for the Year	18,843,492	419,405,780	18,843,492	419,405,780
Recoveries/ Reversal during the Year				
Write-offs				
Exchange Rate variance on Foreign Currency Impairment				
Other Movement				
Balance at Ashadh end	902,505,845	883,662,353	902,505,845	883,662,353
Collective Allowances for Impairment				
Balance at 1 st Shrawan	458,123,438	450,672,562	458,123,438	450,672,562
Impairment Loss for the Year:	-	-		
Charge/ (Reversal) for the Year	70,942,652	7,450,875	70,942,652	7,450,875
Exchange Rate variance on Foreign Currency Impairment	-	-		
Other Movement	-	-		
Balance at Ashadh end	529,066,089	458,123,438	529,066,089	458,123,438
Total Allowances for Impairment	1,431,571,934	1,341,785,791	1,431,571,934	1,341,785,791

Investment Securities

4.8

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Investment Securities Measured at Amortized Cost	5,457,642,301	6,796,189,920	5,457,642,301	6,781,189,920
Investment in Equity Measured at FVTOCI	159,216,001	4,416,001	159,216,001	4,416,001
Total	5,616,858,302	6,800,605,921	5,616,858,302	6,785,605,921

4.8.1 : Investment Securities Measured at Amortized Cost

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Debt Securities	-	-		
Government Bonds	3,402,854,939	6,472,102,546	3,402,854,939	6,472,102,546
Government Treasury Bills	2,054,787,363	309,087,375	2,054,787,363	309,087,375
Nepal Rastra Bank Bonds	-	-		
Nepal Rastra Bank Deposits Instruments	-	-		
Other	-	15,000,000		
Less: Specific Allowances for Impairment	-	-		
Total	5,457,642,301	6,796,189,920	5,457,642,301	6,781,189,920

4.8.2 : Investment in Equity Measured at Fair Value Through Other Comprehensive Income

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Equity Instruments				
Quoted Equity Securities	141,000,000	-	141,000,000	-
Unquoted Equity Securities	18,216,001	4,416,001	18,216,001	4,416,001
Total	159,216,001	4,416,001	159,216,001	4,416,001

4.8.3 : Information relating to Investment in Equities

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
1. Investment in Quoted Equity of the Bank								
1.1 Citizens Mutual Fund- 1 15,000,000 units of Rs 10 each	150,000,000	141,000,000	-	-	150,000,000	141,000,000	-	-
2. Investment in unquoted equity of the Bank								
2.1 National Banking Institute Ltd. (NBI) 12,000 equity Shares of Rs 100 each	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
2.2 Mero Microfinance Bittiya Sanstha Ltd. 197,340 Equity Shares (including 59340 bonus shares) of Rs 100 each	13,800,000	13,800,000	-	-	13,800,000	13,800,000		
2.3 Credit Information Bureau ** 14,963 Equity Shares (including 8313.50 bonus shares) of Rs 100 each	216,001	216,001	216,001	216,001	216,001	216,001	216,001	216,001
2.4 Prabhu Capital Ltd. 30,000 Equity Shares of Rs 100 each	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Total	168,216,001	159,216,001	4,416,001	4,416,001	168,216,001	159,216,001	4,416,001	4,416,001

Current Tax Assets

4.9

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Current Tax Assets				
Current Year Income Tax Assets	651,001,752	571,345,982	651,001,752	571,345,982
Tax Assets of Prior Periods	-	-		
Current Tax Liabilities				
Current Year Income Tax Liabilities	536,347,961	270,554,460	536,347,961	270,554,460
Tax Liabilities of Prior Periods	-	-		
Total	114,653,791	300,791,522	114,653,791	300,791,522

Investment in Subsidiaries

4.10

Amount in NPR

Particulars	Bank	
	Current Year	Previous Year
Investment in Quoted Subsidiaries	-	-
Investment in Unquoted Subsidiaries	117,200,000	67,000,000
Total Investment	117,200,000	67,000,000
Less: Impairment Allowances		
Net Carrying Amount	117,200,000	67,000,000

4.10.1 : Investment in Quoted Subsidiaries

Amount in NPR

Particulars	Bank			
	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
.....Ltd.shares of Rs.each				
.....Ltd.shares of Rs.each				
.....				
Total				

4.10.2 : Investment in Unquoted Subsidiaries

Amount in NPR

Particulars	Bank			
	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
CBIL Capital Ltd 1,172,000 shares of Rs. 100 each	117,200,000	117,200,000		
Previous Year CBIL Capital Ltd 670,000 shares of Rs. 100 each			67,000,000	67,000,000
.....				
Total	117,200,000	117,200,000	67,000,000	67,000,000

4.10.3 : Information Relating to Subsidiaries of the Bank

Amount in NPR

Particulars	Bank	
	Current Year	Previous Year
CBIL Capital Ltd	68.94%	67.00%
.....Ltd.		
.....Ltd.		
.....Ltd.		
.....		

4.10.4 : Non Controlling Interest of the Subsidiaries

Amount in NPR

Particulars	Group	
	Current Year	
	CBIL Capital Ltd Ltd
Equity Interest Held by NCI (%)	31.06%	
Profit/ (Loss) Allocated during the Year		
Accumulated Balances of NCI as on Ashadh end 2075		
Dividend Paid to NCI		
	Previous Year	
	CBIL Capital Ltd Ltd
Equity Interest Held by NCI (%)	33.00%	
Profit/ (Loss) Allocated during the Year		
Accumulated Balances of NCI as on Ashadh end 2074		
Dividend Paid to NCI		

Investment in Associates

4.11

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Investment in Quoted Associates				
Investment in Unquoted Associates	23,903,192	31,751,500	17,951,500	31,751,500
Total Investment	23,903,192	31,751,500	17,951,500	31,751,500
Less: Impairment Allowances				
Net Carrying Amount	23,903,192	31,751,500	17,951,500	31,751,500

4.11.1: Investment in Quoted Associates

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Total								

4.11.2: Investment in Unquoted Associates

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
1. Nepal Clearing House Ltd. 35,418 Equity Shares (including 5903 bonus shares) of Rs 100 each	2,951,500	9,340,893	2,951,500	2,951,500	2,951,500	2,951,500	2,951,500	2,951,500
2. Nepal Electronic Payment System Ltd. 150,000 Equity Shares of Rs 100 each	15,000,000	14,562,299	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
3. Mero Microfinance Bittiya Sanstha Ltd. 138,000 Equity Shares of Rs 100 each	-	-	13,800,000	13,800,000			13,800,000	13,800,000
Total	17,951,500	23,903,192	31,751,500	31,751,500	17,951,500	17,951,500	31,751,500	31,751,500

4.11.3: Information Relating to Associates of the Bank

Amount in NPR

Particulars	Bank	
	Percentage of ownership held by the Bank	
	Current Year	Previous Year
1. Nepal Electronic Payment System Ltd.	8.57%	8.57%
2. Nepal Clearing House Ltd.	1.64%	1.64%
3. Mero Microfinance Bittiya Sanstha Ltd.	-	6.75%

4.11.4 : Equity Value of Associates

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
..... Ltd.				
..... Ltd.				
.....				
Total				

Investment Property

4.12

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Investment Properties Measured at Fair Value				
Balance as on 1 st Shrawan, 2074				
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 1 st Shrawan, 2074	390,066,062	380,245,197	390,066,062	380,245,197
Addition/ Disposal during the Year	(102,519,002)	9,820,866	(102,519,002)	9,820,866
Adjustment/ Transfer				
Accumulated Depreciation				
Accumulated Impairment Loss				
Net Amount	287,547,060	390,066,062	287,547,060	390,066,062
Total	287,547,060	390,066,062	287,547,060	390,066,062

Property and Equipment

4.13

Amount in NPR

Particulars	Group									
	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixture	Machinery	Equipment & Others	Total Ashadh End 2075	Total Ashadh End 2074
Cost										
As on 1 st Shrawan, 2073	581,388,007	99,601,060	179,092,927	92,182,383	63,123,818	101,717,884	-	166,169,581	-	1,283,275,659
Addition during the Year	-	-	56,557	1,618,532	4,222,368	108,896	-	423,619	-	6,429,972
Acquisition	486,763,676	265,353,450	16,488,974	23,524,755	15,997,600	34,919,760	-	60,268,782	-	903,316,997
Capitalization	-	-	-	-	-	-	-	-	-	-
Disposal during the Year	-	-	(30,580,048)	(3,498,668)	(5,139,303)	(1,599,998)	-	(6,384,919)	-	(47,202,935)
Adjustment/ Revaluation	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh end 2074	1,068,151,683	364,954,510	165,058,409	113,827,003	78,204,483	135,146,542	-	220,477,063	2,145,819,693	2,145,819,693
Addition during the Year	-	-	-	-	-	-	-	-	-	-
Acquisition	231,139,048	77,717,789	11,762,791	63,754,887	101,469,307	13,535,938	-	39,002,594	538,382,354	-
Capitalization	-	-	-	-	-	-	-	-	-	-
Disposal during the Year	-	-	(5,308,265)	(5,042,246)	(7,072,616)	(1,378,405)	-	(10,921,317)	(29,722,848)	-
Adjustment/ Revaluation	-	-	981,752	-	-	188,736	-	(1,170,488)	-	-

Balance as on Ashadh end 2075	1,299,290,731	442,672,300	172,494,687	172,539,644	172,601,175	147,492,811	-	247,387,853	2,654,479,200	2,145,819,693
Depreciation and Impairment										
As on 1 st Shrawan, 2073	-	13,814,291	107,488,610	68,321,974	22,429,859	72,604,696	-	110,663,700	-	395,323,130
Depreciation charge for the Year	-	13,776,573	15,186,957	12,923,916	9,665,030	12,076,187	-	26,598,976	-	90,227,640
Impairment for the Year	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	(30,579,991)	(3,459,115)	(4,683,483)	(1,312,122)	-	(6,330,317)	-	(46,365,028)
Adjustment	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh end 2074	-	27,590,864	92,095,556	77,786,775	27,411,406	83,368,761	-	130,932,359	439,185,721	439,185,721
Impairment for the Year	-	-	-	-	-	-	-	-	-	-
Depreciation charge for the Year	-	20,963,339	15,258,783	25,125,129	17,956,530	15,488,367	-	30,191,095	124,983,243	-
Disposals	-	-	(4,604,876)	(4,900,608)	(5,063,545)	(1,378,426)	-	(10,111,360)	(26,058,814)	-
Adjustment	-	-	981,740	-	-	188,724	-	(1,170,464)	-	-
Balance as on Ashadh end 2075	-	48,554,202	103,731,203	98,011,296	40,304,392	97,667,426	-	149,841,631	538,110,149	439,185,721
Capital Work In Progress	-	9,125,165	2,459,950	-	-	-	-	-	11,585,115	59,174,883
Net Book Value										
As on Ashadh end 2073	581,388,007	85,786,769	71,604,317	23,860,409	40,693,959	29,113,188	-	55,505,881	887,952,529	-
As on Ashadh end 2074	1,068,151,683	337,363,646	72,962,853	36,040,227	50,793,077	51,777,781	-	89,544,705	-	1,765,808,855
As on Ashadh end 2075	1,299,290,731	403,243,262	71,223,434	74,528,348	132,296,782	49,825,385	-	97,546,223	2,127,954,165	-

Bank										
Particulars	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixture	Machinery	Equipment & Others	Total Ashadh End 2075	Total Ashadh End 2074
Cost										
As on 1 st Shrawan, 2073	581,388,007	99,601,060	178,399,349	92,182,383	63,123,818	100,794,446		165,115,355		1,280,604,417
Addition during the Year										
Acquisition	486,763,676	265,353,450	16,488,974	23,524,755	15,997,600	34,919,760		60,268,782		903,316,997
Capitalization										
Disposal during the Year		-	(30,580,048)	(3,498,668)	(5,139,303)	(1,599,998)		(6,384,919)		(47,202,935)
Adjustment/ Revaluation										
Balance as on Ashadh end 2074	1,068,151,683	364,954,510	164,308,274	112,208,470	73,982,115	134,114,208	-	218,999,218	2,136,718,479	2,136,718,479
Addition during the Year										
Acquisition	231,139,048	77,717,789	11,725,727	63,511,787	101,286,407	13,306,663		38,932,425	537,619,845	
Capitalization	-	-	-	-	-	-		-	-	
Disposal during the Year	-	-	(5,308,265)	(5,042,246)	(7,072,616)	(1,378,405)		(10,921,317)	(29,722,848)	
Adjustment/ Revaluation			981,752	-		188,736		(1,170,488)	-	
Balance as on Ashadh end 2075	1,299,290,731	442,672,300	171,707,488	170,678,012	168,195,907	146,231,202		245,839,839	2,644,615,477	2,136,718,479
Depreciation and Impairment										
As on 1 st Shrawan, 2073		13,814,291	107,471,251	68,321,974	22,429,859	72,077,884		110,247,535		394,362,794
Depreciation charge for the Year		13,776,573	15,115,391	12,642,304	9,427,214	11,988,966		26,398,717		89,349,165
Impairment for the Year										
Disposals			(30,579,991)	(3,459,115)	(4,683,483)	(1,312,122)		(6,330,317)		(46,365,028)
Adjustment										
Balance as on Ashadh end 2074		27,590,864	92,006,651	77,505,163	27,173,590	82,754,728		130,315,935	437,346,931	437,346,931
Impairment for the Year										

Depreciation charge for the Year		20,963,339	15,181,824	24,685,631	17,328,305	15,268,295		29,892,228	123,319,621	
Disposals		-	(4,604,876)	(4,900,608)	(5,063,545)	(1,378,426)		(10,111,360)	(26,058,814)	
Adjustment			981,740	-	-	188,724		(1,170,464)	-	
Balance as on Ashadh end 2075		48,554,202	103,565,339	97,290,186	39,438,350	96,833,321		148,926,339	534,607,737	437,346,931
Capital Work In Progress		9,125,165	2,459,950						11,585,115	59,174,883
Net Book Value										
As on Ashadh end 2073	581,388,007	85,786,769	70,928,098	23,860,409	40,693,959	28,716,562	-	54,867,820	886,241,623	
As on Ashadh end 2074	1,068,151,683	337,363,646	72,301,623	34,703,307	46,808,525	51,359,480	-	88,683,283		1,758,546,430
As on Ashadh end 2075	1,299,290,731	403,243,262	70,602,098	73,387,826	128,757,557	49,397,881	-	96,913,500	2,121,592,854	

Goodwill and Intangible Assets

4.14

Amount in NPR

Group						
Particulars	Goodwill	Software		Other	Total Ashadh End 2075	Total Ashadh End 2074
		Purchased	Developed			
Cost						
As on 1 st Shrawan, 2073		29,151,717			-	29,151,717
Addition during the Year		650,150			-	650,150
Acquisition		5,542,853			-	5,542,853
Capitalization		-			-	-
Disposal during the Year		-			-	-
Adjustment/ Revaluation		-			-	-
Balance as on Ashadh end 2074		35,344,720			35,344,720	35,344,720
Addition during the Year		-			-	-
Acquisition		11,312,336			11,180,126	-
Capitalization		-			-	-
Disposal during the Year		-			-	-
Adjustment/ Revaluation		-			-	-
Balance as on Ashadh end 2075		46,657,056			46,657,056	-
Amortization and Impairment						
As on 1 st Shrawan, 2073		23,195,665			-	23,195,665
Amortization charge for the Year		3,415,371			-	3,415,371
Impairment for the Year		-			-	-
Disposals		-			-	-
Adjustment		-			-	-
Balance as on Ashadh end 2074		26,611,036			26,611,036	26,611,036
Amortization charge for the Year		3,367,412			3,367,412	-
Impairment for the Year		-			-	-
Disposals		-			-	-
Adjustment		-			-	-
Balance as on Ashadh end 2075		29,978,448			29,978,448	-
Capital Work In Progress		54,494,529			54,494,529	-
Net Book Value						
As on Ashadh end 2073		5,956,052			5,956,052	-
As on Ashadh end 2074		8,733,685			-	8,733,685
As on Ashadh end 2075		71,173,137			71,173,137	-

Amount in NPR

Bank						
Particulars	Goodwill	Software		Other	Total Ashadh End 2075	Total Ashadh End 2074
		Purchased	Developed			
Cost						
As on 1 st Shrawan, 2073		29,049,717				29,049,717
Addition during the Year						
Acquisition		5,542,853				5,542,853
Capitalization						
Disposal during the Year		-				-
Adjustment/ Revaluation						
Balance as on Ashadh end 2074		34,592,570			34,592,570	34,592,570
Addition during the Year						
Acquisition		11,180,126			11,180,126	
Capitalization						
Disposal during the Year		-			-	
Adjustment/ Revaluation		-			-	
Balance as on Ashadh end 2075		45,772,696			45,772,696	
Amortization and Impairment						
As on 1 st Shrawan, 2073		23,182,965				23,182,965
Amortization charge for the Year		3,343,116				3,343,116
Impairment for the Year						
Disposals		-				
Adjustment						
Balance as on Ashadh end 2074		26,526,081			26,526,081	26,526,081
Amortization charge for the Year		3,207,114			3,207,114	
Impairment for the Year						
Disposals		-			-	
Adjustment					-	
Balance as on Ashadh end 2075		29,733,195			29,733,195	
Capital Work In Progress		54,494,529			54,494,529	
Net Book Value						
As on Ashadh end 2073		5,866,752			5,866,752	
As on Ashadh end 2074		8,066,489				8,066,489
As on Ashadh end 2075		70,534,031			70,534,031	

Deferred Tax

4.15

Amount in NPR

Particulars	Group			Bank		
	Deferred Tax Assets	Deferred Tax Liabilities	Current Year	Deferred Tax Assets	Deferred Tax Liabilities	Current Year
			Net Deferred Tax Assets/ (Liabilities)			Net Deferred Tax Assets/ (Liabilities)
Deferred Tax on Temporary Differences on following items						
Loans and Advances to B/FIs						-
Loans and Advances to Customers	-	-	-		-	-
Investment Properties	-	(86,264,118)	(86,264,118)		(86,264,118)	(86,264,118)

Particulars	Group			Bank		
			Current Year			Current Year
	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets/ (Liabilities)	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets/ (Liabilities)
Investment Securities	2,700,000	-	2,700,000	2,700,000		2,700,000
Property and Equipment	1,114,519	(35,546)	1,078,973	1,114,519		1,114,519
Employees' Defined Benefit Plan	2,806,662	-	2,806,662	2,797,346		2,797,346
Lease Liabilities	-	(3,791,007)	(3,791,007)		(3,791,007)	(3,791,007)
Provisions	-	-	-			-
Other Temporary Differences	2,411,421	(383,125)	(383,125)		(383,125)	(383,125)
Deferred Tax on Temporary Differences	9,032,609	(90,473,796)	(81,441,195)	6,611,865	(90,438,251)	(83,826,386)
Deferred Tax on Carry Forward of Unused Tax Losses	66,148,887	-	66,148,888	66,148,887		66,148,887
Deferred Tax Due to Changes in Tax Rate						
Net Deferred Tax Asset/ (Liabilities) as on year end of Ashadh 2075			(15,292,307)			(17,677,499)
Deferred Tax (Asset)/ Liabilities as on 1 st Shrawan, 2074			(85,477,182)			(85,192,158)
Origination/ (Reversal) during the Year			70,184,876			67,514,659
Deferred Tax Expense/ (Income) recognized in Profit or Loss			(70,184,876)			(63,586,765)
Deferred Tax Expense/ (Income) recognized in Other Comprehensive Income			(3,927,894)			(3,927,894)
Deferred Tax Expense/ (Income) recognized directly in Equity						

Particulars	Group			Bank		
			Previous Year			Previous Year
	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						
Loan and Advances to B/FIs	-	-	-			-
Loan and Advances to Customers	-	(52,797,949)	(52,797,949)		(52,797,949)	(52,797,949)
Investment Properties	-	(117,019,819)	(117,019,819)		(117,019,819)	(117,019,819)
Investment Securities	-	-	-			-
Property and Equipment	9,694,498	(1,140,087)	9,409,474	9,694,498		9,694,498
Employees' Defined Benefit Plan	1,240,189	-	1,240,189	1,240,189		1,240,189
Lease Liabilities	-	(2,251,076)	(2,251,076)		(2,251,076)	(2,251,076)
Provisions	-	-	-			-
Other Temporary Differences	-	(555,354)	(555,354)		(555,354)	(555,354)
Deferred Tax on Temporary Differences	10,934,687	(172,624,199)	(161,974,535)	10,934,687	(172,624,199)	(161,689,511)
Deferred Tax on Carry Forward of Unused Tax Losses	76,497,353	-	76,497,353	76,497,353		76,497,353
Deferred Tax due to Changes in Tax Rate						-
Net Deferred Tax Asset/ (Liabilities) as on year end of Ashadh 2074			(85,477,182)			(85,192,158)
Deferred Tax Asset/ (Liabilities) as on 1 st Shrawan, 2073			177,416,441			177,416,441

Particulars	Group			Bank		
	Deferred Tax Assets	Deferred Tax Liabilities	Previous Year	Deferred Tax Assets	Deferred Tax Liabilities	Previous Year
			Net Deferred Tax Assets/ (Liabilities)			Net Deferred Tax Assets/ (Liabilities)
Origination/ (Reversal) during the Year			(262,893,623)			(262,608,599)
Deferred Tax Expense/ (Income) recognized in Profit or Loss			(262,893,623)			(262,608,599)
Deferred Tax Expense/ (Income) recognized in Other Comprehensive Income						
Deferred Tax Expense/ (Income) recognized in directly in Equity						

Other Assets

4.16

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Assets Held for Sale	-	129,926,834		129,926,834
Other Non Banking Assets	-	-		
Bills Receivable	-	-		
Accounts Receivable	1,142,556,928	948,134,865	1,179,801,652	970,687,359
Accrued Income	1,322,166	25,482,497	519,557	-
Prepayments and Deposit	121,145,347	30,721,304	113,602,658	24,468,537
Income Tax Deposit	18,769,113	18,769,113	18,769,113	18,769,113
Deferred Employee Expenditure	180,958,590	181,183,252	180,958,590	181,183,252
Other	21,664,170	9,217,599	8,620,392	6,324,022
Total	1,486,416,314	1,343,435,463	1,502,271,962	1,331,359,117

Due to Banks and Financial Institutions

4.17

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Money Market Deposits	-	-		
Interbank Borrowing	2,550,000,000	1,500,000,000	2,550,000,000	1,500,000,000
Other Deposits from B/FIs	785,288,532	1,001,906,804	785,288,532	1,001,906,804
Settlement and Clearing Accounts	-	-		
Other Deposits from B/FIs	-	-		
Total	3,335,288,532	2,501,906,804	3,335,288,532	2,501,906,804

Due to Nepal Rastra Bank

4.18

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Refinance from NRB	695,041,370	33,578,077	695,041,370	33,578,077
Standing Liquidity Facility	-	-	-	
Lender of Last Resort Facility from NRB				
Securities Sold under Repurchase Agreements			-	
Other Payable to NRB				
Total	695,041,370	33,578,077	695,041,370	33,578,077

Derivative Financial Instruments

4.19

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
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				

Deposits from Customers

4.20

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Institutional Customers:				
Term Deposits	25,766,302,199	21,945,793,276	25,851,302,199	21,960,793,276
Call Deposits	3,030,366,310	3,907,665,983	3,035,572,647	3,908,371,444
Current Deposits	2,224,805,322	1,255,995,114	2,224,810,322	1,255,995,114
Other	272,840,189	260,678,875	272,840,189	260,678,875
Individual Customers:				
Term Deposits	15,081,157,061	12,861,702,096	15,081,157,061	12,861,702,096
Saving Deposits	13,611,255,643	10,623,211,413	13,611,255,643	10,623,211,413
Current Deposits	331,024,877	188,151,596	331,024,877	188,151,596
Other	288,064,035	657,770,839	288,064,035	657,770,839
Total	60,605,815,636	51,700,969,191	60,696,026,972	51,716,674,652

4.20.1: Currency wise Analysis of Deposit from Customers

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Nepalese Rupee	60,042,579,187	51,454,287,467	60,132,790,529	51,469,992,929
Indian Rupee	-	-	-	-
United State Dollar	554,120,409	230,938,894	554,120,409	230,938,894
Great Britain Pound	30,555	140,667	30,555	140,667
Euro	8,892,620	15,422,536	8,892,620	15,422,536
Japanese Yen	192,859	179,626	192,859	179,626
Chinese Yuan	-	-	-	-
Other	-	-	-	-
Total	60,605,815,630	51,700,969,191	60,696,026,972	51,716,674,652

Borrowing

4.21

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Domestic Borrowing				
Nepal Government				
Other Institutions				
Other		5,000,000		
Sub total	-	5,000,000	-	-
Foreign Borrowing				
Foreign Bank and Financial Institutions				
Multilateral Development Banks				
Other Institutions				
Sub total	-	-	-	-
Total	-	5,000,000	-	-

Provisions

4.22

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Provisions for Redundancy				
Provision for Restructuring				
Pending Legal Issues and Tax Litigation				
Onerous Contracts				
Other - Previous Year Income Tax Provision	5,526,126	3,078,973	5,306,626	
Total	5,526,126	3,078,973	5,306,626	-

4.22.1 : Movement in Provision

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Balance at 1st Shrawan	3,078,973			
Provisions Made during the Year	2,447,152	3,078,973	5,306,626	
Provisions Used during the Year				
Provisions Reversed during the Year				
Unwind of Discount				
Balance at Ashadh End	5,526,126	3,078,973	5,306,626	

Other Liabilities

4.23

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Liability for Employees Defined Benefit Obligations	2,179,886	4,133,964	2,142,623	4,133,964
Liability for Long-Service Leave	7,181,863	-	7,181,863	-
Short-Term Employee Benefits	28,307	132,715	28,307	132,715
Bills Payable	79,850,035	67,045,774	79,850,035	67,045,774
Creditors and Accruals	23,150,522	21,199,271	20,201,332	20,219,283
Interest Payable on Deposit	162,563,714	92,617,474	162,563,714	92,617,474

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Interest Payable on Borrowing	18,862,763	13,609,914	18,862,763	13,609,914
Liabilities on Deferred Grant Income	-	-	-	-
Unpaid Dividend	71,936,209	77,553,337	71,023,877	58,203,937
Lease Liabilities	3,468,935	7,503,588	3,468,935	7,503,588
Employee Bonus Payable	189,651,677	157,810,783	189,651,677	157,810,783
Other	-	-	-	-
Card Payables	27,710,430	19,793,097	27,710,430	19,793,097
Unearned Commissions	48,857,046	26,142,457	48,857,046	26,142,457
Tax Deducted at Source	120,335,580	90,754,228	120,186,013	90,340,249
Retention Money	18,437,618	16,058,347	18,437,618	16,058,347
Provision for Expenses	15,577,126	15,816,751	15,577,126	15,816,751
Account Payable Others	765,019,799	1,270,770,307	662,234,287	613,501,192
Total	1,554,811,510	1,880,942,008	1,447,977,647	1,202,929,525

4.23.1 : Defined Benefit Obligations

The amounts recognized in the Statement of Financial Position are as follows:

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Present Value of Unfunded Obligations	2,142,623	4,133,964	2,142,623	4,133,964
Present Value of Funded Obligations	51,373,775	34,604,096	51,373,775	34,604,096
Total Present Value of Obligations	53,516,399	38,738,060	53,516,399	38,738,060
Fair Value of Plan Assets	51,373,775	34,604,096	51,373,775	34,604,096
Present Value of Net Obligations	2,142,623	4,133,964	2,142,623	4,133,964
Recognized Liability for Defined Benefit Obligations	53,516,399	38,738,060	53,516,399	38,738,060

4.23.2 : Plan Assets

Amount in NPR

Plan Assets comprise	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Equity Securities				
Government Bonds				
Bank Deposit				
Other	51,373,775	34,604,096	51,373,775	34,604,096
Total	51,373,775	34,604,096	51,373,775	34,604,096

4.23.3 : Movement in the Present Value of Defined Benefit Obligations

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligations at 1 st Shrawan	38,738,060	31,783,372	38,738,060	31,783,372
Actuarial Losses	756,288	(3,985,502)	756,288	(3,985,502)
Benefits Paid by the Plan	(3,475,622)	(3,012,631)	(3,475,622)	(3,012,631)
Current Service Costs and Interest	17,497,673	13,952,821	17,497,673	13,952,821
Defined Benefit Obligations at Ashadh End	53,516,399	38,738,060	53,516,399	38,738,060

4.23.4 : Movement in the Fair Value of Plan Assets

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Fair Value of Plan Assets at 1 st Shrawan	34,604,096	-	34,604,096	-
Contributions Paid into the Plan	20,146,818	34,604,096	20,146,818	34,604,096
Benefits Paid during the Year	(3,475,622)	-	(3,475,622)	-
Actuarial (Losses) Gains	(3,336,692)	-	(3,336,692)	-
Expected Return on Plan Assets	3,435,176	-	3,435,176	-
Fair Value of Plan Assets at Ashadh End	51,373,776	34,604,096	51,373,776	34,604,096

4.23.5 : Amount Recognized in Profit or Loss

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Current Service Costs	14,537,653	11,417,117	14,537,653	11,417,117
Interest on Obligation	2,960,020	2,535,704	2,960,020	2,535,704
Expected Return on Plan Assets			(3,435,176)	
Total	17,497,673	13,952,821	14,062,497	13,952,821

4.23.6 : Amount Recognized in Other Comprehensive Income

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Actuarial (Gain)/ Loss	(756,288)	3,985,502	(756,288)	3,985,502
Total	(756,288)	3,985,502	(756,288)	3,985,502

4.23.7 : Actuarial Assumptions

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Discount Rate	8.00%	8.00%	8.00%	8.00%
Expected Return on Plan Asset	8.00%	4.75%	8.00%	4.75%
Future Salary Increase	7.50%	5.00%	7.50%	5.00%
Withdrawal Rate	10.50%	10.50%	10.50%	10.50%

Debt Securities Issued

4.24

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Debt Securities Issued Designated as at Fair Value Through Profit or Loss	-	-		
Debt Securities Issued at Amortised Cost	498,722,911	498,148,814	498,722,911	498,148,814
Total	498,722,911	498,148,814	498,722,911	498,148,814

Subordinated Liabilities

4.25

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Redeemable Preference Shares				
Irredeemable Cumulative Preference Shares (Liabilities Component)				
Other				
Total				

Share Capital

4.26

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Ordinary Shares	8,033,236,400	6,921,689,662	8,033,236,400	6,921,689,662
Convertible Preference Shares (Equity Component only)				
Irredeemable Preference Shares (Equity Component only)				
Perpetual Debt (Equity Component only)				
Total	8,033,236,400	6,921,689,662	8,033,236,400	6,921,689,662

4.26.1 : Ordinary Shares

Amount in NPR

Particulars	Bank	
	Current Year	Previous Year
Authorized Capital		
100,000,000 Ordinary Shares of Rs. 100 each	10,000,000,000	10,000,000,000
Issued capital		
80,332,364 Ordinary Shares of Rs. 100 each	8,033,236,400	
(Previous Year 69,216,896.62 Ordinary Shares of Rs. 100 each)		6,921,689,662
Subscribed and Paid Up Capital		
80,332,364 Ordinary Shares of Rs. 100 each	8,033,236,400	
(Previous Year 69,216,896.62 Ordinary Shares of Rs. 100 each)		6,921,689,662
Total	8,033,236,400	6,921,689,662

4.26.2 : Ordinary Share Ownership

Amount in NPR

Particulars	Bank			
	Current Year		Previous Year	
	Percent	Amount	Percent	Amount
Domestic Ownership				
Nepal Government				
"A" Class Licensed Institutions				
Other Licensed Institutions				
Other Institutions	5.37%	431,187,400	5.37%	371,712,448
Public	48.70%	3,912,630,700	48.68%	3,369,459,871
Other	45.93%	3,689,418,300	45.95%	3,180,517,343
Foreign Ownership				
Total	100.00%	8,033,236,400	100.00%	6,921,689,662

Reserves

4.27

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Statutory General Reserve	1,192,300,666	945,479,886	1,192,300,666	945,479,886
Exchange Equilisation Reserve	49,775,519	33,055,535	49,775,519	33,055,535
Corporate Social Responsibility Reserve	12,341,039	10,816,615	12,341,039	10,816,615
Capital Redemption Reserve	321,428,571	200,000,000	321,428,571	200,000,000
Regulatory Reserve	795,430,349	-	795,430,349	-
Investment Adjustment Reserve	135,200,000	85,276,000	135,200,000	85,276,000
Capital Reserve				
Assets Revaluation Reserve	343,854,012	343,854,012	343,854,012	343,854,012
Fair Value Reserve	(6,300,000)	-	(6,300,000)	
Dividend Equalisation Reserve				
Actuarial Gain	4,081,628	6,847,663	3,982,577	6,847,663
Special Reserve				
Other Reserve	1,717,677	2,137,849		
Total	2,849,829,461	1,627,467,560	2,848,012,733	1,625,329,711

Contingent Liabilities and Commitments

4.28

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Contingent Liabilities	4,325,083,670	1,546,975,526	3,145,222,710	1,546,975,526
Undrawn and Undisbursed Facilities	21,291,109,729	21,178,398,436	21,291,109,729	21,178,398,436
Capital Commitment	49,177,561	8,067,647	49,177,561	8,067,647
Lease Commitment	320,013,298	310,957,592	320,013,298	310,957,592
Litigation	63,557,281	53,454,143	63,557,281	53,454,143
Total	26,048,941,539	23,097,853,344	24,869,080,579	23,097,853,344

4.28.1: Contingent Liabilities

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Acceptance and Documentary Credit	1,562,257,180	671,539,000	1,562,257,180	671,539,000
Bills for Collection	83,382,584	21,051,526	83,382,584	21,051,526
Forward Exchange Contracts	-	-		
Guarantees	1,464,529,092	843,337,000	1,464,529,092	843,337,000
Underwriting Commitment	1,153,860,960	-		
Other Commitments	61,053,854	11,048,000	35,053,854	11,048,000
Total	4,325,083,670	1,546,975,526	3,145,222,710	1,546,975,526

4.28.2: Undrawn and Undisbursed Facilities

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Undisbursed Amount of Loans	13,224,868,234	14,988,061,622	13,224,868,234	14,988,061,622
Undrawn Limits of Overdrafts	3,185,902,518	2,728,035,530	3,185,902,518	2,728,035,530
Undrawn Limits of Credit Cards	106,677,323	-	106,677,323	-
Undrawn Limits of Letter of Credit	1,934,294,417	1,657,882,000	1,934,294,417	1,657,882,000
Undrawn Limits of Guarantee	2,839,367,237	1,804,419,284	2,839,367,237	1,804,419,284
Total	21,291,109,729	21,178,398,436	21,291,109,729	21,178,398,436

4.28.3: Capital Commitments

Capital Expenditure Commitments are approved by relevant authority of the Group but provision has not been made in financial statements.

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Capital Commitments in relation to Property and Equipment				
Approved and Contracted for	35,851,451	8,067,647	35,851,451	8,067,647
Approved but not Contracted for				
Sub total	35,851,451	8,067,647	35,851,451	8,067,647
Capital Commitments in relation to Intangible Assets				
Approved and Contracted for	12,196,109		12,196,109	-
Approved but not Contracted for	1,130,000		1,130,000	-
Sub total	13,326,109	-	13,326,109	-
Total	49,177,561	8,067,647	49,177,561	8,067,647

4.28.4: Lease Commitments

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Operating Lease Commitments				
Future Minimum Lease Payments under Non Cancellable Operating Lease, where the Bank is Lessee				
Not later than 1 year	44,531,348	2,042,854	42,912,121	2,042,854
Later than 1 year but not later than 5 years	167,158,529	63,725,049	160,681,621	63,725,049
Later than 5 years	121,437,885	245,189,689	116,419,556	245,189,689
Sub total	333,127,762	310,957,592	320,013,298	310,957,592
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	333,127,762	310,957,592	320,013,298	310,957,592

4.28.5: Litigation

The detail of contingent liabilities on account of pending litigation of the Bank are as mentioned below:

a. Status of Contingent Liabilities for Tax Litigation cases pending as on 32nd Ashadh, 2075

Tax Assessment Order Litigation of	FY	Pending at	Amount
Citizens Bank International Ltd.	2063/64 (2006-07)	Supreme Court	5,376,087
Citizens Bank International Ltd.	2064/65 (2007-08)	Supreme Court	
Citizens Bank International Ltd.	2067/68 (2010-11)	Revenue Tribunal	2,885,729
Citizens Bank International Ltd.	2068/69 (2011-12)	Tax Administrative Review	8,346,517
Citizens Bank International Ltd.	2069/70 (2012-13)	Tax Administrative Review	12,396,861
People's Finance Ltd.	2067/68 (2010-11)	Tax Administrative Review	21,002,255
Nepal Housing and Merchant Finance Ltd.	2068/69 (2011-12)	Tax Administrative Review	3,446,694
Citizens Bank International Ltd.	2070/71 (2013-14)	Tax Administrative Review	10,103,138
Total			63,557,281

Financial Year 2014-15 to 2016-17

The self assessment returns filed by the Bank for Financial Year 2071/72 (2014-15) to 2073/74 (2016-17) has not yet been opened for reassessment by the Large Taxpayers Office.

b. Status of Contingent Liabilities for other pending litigations

As such, there are no other contingent liabilities that are likely to materialize against the Bank in case of other pending litigations.

Interest Income

4.29

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Cash and Cash Equivalents	15,862,141	4,111,361	21,707,097	4,487,309
Due from Nepal Rastra Bank	-	-	-	-
Placement with Bank and Financial Institutions	67,930,816	67,252,551	67,930,816	67,252,551
Loans and Advances to Bank and Financial Institutions	155,980,578	104,236,277	155,980,578	104,236,277
Loans and Advances to Customers	6,488,332,187	4,628,868,292	6,488,757,635	4,632,276,885
Investment Securities	271,084,524	128,827,445	264,725,524	127,286,962
Loans and Advances to Staff	110,285,922	15,234,128	110,285,922	15,234,128
Other	705,446	9,423,867	-	9,423,867
Total Interest Income	7,110,181,614	4,957,953,921	7,109,387,573	4,960,197,979

Interest Expenses

4.30

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Due to Banks and Financial Institutions	46,955,382	75,465,362	46,955,382	75,465,362
Due to Nepal Rastra Bank	9,920,460	1,714,729	9,920,460	1,714,729
Deposits from Customers	4,667,133,887	2,992,680,896	4,672,978,843	2,996,465,437
Borrowing	114,391,112	46,505,348	114,391,112	45,533,834
Debt Securities Issued	43,074,097	42,913,098	43,074,097	42,913,098
Subordinated Liabilities	-	-	-	-
Other	-	7,865,286	-	7,865,286
Total Interest Expense	4,881,474,938	3,167,144,719	4,887,319,894	3,169,957,746

Fees and Commission Income

4.31

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Loan Administration Fees	289,565,738	208,701,019	289,565,738	208,701,019
Service Fees	10,309,652	8,111,506	10,309,652	8,111,506
Consortium Fees	29,026,862	24,687,822	29,026,862	24,687,822
Commitment Fees	3,705,509	3,344,288	3,705,509	3,344,288
DD/ TT/ Swift Fees	14,883,059	5,114,366	14,883,059	5,114,366
Credit Card/ ATM Issuance and Renewal Fees	40,027,593	44,075,509	40,027,593	44,075,509
Prepayment and Swap Fees	19,652,389	14,278,645	19,652,389	14,278,645
Investment Banking Fees	-	-	-	-
Asset Management fees	7,184,359	25,792,115	-	-
Brokerage Fees	-	-	-	-
Remittance Fees	22,438,154	23,518,784	22,438,154	23,518,784
Commission on Letter of Credit	39,497,017	29,877,932	39,497,017	29,877,932
Commission on Guarantee Contracts Issued	46,269,284	30,106,411	46,269,284	30,106,411
Commission on Share Underwriting/ Issue	8,653,957	-	-	-
Locker Rental	4,434,125	3,641,425	4,434,125	3,641,425
Other Fees and Commission Income	42,398,676	40,584,704	40,074,898	33,753,407
Total Fees and Commission Income	578,046,372	461,834,527	559,884,278	429,211,115

Fees and Commission Expenses

4.32

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
ATM Management Fees	2,665,030	2,564,456	2,665,030	2,564,456
VISA/ Master Card Fees	15,801,735	18,399,674	15,801,735	18,399,674
Guarantee Commission	16,542,600	1,359,555	16,542,600	1,359,555
Brokerage	-	-	-	-
DD/ TT/ Swift Fees	6,615,312	4,552,114	6,615,312	4,552,114
Remittance Fees and Commission	-	-	-	-
Other Fees and Commission Expenses	10,697,178	9,950,446	9,211,430	6,521,056
Total Fees and Commission Expenses	52,321,855	36,826,245	50,836,108	33,396,855

Net Trading Income

4.33

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Changes in Fair Value of Trading Assets	(27,169,362)	5,033,428	(18,579,744)	7,165,931
Gain/ Loss on Disposal of Trading Assets	257,405	6,750,742	257,405	6,750,742
Interest Income on Trading Assets	-	-	-	-
Dividend Income on Trading Assets	174,460	176,399	174,460	176,399
Gain/ Loss Foreign Exchange Transaction	199,222,366	122,701,396	199,222,366	122,701,396
Other	-	-	-	-
Net Trading Income	172,484,869	134,661,964	181,074,487	136,794,468

Other Operating Income

4.34

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Foreign Exchange Revaluation Gain	66,879,937	59,791,294	66,879,937	59,791,294
Gain/ Loss on Sale of Investment Securities	(3,359,258)	(8,582,397)	-	-
Fair Value Gain/ Loss on Investment Properties	-	-	-	-
Dividend on Equity Instruments	5,750,461	5,066,778	5,690,709	8,556,068
Gain/ Loss on Sale of Property and Equipment	1,563,213	3,006,078	1,563,213	3,006,078
Gain/ Loss on Sale of Investment Property	2,054,301	3,203,497	2,054,301	3,203,497
Operating Lease Income	-	-	-	-
Gain/ Loss on Sale of Gold and Silver	8,458,850	9,527,172	8,458,850	9,527,172
Locker Rent	-	-	-	-
Other	43,109,985	14,710,394	36,049,483	9,805,731
Total	124,457,490	86,722,816	120,696,494	93,889,840

Impairment Charge/ (Reversal) for Loan and Other Losses

4.35

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Impairment Charge/ (Reversal) on Loans and Advances to B/FIs	-	-	-	-
Impairment Charge/ (Reversal) on Loans and Advances to Customer	89,316,642	(96,965,217)	89,316,642	(96,965,217)
Impairment Charge/ (Reversal) on Financial Investment	-	-	-	-
Impairment Charge/ (Reversal) on Placement with Bank and Financial Institutions	-	-	-	-
Impairment Charge/ (Reversal) on Property and Equipment	-	-	-	-
Impairment Charge/ (Reversal) on Goodwill and Intangible Assets	-	-	-	-
Impairment Charge/ (Reversal) on Investment Properties	-	-	-	-
Total	89,316,642	(96,965,217)	89,316,642	(96,965,217)

Personnel Expenses

4.36

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Salary	201,219,340	179,997,174	198,209,379	177,786,519
Allowances	150,053,517	139,607,915	148,729,757	138,547,184
Gratuity Expenses	14,062,497	13,952,821	14,062,497	13,952,821
Provident Fund	16,862,364	15,179,015	16,600,772	15,058,369
Uniform	8,444,697	7,249,516	8,444,697	7,249,516
Training & Development Expense	15,493,317	9,246,743	15,493,317	9,246,743
Leave Encashment	61,905,622	974,315	61,905,622	974,315
Medical	-	-	-	-
Insurance	2,679,984	2,501,389	2,679,984	2,489,366
Employees Incentive	10,421,478	16,513,953	10,421,478	15,313,953
Cash-Settled Share-Based Payments	-	-	-	-
Pension Expense	-	-	-	-

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Finance Expense under NFRS	72,823,672	6,508,792	72,549,771	6,508,792
Other Expenses Related to Staff	46,352,423	35,856,836	45,309,029	34,625,781
Sub total	600,318,911	427,588,468	594,406,304	421,753,358
Employees Bonus	189,651,677	158,331,967	189,651,677	157,810,783
Grand total	789,970,588	585,920,436	784,057,981	579,564,141

Other Operating Expenses

4.37

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Directors' Fee	3,306,500	3,685,000	2,896,000	3,295,000
Directors' Expenses	2,706,449	1,703,478	2,703,894	1,691,718
Auditors' Remuneration	1,864,500	1,281,000	1,695,000	1,186,500
Other Audit Related Expenses	416,898	761,783	341,500	757,342
Professional and Legal Expenses	1,617,855	2,209,355	1,529,255	2,156,155
Office Administration Expenses	258,584,266	215,852,213	231,790,008	212,255,405
Operating Lease Expenses	53,340,319	50,015,100	53,074,092	50,015,100
Operating Expense of Investment Properties	-	-	-	-
Corporate Social Responsibility Expenses	12,126,888	6,558,488	12,126,888	6,558,488
Onerous Lease Provisions	-	-	-	-
Other	41,201,780	31,448,917	41,201,780	31,448,917
Total	375,165,455	313,515,335	347,358,417	309,364,627

Depreciation & Amortisation

4.38

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Depreciation on Property and Equipment	124,983,243	90,299,894	123,319,621	89,349,165
Depreciation on Investment Property	-	-	-	-
Amortisation of Intangible Assets	3,367,412	3,343,116	3,207,114	3,343,116
Total	128,350,655	93,643,010	126,526,734	92,692,281

Non Operating Income

4.39

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Recovery of Loan Written Off	5,711,207	25,581,626	5,711,207	25,581,626
Other income				
Bargain Purchase Gain	-	669,003,840	-	669,003,840
Others	21,690,840	30,732,481	32,243,840	40,891,368
Total	27,402,047	725,317,947	37,955,047	735,476,834

Non Operating Expenses

4.40

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Loan Written Off	16,717,011	105,936,458	16,717,011	105,936,458
Redundancy Provision	-	-	-	-
Expense of Restructuring	-	-	-	-
Other Expenses	-	-	-	-
Total	16,717,011	105,936,458	16,717,011	105,936,458

Income Tax Expenses

4.41

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Current Tax Expenses	536,347,961	266,285,162	536,347,961	265,337,676
Current Year	536,347,961	266,285,162	536,347,961	265,337,676
Adjustments for Prior Years	-	-	-	-
Deferred Tax Expenses	(65,686,933)	261,652,915	(63,586,765)	261,367,894
Origination and Reversal of Temporary Differences	(76,035,399)	246,657,270	(73,935,231)	246,657,270
Changes in Tax Rate	-	-	-	-
Recognition of Previously Unrecognized Tax Losses	10,348,466	14,995,646	10,348,466	14,710,624
Total Income Tax Expense	470,661,028	527,938,078	472,761,196	526,705,570

4.41.1: Reconciliation of Tax Expenses and Accounting Profit

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Profit Before Tax	1,676,486,057	2,166,835,190	1,706,865,093	2,161,623,344
Tax amount at Tax Rate of 30%	512,059,528	649,789,965	512,059,528	648,487,003
Add: Tax effect of expenses that are not deductible for tax purpose				
Capital Items Cost Upto Rs 5,000 Written Off	551,814	335,390	551,814	335,390
Unabsorbed Repairs and Maintenance	842,033	749,312	901,264	742,062
Staff Bonus pertaining to Final Dividend	-	238,158	-	238,158
Loan W/off	-	31,780,937	-	31,780,937
Depreciation & Amortization	1,823,921	31,261,628	-	30,310,898
Gratuity & Leave Expense Provision	3,108,383	-	3,108,383	-
Carry forward of Unabsorbed Loss on Shares	6,966,728	-	6,966,728	-
Other Expenses	29,188,480	2,064,590	4,647,878	1,965,429
Effect of NFRS Adjustments from Profit Reconciliation	14,055,724	(167,361,052)	14,055,724	(167,361,052)
Less: Tax effect on exempt income	-	-	-	-
Dividend Income	(5,533,073)	(2,844,096)	(1,759,551)	(2,619,740)
Add/ Less: Tax effect on other items	-	-	-	-
Profit on Sale of Fixed Asset	(468,964)	(901,823)	(468,964)	(901,823)
Gratuity & Leave Expense Provision	-	(14,814,825)	-	(14,814,825)
Depreciation & Amortization	(11,058,211)	(1,186,211)	(9,593,109)	-
Recovery of Loan w/off	(1,713,362)	(10,875,466)	(1,713,362)	(7,674,488)

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Excesss LLP Claimed	(14,021,715)	(232,841,477)	(22,611,333)	(232,841,477)
Carried Forward Unabsorbed Lossess of Acquired Institutions	(14,615,193)	(14,615,193)	(14,615,193)	(14,615,193)
Loss on Investment Measured at FVTOCI			(2,700,000)	
Interest Income on Accrual Basis			52,797,949	
Staff Bonus pertaining to above			(5,279,795)	
Interest u/s 118 of Income Tax Act				
Prior Period Error effect	-	(7,693,604)		(7,693,604)
Total Income Tax Expenses	536,347,961	266,285,162	536,347,961	265,337,676
Effective Tax Rate	31.99%	12.29%	31.42%	12.27%

Citizens Bank International Ltd.

Statement of Distributable Profit or Loss

For the year ended 32nd Ashadh, 2075 (July 16, 2018)

Amount in NPR

Particulars	Bank	
	Current Year	Previous Year
Net Profit or (Loss) as per Statement of Profit or Loss	1,234,103,897	1,634,917,774
Appropriations:		
a. General Reserve	(246,820,779)	(216,332,310)
b. Foreign Exchange Fluctuation Fund	(16,719,984)	(14,947,824)
c. Capital Redemption Reserve	(121,428,571)	(100,000,000)
d. Corporate Social Responsibility Fund	(12,341,039)	(10,816,615)
e. Employees' Training Fund		
f. Other	(49,924,000)	(74,745,648)
Profit or (Loss) before Regulatory Adjustment	786,869,523	1,218,075,377
Regulatory Adjustment :		
a. Interest Receivable (-)/ Previous Accrued Interest Received (+)	(210,137,516)	
b. Short Loan Loss Provision in Accounts (-)/ Reversal (+)	-	
c. Short Provision for Possible Losses on Investment (-)/ Reversal (+)	-	
d. Short Loan Loss Provision on Non Banking Assets (-)/ Reversal (+)	(287,547,060)	
e. Deferred Tax Assets Recognized (-)/ Reversal (+)		
f. Goodwill Recognized (-)/ Impairment of Goodwill (+)		
g. Bargain Purchase Gain Recognized (-)/ Reversal (+)	(291,445,773)	
h. Actuarial Loss Recognized (-)/ Reversal (+)		
i. Other (+/-)		
- Fair Value Loss on Investment in Equity Instrument measured at FVTOCI that will not be classified to Profit or Loss	(6,300,000)	
Distributable Profit or (Loss)	(8,560,826)	1,218,075,377

Citizens Bank International Ltd.

Comparison of Unaudited and Audited Financial Statements as of FY 2074/2075

Amount in NPR

Statement of Financial Position	As per Unaudited Financial Statement	As per Audited Financial Statement	Variance		Reasons for Variance
			In amount	In %	
Assets					
Cash and Cash Equivalents	6,067,830	5,046,238	(1,021,592)	-16.84%	Due to reclassification of investment greater than 3 months to investment securities
Due from NRB and Placements with B/FIs	5,662,818	5,680,071	17,253	0.30%	Due to reclassification to cash equivalent
Loans and Advances	58,548,540	57,022,413	(1,526,127)	-2.61%	Due to change in impairment provisions as per carve-out
Investment Securities	4,535,107	5,616,858	1,081,752	23.85%	Due to reclassification of investment greater than 3 months to investment securities
Investment in Subsidiaries and Associates	135,152	135,152	-	-	
Property and Equipment	2,119,400	2,121,593	2,193	0.10%	Due to change in depreciation and prior period error correction
Goodwill and Intangible Assets	70,534	70,534	-	-	
Other Assets	2,203,600	2,017,095	(186,505)	-8.46%	Due to creation of Deferred Tax Liabilities in audited financials against Deferred Tax Asset in Unaudited Financials, change in deferred employee expenditure and reclass of interest accrued of investment securities
Total Assets	79,342,980	77,709,953	(1,633,027)	-2.06%	
Capital and Liabilities					
Paid Up Capital	8,033,236	8,033,236	-	-	
Reserves and Surplus	4,619,633	2,980,675	(1,638,958)	-35.48%	Due to restatement of carried forward retained earnings
Deposits	60,696,027	60,696,027	-	-	
Borrowings	4,030,330	4,030,330	-	-	
Bond and Debenture	498,723	498,723	-	-	
Other Liabilities and Provisions	1,465,031	1,470,962	5,931	0.40%	Due to creation of Deferred Tax Liabilities in audited financials against Deferred Tax Asset in Unaudited Financials
Total Capital and Liabilities	79,342,980	77,709,953	(1,633,027)	-2.06%	
Statement of Profit or Loss					
Interest Income	7,092,697	7,109,388	16,690	0.24%	Due to change in interest recognized on accrual basis and staff finance income
Interest Expense	(4,881,842)	(4,887,320)	(5,478)	0.11%	Due to change in deposit interest expenses
Net Interest Income	2,210,856	2,222,068	11,212	0.51%	
Fee and Commission Income	559,365	559,884	520	0.09%	Due to booking of accrued fees and commission
Fee and Commission Expense	(50,836)	(50,836)	-	-	
Net Fee and Commission Income	2,719,384	2,731,116	11,732	0.43%	
Other Operating Income	299,444	301,771	2,327	0.78%	Due to booking of accrued interest left out
Total Operating Income	3,018,828	3,032,887	14,059	0.47%	
Impairment Charge/ (Reversal) for Loans and Other Losses	(10,034)	(89,317)	(79,282)	790.12%	Due to change in individual impairment provisions and due to adoption of carve-out on loan impairment loss allowance
Net Operating Income	3,008,794	2,943,570	(65,224)	-2.17%	
Personnel Expenses	(752,069)	(784,058)	(31,989)	4.25%	Due to change in staff finance cost and staff bonus provision
Other Operating Expenses	(464,796)	(473,885)	(9,089)	1.96%	Due to booking of additional expenses

Statement of Financial Position	As per Unaudited Financial Statement	As per Audited Financial Statement	Variance		Reasons for Variance
			In amount	In %	
Operating Profit	1,791,929	1,685,627	(106,302)	-5.93%	
Non Operating Income/ Expense	21,249	21,238	(11)	-0.05%	
Profit Before Tax	1,813,178	1,706,865	(106,313)	-5.86%	
Income Tax	(539,705)	(472,761)	66,944	-12.40%	Due to change in deferred tax and profit before tax
Profit/ (Loss) for the Period	1,273,473	1,234,104	(39,369)	-3.09%	
Other Comprehensive Income	-	(9,165)	(9,165)	100.00%	Due to actuarial loss on gratuity and loss on equity investment measured at FVTOCI
Total Comprehensive Income	1,273,473	1,224,939	(48,534)	-3.81%	
Distributable Profit					
Net Profit/ (Loss) as per Profit or Loss	1,273,473	1,234,104	(39,369)	-3.09%	
Add/ Less: Regulatory Adjustment as per NRB Directive	(308,561)	(1,242,665)	934,103	-302.73%	Due to change in profit and changes in appropriation to regulatory reserves
Free Profit/ (Loss) after Regulatory Adjustments	964,912	(8,561)	(973,472)	-100.89%	

5. Disclosures and Additional Notes

5.1. Risk Management

Bank recognizes the importance of Risk Management and has accordingly invested in processes, people and a management structure. Overall risk management function of the Bank is supervised by Risk Management Committee and Internal Audit Committee represented by BOD members and Senior Executives. Risk Management Committee reviews the asset quality at frequent intervals and Internal Audit Committee provides assurance that the internal control systems of the Bank are in place. The human capital is also managed by Human Resource Management and Compensation Committee represented by BOD members and Senior Executives. There is Assets and Liabilities Management Committee (ALCO) represented by Senior Executives of the Bank to monitor the interest rate risk, liquidity risk, exchange risk, market risk, etc. Authority, responsibility and accountability have been fixed to the executives of the Bank. Product policies and programs are duly approved before any new product launches and are reviewed regularly.

5.1.1. Credit risk

Credit Risk is the risk of negative effects on the financial results and the capital of the institution due to the borrower's default on its obligations to the Bank.

Bank has Credit Policy and Investment Policy in place. There is separate Credit Risk Management Department independent from Credit Business Unit.

CRD consists of skilled manpower to analyse risks in different credit functions separately.

Loans are originated at the lower level and evaluated based on credit policy of the Bank and respective loan policy. Credit appraisal is done by risk owner acting within risk management policies and framework. Branches recommend credit facilities to higher approval level with the BOD being highest authority to approve credit facilities that are of highest value of exposure.

Delegated authority, additional documentation and IT system driven controls and laid down procedures are in place to mitigate risk further.

Inherent credit risks are addressed through better safety margin, additional collateral backup, lower exposure and deposit of borrower in bank.

Operations department measures and tracks status of credit portfolio in order to detect any signs of deterioration in financial health of borrower. Comprehensive management information reports are prepared regularly and submitted to senior management. Review of credit portfolio in order to realise possible correlations between them and the environmental factors.

Continuous review process at branch level in order to identify any post disbursement problem credits and immediate action is taken by recovery officers, if any identified. As last resort, legal recovery action is taken in order to reduce negative impact.

5.1.2. Market Risk

Market Risk is discussed at ALCO and within respective division level on open position on daily basis. In depth knowledge of the market and movement in variables are obtained in order to control limits for open position and monthly reports prepared. The open position is assessed on daily basis and risk exposure calculated for allocation of required capital in line with Basel provisions. ALCO ensures jobs are in line with policies and procedures and suggests necessary steps to address risk on interest rate, exchange rate movement and equity price changes. Possible financial impact due to change in market conditions are assessed periodically and actions taken accordingly. The departments are well equipped with advance dealing platform and advanced information technology.

Overview of current interest rate environment and monitoring of the movement of key interest rate indices. Periodic evaluation of net interest position and maturity gap analysis is prepared considering interest rate sensitive assets and liabilities. Interest rate risk indicators are periodically reviewed. The institution's rate

indices are compared in line with market average of industry expert's rate indices of similar instruments with similar characteristics.

Interest rates are altered in line with key policy rates of the Central Bank and interest rate spread is maintained according to the Central Bank's direction. Lending policy rates are adjusted according to changes in market rates in order to mitigate risk of falling interest rate margins.

5.1.3. Operational risk:

Operational risk occurs due to external as well as the internal environment. First step is to clearly identify the risk events, after which appropriate combination of qualitative or quantitative techniques are used to evaluate the magnitude of the consequences due to the occurrence of such events. Key risk indicators and audit findings are mostly used to assess operational risk of the Bank.

The Internal Audit Department conducts audit reviews of the operational processes and reports to the Board level Audit Committee. The Bank then regularly monitors faults or operational failures and responds to them with resolutions and enhancements to internal procedures.

The Bank implements sound internal control systems through instigating the Bank's internal control framework in order to manage operational risk. The IT security aspects of the Bank are examined by the separate unit of Risk Department in line with the IT Policy of the Bank. Moreover, the Bank's system is audited regularly and safety and security standards are improved through suggestions received from the audit.

The operational risk committee oversees any operation risk with help of adequate access to daily reports, operational processes and recommendations to correct any faults in systems and procedures. Further, a separate reporting line is maintained in order to preserve independency of check and balance reporting of daily functions of the Bank.

Adequate focus is placed on staffs of the Bank in order to avoid mistakes due to insufficient knowledge or practise. The staffs are required to attain the necessary skills through various programs such as orientation of the bank's systems and processes on the job and putting them under direct supervision of experienced staffs before being allowed to work independently. Their development is pushed further with conduction of skill development and skill enhancement programs, seminars and workshops on a periodic basis.

Each transaction goes through a check and balance concept where one individual conducts the transaction and the other checks the transaction in order to capture any abnormalities. The deviations are promptly addressed in the lower level as well as centrally through the use of the integrated system.

For the effective management of operational risk, the bank has constituted an Operation Risk Management Committee (ORMC) headed by Deputy Chief Executive Officer. The ORMC which supports RMC is responsible for implementing the Operational Risk Management Policy and adopting the best practices. The key functions of ORMC:

- Establish clear lines of management responsibility, accountability and reporting in such a manner that they are distinct to avoid conflict of interest
- Review all operational risk events and suggest process improvements and mitigants
- Review recent risk events in other banks and elsewhere as available in public domain and suggest key control required from operational risk perspectives

5.1.4. Liquidity Risk:

Liquidity risk indicators such as liquid asset ratio, maturity gap analysis, capital adequacy ratios and funding concentration are used to assess liquidity position and are periodically monitored by ALCO in order to ensure the optimum gearing level of assets and liabilities.

However, treasury department monitors daily liquidity requirement and manages and controls the overall liquidity position of the company.

Treasury front office manages overall liquidity of the Bank. It also ensures that the Cash Reserve Ratio (CRR) is maintained within NRB Directives. It also deals in treasury bills and bonds and manages the lending/borrowing

of currency (local/foreign) at local and international bank and financial institutions within the approved limit. These functions help in the analysis of maturity gap to determine the liquidity position of the bank. As per the results of gap analysis, the bank prepares future plan to manage the deficit or surplus liquidity as per the requirement of funds. While raising short term funds, the treasury negotiates for favourable rates to reduce interest costs, at the same time encouraging longer tenor deposits rather than short term deposits.

Also, in order to reduce liquidity risk to an acceptable level, the institution also maintains adequate unutilised facilities as a safety cushion to honour future cash outflow commitments.

Moreover, the bank regularly projects future cash flows in certain stress scenarios and thus determines the level of liquid assets required. There is appropriate stress test done regularly for the management of liquidity risk.

5.2. Capital Management

Information presented hereunder is as per disclosure requirements of the Capital Adequacy Framework issued by NRB. Disclosures are in respect of the stand-alone capital adequacy of the Bank.

Qualitative Disclosures

The Bank has developed its own internal policy, procedures and structures to manage credit, market and liquidity risk in adverse situation and to make contingency plan accordingly. For the purpose, the Bank has developed Internal Capital Adequacy Assessment Process (ICAAP) which acts as a guiding document for reporting the ongoing assessment of the Bank's risks, how the Bank intends to mitigate those risks and how much current and future capital is necessary having considered other mitigating factors.

Quantitative Disclosures

a. Tier 1 Capital and a breakdown of its components

Tier 1 Capital (Core Capital) (CET1 +AT1)	Amount in NPR
Common Equity Tier 1 (CET 1)	
Paid up Equity Share Capital	8,033,236,401
Equity Share Premium	433,526
Proposed Bonus Equity Shares	-
Statutory General Reserves	1,192,300,666
Retained Earnings	132,228,780
Un-audited current year cumulative profit/ (loss)	-
Capital Redemption Reserve	321,428,571
Capital Adjustment Reserve	-
Dividend Equalization Reserves	-
Bargain Purchase Gain	-
Other Free Reserve	-
Less: Goodwill	-
Less: Intangible Assets	(70,534,031)
Less: Deferred Tax Asset	-
Less: Fictitious Assets	-
Less: Investment in Equity in licensed financial institutions	-
Less: Investment in Equity in institutions with financial interests	(117,200,000)
Less: Investment in Equity of institutions in excess of limits	-
Less Investments arising out of underwriting commitments	-
Less: Reciprocal crossholdings	-
Less: Purchase of land & building in excess of limit and unutilized	(142,993,509)
Less: Cash Flow Hedge	-
Less: Defined Benefit Pension Assets	-
Less: Unrecognized Defined Benefit Pension Liabilities	-

Less: Other Deductions	-
ADJUSTMENT UNDER PILLAR II	-
Less: Shortfall in Provision (6.4 a 1)	-
Less: Loans and Facilities extended to Related Parties and Restricted Lending (6.4 a 2)	-
Additional Tier 1 (AT1)	-
Perpetual Non Cumulative Preference Share Capital	-
Perpetual Debt Instruments	-
Stock Premium	-
Tier 1 Capital (Core Capital) (CET1 +AT1)	9,348,900,404

b. Tier 2 Capital and a breakdown of its components

Tier 2 Capital (Supplementary Capital)	Amount in NPR
Cumulative and/ or Redeemable Preference Share	-
Subordinated Term Debt	200,000,000
Hybrid Capital Instruments	-
Stock Premium	-
General Loan Loss Provision	540,257,552
Exchange Equalization Reserve	49,775,519
Investment Adjustment Reserve	-
Assets Revaluation Reserve	-
Other Reserves	-
Supplementary Capital (Tier 2)	790,033,071

c. Detailed Information about the Subordinated Term Debt with information on the outstanding amount, maturity, amount raised during the year and amount eligible to be reckoned as capital funds.

8.5% Citizens Bank Bond, 2077	Amount in NPR
Outstanding Amount	500,000,000
Maturity Date	Poush 2077
Amount raised during the year	-
Amount eligible for Tier 2 Capital Fund (net of redemption reserve)	200,000,000

The Bank has created debenture redemption reserve, and appropriated NPR 71.43 Million each year, i.e. proportionately in the total duration of the Bond, starting from Poush 2070. The current balance of Redemption Reserve stands at NPR 321.43 Million.

d. Deduction from Capital

The Bank has deducted the following items in calculation of Tier 1 Capital:

- NPR 70.53 Million Intangible Assets.
- NPR 117.20 Million invested in equity capital of subsidiary company.
- NPR 142.99 Million for unutilized portion of land and building for more than 2 years from the date of acquisition/purchase.

e. Total Qualifying Capital

Description	Amount in NPR
Common Equity Tier 1 Capital (CET 1)	9,348,900,404
Tier 1 Capital	9,348,900,404
Tier 2 Capital	790,033,071
Total Capital Fund (Tier 1 and Tier 2)	10,138,933,476
Risk Weighted Exposures	73,250,246,916

f. Capital Adequacy Ratio

Description	Amount in NPR
Leverage Ratio	9.54%
Common Equity Tier 1 Capital to Total Risk Weighted Exposures ratio	12.76%
Tier 1 Capital to Total Risk Weighted Exposures Ratio	12.76%
Total Capital to Total Risk Weighted Exposures Ratio	13.84%

Risk Weighted Exposures

g. Risk weighted exposures for Credit Risk, Market Risk and Operational Risk

Risk Weighted Exposures	Amount in NPR
Risk Weighted Exposure for Credit Risk	67,250,355,430
Risk Weighted Exposure for Operational Risk	3,313,014,293
Risk Weighted Exposure for Market Risk	127,359,168
Add: 2% of RWE as Supervisory Haircut	1,413,814,578
Add: 4% of Operational Risk as Supervisory Haircut	1,145,703,447
Total Risk Weighted Exposures (after bank's adjustments of Pillar II)	73,250,246,916

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

Risk Weighted Exposure	Amount in NPR
Categories of Credit Risk	
Claims On Government and Central Bank	-
Claims On Other Official Entities	-
Claims On Banks	1,254,269,918
Claims on Corporate And Securities Firms	28,828,905,001
Claims On Regulatory Retail Portfolio	8,183,792,868
Claims Secured By Residential Properties	1,981,192,573
Claims Secured By Commercial Real Estate	3,750,758,986
Past Due Claims	479,197,324
High Risk Claims	9,840,749,923
Other Assets	4,990,840,795
Off Balance Sheet Items	7,940,648,041
Total Credit Risk Weighted Exposures	67,250,355,430

i. Total Risk Weighted Exposure calculation table:

Risk Weighted Exposures	Amount in NPR
Credit Risk exposure	67,250,355,430
Operational Risk Exposure	3,313,014,293
Market Risk Exposure	127,359,168
Adjustments under Pillar II	
Add: 2% of RWE as Supervisory Haircut	1,413,814,578
Add: 4% of Operational Risk as Supervisory Haircut	1,145,703,447
Total Risk Weighted Exposures	73,250,246,916
Total Core Capital (CET1 +AT1)	9,348,900,404
Total Capital Fund (Tier 1 and Tier 2)	10,138,933,476
Common Equity Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	12.76%

Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	12.76%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.84%

j. Amount of Non Performing Assets as per regulatory classification

Amount in NPR

Particulars	Gross Amount	Provision	Net Amount
Rescheduled / Restructured	-	-	-
Sub Standard	56,122,763	13,520,864	42,601,899
Doubtful	28,891,191	14,258,096	14,633,096
Loss	775,529,486	774,403,934	1,125,552
Total	860,543,440	802,182,894	58,360,546

k. Ratio of Non Performing Assets as per regulatory classification

Particulars	Percentage
Total NPL to Total Loans & Advances	1.48%
Net NPL to Net Loans & Advances	0.10%

l. Movement of Non Performing Assets as per regulatory classification

Amount in NPR

Particulars	Previous Year	Current Year	Change
Rescheduled / Restructured	-	-	-
Sub Standard	48,898,672	56,122,763	14.77%
Doubtful	182,507,287	28,891,191	-84.17%
Loss	749,384,316	775,529,486	3.49%
Total	815,308,419	860,543,440	5.55%

m. Write off of Loans and Interest Suspense

Amount in NPR

Particulars	Previous Year	Current Year	Change
Loan written off	105,936,458	16,717,011	-84.22%
Interest Suspense written off	(135,883,001)	137,837,027	-201.44%

n. Movements in Loan Loss Provision and Interest Suspense

Amount in NPR

Particulars	Previous Year	Current Year	Change	
			Amount	%
Loan Loss Provision	1,356,605,254	1,445,921,895	89,316,641	8.07%
Interest Suspense	674,533,587	759,326,664	84,793,077	12.57%

o. Details of Additional Loan Loss Provision as per regulatory classification

Amount in NPR

Particulars	Previous Year	Current Year	Additional Provision in Current Year	Change
Pass Loan	472,942,902	543,416,051	70,473,149	14.90%
Watchlist	30,799,724	100,322,950	69,523,226	225.73%
Rescheduled / Restructured	-	-	-	-

Sub Standard	12,224,668	13,520,864	1,296,196	10.60%
Doubtful	91,253,644	14,258,096	(76,995,548)	-84.38%
Loss	749,384,316	774,403,934	25,019,618	3.34%
Additional			-	
Total	1,356,605,254	1,445,921,895	89,316,641	6.58%

p. Segregation of Investments Portfolio

Particulars	Amount in NPR
Investment securities measured at amortized cost	5,457,642,301
Investment in equity measured at FVTOCI	159,216,001
Trading Assets	76,236,446
Total	5,693,094,748

q. Summary of the Bank's internal approach to assess the adequacy of its capital to support current and future activities, if applicable.

The current paid up capital of the Bank stands at NPR 8,033,236,401.

r. Summary of the terms, conditions and main features of all capital instruments specially in case of subordinated term debts including hybrid capital instruments.

All the capital of the Banks are unconditional. The Bank has Subordinated Debt of 500,000 8.5% Citizens Bank Bond, 2077, the main features of which are as under:

Name	8.5% Citizens Bank Bond, 2077
Amount	NPR 500,000,000
Interest Rate	8.5% per annum (before tax) payable quarterly
Type	Unsecured and Redeemable at Maturity No call / convertible feature
Numbers of Debentures	500,000 (Five Hundred Thousand Only)
Face Value	NPR 1,000
Maturity Period	7 Years
Priority to Debenture Holders	At the time of liquidation, priority of payment to the debenture holders will be after the depositors and secured creditors.
Listing	Listed with Nepal Stock Exchange

The Bank has created debenture redemption reserve, and appropriated NPR 71.43 Million each year, i.e. proportionately in the total duration of the Bond, starting from Poush 2070. The current balance of Redemption Reserve stands at NPR 321.43 Million.

5.3. Classification of Financial Assets and Financial Liabilities

The fair values of the financial instruments of the Group are done by referring to externally quoted prices or observable/ unobservable pricing inputs in accordance with the following hierarchy:

Level 1 fair value measurements are those derived from unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2 valuations are those with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 portfolios are those where there are unobservable inputs of the instruments. The inputs are not based on observable market data.

This fair value may differ from the actual amount that may be received or paid on settlement, realization or maturity of those financial instruments.

Following table demonstrates the valuation hierarchy wise fair values of financial instruments of the Group:

Amount in NPR

Financial Assets	Bank				Group			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments								
Forward Exchange Contract		36,385,944		36,385,944		36,385,944		36,385,944
Other Trading Assets								
Quoted Equities	76,236,446			76,236,446	142,662,000			142,662,000
Unquoted Equities								
Investment Securities								
Investment securities measured at amortized cost								
Treasury Bills			2,054,787,363	2,054,787,363			2,054,787,363	2,054,787,363
Government Securities			3,402,854,939	3,402,854,939			3,402,854,939	3,402,854,939
Investment in equity measured at FVTOCI								
Quoted Equities	141,000,000			141,000,000	141,000,000			141,000,000
Unquoted Equities			18,216,001	18,216,001			18,216,001	18,216,001
Total	217,236,446	36,385,944	5,475,858,303	5,729,480,693	283,662,000	36,385,944	5,475,858,303	5,795,906,247
Financial Liabilities								
Derivative Financial Instruments								
Total								

Financial Assets and Liabilities not carried at Fair Value

There are financial assets and liabilities that are not measured at fair value due to lack of observable pricing inputs or external quoted price and their carrying amount best represents and approximates the fair value or the settlement value.

Following table demonstrates the financial assets and liabilities of the Group not carried at fair value:

Amount in NPR

Financial Assets	Bank	Group
Cash and Cash equivalents	5,046,237,676	5,148,467,404
Due from Nepal Rastra Bank	3,690,192,293	3,690,192,293
Placement With Bank And Financial Institutions	1,989,878,358	1,989,878,358
Loans And Advances To B/FIs	1,420,646,197	1,420,646,197
Loans And Advances To Customers	55,601,766,580	55,598,967,114
Current Tax Assets	114,653,791	114,653,791
Investment In Subsidiaries	117,200,000	-
Investment In Associates	17,951,500	23,903,192
Investment Property	287,547,060	287,547,060
Property And Equipment	2,121,592,854	2,127,954,165
Goodwill And Intangible Assets	70,534,031	71,173,137
Deferred Tax Assets		
Other Assets	1,502,271,961	1,486,416,313
Total	71,980,472,301	71,959,799,024

Financial Liabilities	Bank	Group
Due To Banks And Financial Institutions	3,335,288,532	3,335,288,532
Due To Nepal Rastra Bank	695,041,370	695,041,370
Deposits From Customers	60,696,026,972	60,605,815,636
Borrowing		
Current Tax Liabilities		
Provisions	5,306,626	5,526,126
Deferred Tax Liabilities	17,677,499	15,292,307
Other Liabilities	1,447,977,647	1,554,811,509
Debt Securities Issued	498,722,911	498,722,911
Subordinated Liabilities		
Total	66,696,041,556	66,710,498,390

5.4. Operating Segment Information

1. General Information

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

The Bank has identified the reportable segment as the business activities from which it earns revenues and incurs expenses, including revenues and expenses that relating to transactions with any of the Group's other components, whose operating results are reviewed by the management to make decision about resource allocation to each segment and assess its performance.

The Bank comprises the following major business segments on the nature of products and services of the Bank:

- Banking,
- Treasury,
- Cards,
- Remittance and
- Branchless Banking.

Segment results that have been reported include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

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

I. Banking

This segment includes all existing branches. The major product and service of this segment is loans and deposits. The segment generates its revenue from its interest on loan and major expense comprises the interest expense.

II. Treasury

This segment primarily includes the investments in securities, bonds, treasury bills and dealing in the foreign currencies and gold, silvers, etc. The segment generates its revenue from the interest on bonds, debentures, etc and the gain on foreign exchange and gain on the revaluation of investments.

III. Cards

This segment introduces new innovation on digital banking and transactional banking. Introduction of credit card, debit card, e-wallet, e-banking, etc. are its major products and the segment generates its revenue from the registration fee, application charge, annual maintenance charge, commission from agents, etc.

IV. Remittance

This segment collects remittances from abroad through various agencies and transfers to the customers after collecting the charges/ commission. Major source of income is commission received from the agents for the collection and distribution to the customers.

V. Branchless Banking

The segment provides services to the areas without bank branches through various projects and agents. The source of income of this segment is international/ national projects and commission from various agents, etc.

2. Information about profit or loss, assets and liabilities

Amount in NPR '000

S.N.	Particulars	Banking	Treasury	Card	Remittance	BLB	Total
(a)	Revenues from external customers	509,464	292	34,110	11,533	-	555,400
(b)	Expenses to external customers	(11,935)	(6,615)	(17,192)	(1,792)	(48)	(37,582)
(c)	Intersegment revenues	-	-	-	-	-	-
(d)	Net Revenue	497,529	(6,322)	16,918	9,741	(48)	517,818
(e)	Interest revenue	6,741,965	354,363	4,764	-	-	7,101,093
(f)	Interest expense	(4,719,818)	(124,886)	-	-	-	(4,844,703)
(g)	Net Interest revenue(b)	2,022,147	229,478	4,764	-	-	2,256,389
(h)	Other income	(149,372)	445,482	(45)	4,192	7,750	308,008
(i)	Depreciation and amortization	(62,074)	(130)	(101)	(43)	(262)	(62,611)
(j)	Other expenses	(650,047)	(7,228)	(5,303)	(2,488)	(7,616)	(672,682)
(k)	Segment profit	1,658,184	661,280	16,233	11,401	(175)	2,346,922
(l)	Entity's interest in the profit or loss of associates accounted for using equity method						
(m)	Other material non-cash item						
(n)	Impairment of assets	(89,317)	-	-	-	-	(89,317)
(o)	Segment Assets	59,353,302	16,026,978	13,862	13,143	6,055	75,413,341
(p)	Segment Liabilities	61,977,204	4,352,640	24,202	4,725	505	66,359,276

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

a) Basis of accounting for any transactions between reportable segments

The intersegment revenue has been distributed between segments on the basis of pre-determined sharing ratio determined on the basis of resources used of the service providing segment and the segment to which the product or service belongs to. Such revenues are included in core revenue of the segment as allocation of revenue and not included in intersegment revenue. No any other notional intersegment pricing has been done.

b) Nature of any differences between the measurements of the reportable segments profits or losses and the entity's profit or loss before income tax

Not Applicable

c) Nature of any differences between the measurements of the reportable segments assets and the entity's assets.

Not Applicable

d) Nature of any changes from prior periods in the measurement methods used to determine reported segments profit or loss and the effect, if any, and

Not Applicable

e) Nature and effect of any asymmetrical allocations to reportable segments

There are no asymmetrical allocations to reportable segments. The incomes, expenses, assets and liabilities that are not identifiable to particular segment have not been allocated. The unallocated items comprise mainly

corporate assets (primarily the Bank's corporate building), head office expenses, share capital, general reserves and tax assets and liabilities and prepaid expenses and provision for expenses.

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

(a)	Revenue	Amount in NPR '000
	Total revenues for reportable segments	2,774,207
	Other revenues	308,008
	Elimination of intersegment revenues	-
	Entity's Revenue	3,082,215
(b)	Profit or Loss	Amount in NPR '000
	Total profit or loss for reportable segments	2,346,922
	Other profit or loss	(89,317)
	Elimination of intersegment profits	-
	Unallocated amounts	(550,741)
	Profit before Income Tax	1,706,865
(c)	Assets	Amount in NPR '000
	Total assets for reportable segments	75,413,341
	Other assets	-
	Unallocated amounts	2,296,612
	Entity's Assets	77,709,953
(d)	Liabilities	Amount in NPR '000
	Total liabilities for reportable segments	66,359,276
	Other liabilities	-
	Unallocated liabilities	336,765
	Entity's Liabilities	66,696,042

5. Information about products and services

Revenue from each type of product and services described in point no. 1(b) above:

S.N.	Particulars	Amount in NPR '000
(a)	Banking	2,370,305
(b)	Treasury	668,638
(c)	Card	21,637
(d)	Remittance	13,933
(e)	BLB	7,703
	Total	3,082,215

6. Information about geographical areas

The operations of the Bank could be segmented on the basis of geographical presence in each of the Provinces. However, the Province wise results do not constitute major role in the decision making process of the management.

7. Information about major customers

No any single external customer revenue amounts to 10 percent or more of the Bank's revenue.

5.5. Related Party Disclosure

5.5.1. Related Party Disclosure of the Bank

The related parties of the Bank which meets the definition of related parties as defined in "NAS 16 Related Party Disclosures" are as follows:

Key Management Personnel (KMP)

The key management personnel are those persons having authority and responsibility of planning, directing and controlling the activities of the entity, directly or indirectly including any director. The key management of the Bank includes members of its Board of Directors, Chief Executive Officer, and other higher level employee of the Bank. The name of the key management personnel who were holding various positions in the office during the year are as follows:

Name of the Key Management Personnel	Post
Mr. Shankar Prasad Sharma	BOD Chairman
Mr. Bal Krishna Prasai	Director
Mr. Prakash Chandra Mainali	Director
Mr. Pabitra Kumar Karki	Director
Mr. Bijaya Dhoj Karki	Director
Dr. Chanda Karki	Director
Mr. Avanindra Kumar Shrestha	Director
Mr. Chandra Tandon	Former Director
Mr. Rajan Singh Bhandari	Chief Executive Officer
Mr. Ganesh Raj Pokharel	Deputy Chief Executive Officer
Mr. Bodh Raj Devkota	Assistant Chief Executive Officer
Mr. Ramdhan Shrestha	Assistant Chief Executive Officer
Mr. Samir Prasad Dahal	Chief Executive Officer- CBIL Capital Ltd. (on deputation from the Bank in the subsidiary company)
Mr. Rajendra Lal Shrestha	Chief Risk and Recovery Officer
Mr. Paras Kumar Kafle	Chief Operating Officer
Ms. Umang Sharma	Chief Administrative Officer
Mr. Sumit Babu Khatri	Chief Credit Officer
Mr. Sanjeeb Kumar Shrestha	Chief IT Officer
Mr. Pramesh Raj Kayastha	Chief Finance Officer

Subsidiary Company

Name and percentage of shareholding in Subsidiary Company is as below:

S.N.	Particulars	Shareholding %
a.	CBIL Capital Ltd.	68.94 %

Associate Companies

S.N.	Particulars	Shareholding %
a.	Nepal Electronic Payment Systems Ltd.	8.57%
b.	Nepal Clearing House Ltd.	1.64%

Fund Sponsor

S.N.	Particulars	Shareholding %
a.	Citizens Mutual Fund- I	18.29%

i. Compensation to Key Management Personnel

The members of Board of Directors are entitled for meeting allowances. Salary and allowances are provided to Chief Executive Officer and other member of Key Management Personnel (KMP). Salary and allowances paid to

the Chief Executive Officer is based on the contract entered by the Bank with him, whereas compensation paid to other member of KMP are governed by Employees Byelaws and decisions made by management from time to time in this regard. In addition to salaries and allowances, non-cash benefits like vehicle facility, subsidized rate employees loan, termination benefits are also provided to KMP.

The details relating to compensation paid and expenses incurred to key management personnel (directors only) are as follows:

Particulars	Current Year (NPR)
Meeting Fees	2,896,000
Other Board Facility	863,000
Other Expenses	1,964,839
Total	5,723,839

The details relating to compensation paid to key management personnel other than directors are as follows:

Particulars	Current Year (NPR)
Short term employee benefits	54,369,144
Post employment benefits*	4,298,084
Other long term benefits**	1,437,044
Total	60,104,271

* Post employment benefits includes Provident Fund and Gratuity. Provident Fund is deposited in an independent institution and Gratuity is provided for as per actuarial valuation against which investment is made in an independent planned asset.

** Other long term employment benefit includes Home Leave and Sick Leave encashment over and above the accumulation limit set as per Employee Byelaws of the Bank.

*** KMP also get accidental and medical insurance, vehicle, fuel, lunch and mobile facilities as per Employee Byelaws of the Bank.

ii. Transaction with Subsidiary

The Bank has made strategic investment to broaden the scope of service and source of income by investing in share capital of CBIL Capital Ltd., which is the Subsidiary company of the Bank. The Bank holds 68.94% controlling interest in the Subsidiary. Similarly, the Bank has deputed the managerial level staff as the Chief Executive Officer of the Subsidiary and Deputy CEO of the Bank is the Chairman of CBIL Capital. The ACEOs of the Bank are directors of the Subsidiary.

The Subsidiary is engaged in Merchant Banking Services.

- The Bank has entered into a Management Service Agreement (MSA) with Subsidiary for providing management services. Provisions laid in MSA are in line with arm's length principle.
- An agreement has been made between the Bank and the Subsidiary Company to provide following facilities to Subsidiary Company by the Bank for a monthly fee of Rs. 600,000:
 - Bank has deputed its Senior Manager as CEO to its Subsidiary providing salary, allowance and other eligible facilities as per the Bank's Employee Bye-laws.
 - The Bank provides technical assistance required for Computer hardware, software and network maintenance.
 - Internal audit team of the Bank will handle all audit work of its subsidiary and will submit quarterly report to its Audit Committee.
 - Bank has also agreed to provide legal consultancy and vehicle facility to the Subsidiary company.
- Similarly, Bank has rented its building located in Dillibazaar, Kathmandu to the Subsidiary company with the agreement to pay monthly rent of NPR 110,000, which will be increased by 10% in every 2 years.
- All receipt and payment transactions entered into by the Bank with Subsidiary were made net of TDS. TDS has been duly deposited at Tax Office.

5. CBIL Capital Ltd holds a deposit account with the Bank which has a balance of NRs. 90,211,337 as on 32nd Ashadh, 2075.
6. The overall transactions with the Subsidiary included in financial statements of the Bank has been tabulated below:

Particulars	NPR
Statement of Profit or Loss	
Rental Income	1,353,000
Management Fee Income	7,200,000
Server & Database Rental Income	2,000,000
Dividend Income	3,182,500
Interest Income	425,448
Total Income	14,160,957
Interest Paid to Subsidiary	5,844,992
RTS fee to Subsidiary	725,000
Total Expenses	40,879,130
Statement of Financial Position	
Deposit of Subsidiary in Current Deposit	5,000
Deposit of Subsidiary in Call Deposit	5,206,337
Fixed Deposit	85,000,000
Loan Against Fixed Deposit	2,799,481
Dividend payable held with Subsidiary	37,244,724

iii. Transaction with Associates

Investments in Associates have been reported in the statement of financial position of the group and are initially recognized at cost and subsequently accounted for using the equity method. Similarly, the Bank has accounted for investments in associates at cost in separate financial statements.

The Bank has significant influence, but not control, over the financial and operating policies of the company even if the Manager of the Bank is the representative director on behalf of the Bank in the company.

Nepal Electronic Payment Systems Ltd. (NEPS)

NEPS is formulated as a consortium of seven national level commercial Banks, with aim to pool the resources of these Banks together and establish a common platform, which will be more secure, reliable and able to encompass the rapid growth of new technologies in electronic payments.

Executive member Mr. Sanjeeb Kumar Shrestha is the Board member in NEPS. The Bank holds investment of Rs. 15,000,000 in share capital of NEPS which comes to 8.57 % of the total capital of NEPS.

Agreement has been entered by the Bank with NEPS for availing services related to debit cards and credit cards for which Bank makes the payment at an arm's length price.

The aggregate amounts of the transactions during the year from the relevant related party at the year end are summarized below:

Particulars	NPR
Payments made towards transaction fees	7,623,911

The investment in NEPS has been accounted for at cost in separate financial statement of the Bank and as per equity method in consolidated financials.

The following table summarizes the financial information of NEPS in its own financial statements:

Percentage of Ownership- 8.57%	NPR
Non- Current Assets	106,687,419
Current Assets	89,127,060
Non- Current Liabilities	-
Current Liabilities	32,353,278.87
Net Assets	163,461,197
Group's share of net assets	14,010,960
Elimination of unrealized profit on downstream sales	(133,555)
Carrying amount of interest in associates	2,968,459
Revenue	109,088,935
Profit from Continuing Operations	20,872,738.27
Other Comprehensive Income	(277,332.75)
Total Comprehensive Income	20,595,405.52
Elimination of unrealized profit on downstream sales	(133,555)
Group's share of Total Comprehensive Income	1,777,644

Nepal Clearing House Ltd. (NCHL)

Nepal Clearing House Ltd (NCHL) is a public Ltd. company established on 23rd December 2008 (9th Mangsir 2065) under the leadership and guidance of Nepal Rastra Bank (The Central Bank of Nepal). It has the equity participation from Nepal Rastra Bank, commercial Banks, development Banks, finance companies and Smart Choice Technologies (SCT), a private card switch operator.

NCHL has the strategic objectives to establish multiple payments, clearing and settlement systems in Nepal with long term objective to establish a national payments gateway to facilitate electronic payments and financial transactions within the country. Electronic Cheque Clearing (NCHL-ECC) and Inter Bank Payment System (NCHL-IPS) are the national payment systems that are currently in operation.

Executive member Ms. Umang Sharma is the Board member of NCHL. The Bank holds investment of Rs. 2,951,500 in share capital of NCHL which comes to 1.64 % of the total capital of NCHL.

Agreement has been entered by the Bank with NCHL for availing services related to Electronic Cheque Clearing (ECC) and Inter- bank Payment System (IPS) for which Bank makes the payment at an arm's length price. The aggregate amounts of expenses arising from the transactions during the year from the relevant related parties at the year end are summarized below:

Particulars	NPR
Payments made towards transaction fees	6,234,887
Dividend Received net of tax	531,270

The investment in NCHL has been accounted for at cost in separate financial statement of the Bank and as per equity method in consolidated financials.

The following table summarizes the financial information of NCHL in its own financial statements:

Percentage of Ownership- 1.64%	NPR
Non- Current Assets	163,748,303
Current Assets	377,479,177
Non- Current Liabilities	-
Current Liabilities	69,439,201
Net Assets	471,788,279

Group's share of net assets	9,283,221
Elimination of unrealized profit on downstream sales	(68,986)
Carrying amount of interest in associates	
Revenue	361,777,334
Profit from Continuing Operations	181,608,709
Other Comprehensive Income	-
Total Comprehensive Income	181,608,709
Elimination of unrealized profit on downstream sales	(68,986)
Group's share of Total Comprehensive Income	3,572,097

iv. Transaction with Citizens Mutual Fund- I

The Bank is the shareholder holding substantial interest and the sponsor of the Citizens Mutual Fund- I, under the Citizens Mutual Fund (the Fund), registered with Securities Board of Nepal (SEBON), under the Mutual Fund Regulation 2067, as a close ended, equity oriented fund.

The Scheme started its operation on 20th Falgun, 2074 with the maturity period of 7 years (i.e. up to 19th Falgun, 2081). It was listed in Nepal Stock Exchange on 3rd Baisakh, 2075.

The Bank has invested NPR 150,000,000 in Citizens Mutual Fund- I, which has been marked to market and disclosed in Investment measured at Fair Value through Other Comprehensive Income.

The Scheme has Bank Balance of NPR 9,808,176 as on Balance Sheet date with the Bank and the total interest earned from the Bank for fiscal year 2074/75 is NPR 29,142,417. Further, amount of NPR 925 is receivable from the Bank towards advance tax on Call deposit deducted.

The following table summarizes the financial information of Citizens Mutual Fund- I in its own financial statements:

Particulars	NPR
Non Current Assets	-
Current Assets	844,919,825
Non Current Liabilities	-
Current Liabilities	7,199,399
Net Assets Attributable to Unit Holders	837,720,426
Revenue	28,072,559
Profit from Continuing Operations	17,720,426
Other Comprehensive Income	-
Total Comprehensive Income	17,720,426

5.5.2 Related Party Disclosure of the Subsidiary

i. Key Management Personnel (KMP)

The name of the key management personnel who were holding various positions in the office during the year are as follows:

Name of the Key Management Personnel	Post
Mr. Ganesh Raj Pokharel	Chairman
Mr. Bodh Raj Devkota	Board Member
Mr. Ramdhan Shrestha	Board Member
Mr. Vinay Kumar Sharma	Board Member (Independent Director)
Mr. Bhola Prasad Pandey	Board Member (Independent Director)
CA Samir Prasad Dahal	Chief Executive Officer

The details relating to compensation paid to key management personnel (directors only) are as follows:

Particulars	Current Year (NPR)
Meeting Fees	410,500
Total	410,500

The details relating to compensation paid to key management personnel other than directors are as follows:

Chief Executive Officer of CBIL Capital Ltd. has been receiving monthly salary from the Bank (Parent company). CBIL Capital Ltd has made contract with CEO that he will be entitled with incentive from the company based on profit during the year as decided by Board of Directors. Since, the company has reported loss during the fiscal year 2074/75, no incentive has been provided during the year.

ii. Parent Company

During the fiscal year, following receipts and payments were made to/ from the Parent Company Citizens Bank International Ltd.:

Particulars	Total Amount NPR
Office Rental Expenses	1,353,000
Technical Fee Paid	7,200,000
Server & Database Rental Expenses	2,000,000
Dividend payment for FY 2073/74	3,447,000
Interest on Loan against FDR	425,448
Total Expenses	14,425,448
Interest Received on Deposits	5,844,992
Share Registrar Fees Received	725,000
Total Income	6,569,992

Outstanding balance of transaction done on behalf of the Parent company Citizens Bank International Ltd:

Citizens Bank International Ltd	Total Amount NPR
Dividend Payable to Shareholders	37,235,750
RTS Sharing payable	5,806
Total	37,241,556

5.6 Operational Lease Expenses

The details of Actual Lease Liability and Future Minimum Lease Payments of the Bank are tabulated below:

Actual Lease Liability	2074/75 (NPR)
Less than one year	42,912,121
Between one to five years	160,681,621
More than five years	116,419,556
Total	320,013,298

Future minimum lease payments	2074/75 (NPR)
Less than one year	45,890,927
Between one to five years	167,182,483
More than five years	106,939,888
Total	320,013,298

The details of Actual Lease Liability and Future Minimum Lease Payments of the subsidiary are tabulated below:

Actual Lease Liability	2074/75 (NPR)
Less than one year	1,452,000
Between one to five years	6,479,550
More than five years	5,182,914
Total	13,114,464

Future Minimum Lease Payments	2074/75 (NPR)
Less than one year	1,619,227
Between one to five years	6,476,908
More than five years	5,018,329
Total	13,114,464

5.7 Detail of Loans and Advances

Particulars	To Customers	To BFIs
Loans and Advances	56,520,000,553	1,434,996,159
Interest Receivables on Loans and Advances	209,839,477	-
Staff Loans and Advances	303,200,446	-
Interest Receivables on Staff Loans and Advances	298,038	-
Total Loans and Advances [a]	57,033,338,515	1,434,996,159
Impairment Provision charge		
i. Total Impairment as per NAS 39	351,185,458	-
Individual Impairment (Specific Provision)	173,172,207	
Collective Impairment (General Loan Loss Provision)	178,013,250	
ii. Impairment as per norms of NRB in loan loss provision	1,431,571,935	14,349,962
Collective Impairment	529,066,089	14,349,962
Individual Impairment	902,505,845	
Impairment charge for the year, higher of i. and ii. [b]	1,431,571,935	14,349,962
Net Loans and Advances [a-b]	55,601,766,580	1,420,646,197

Impairment calculation as per NAS 39

The Bank has considered evidence of impairment for loans and advances measured at amortized cost at both specific asset and collective level. The Bank first assesses individually whether objective evidence of impairment exists for financial assets that are individually significant and that are not individually significant and that are found not impaired individually are assessed collectively.

The Bank has covered 36.98% of total loans and advances to customers and BFIs (in terms of principal outstanding) for individual impairment assessment. The Bank believes that coverage to this extent provides adequate assurance on the reliability of impairment assessment of gross loans and advances.

The Bank has then grouped loans and advances made to customers into different portfolios based on the general product type so as to achieve similarity in credit risk and repayment characteristics among loan accounts grouped within a given portfolio for collective assessment of impairment. The groupings done are Home Loans, Short Term Loans, Long Term Loans, Personal Loans and Vehicle Loans.

The Bank has considered overdue movement trend of past 3 years and current year data and loss given default rate from the data since inception of the Bank for deriving loss rate in collective impairment of loans and advances.

Impairment as per norms of NRB in loan loss provision

The Bank has provided for impairment provision as per norms of NRB in loan loss provision as given in NRB Directive no. 2 on the basis of overdue period of principal and interest. Additional criteria include personal guarantee loans, security shortfalls, blacklisting of borrowers, rescheduled loans, etc.

5.8 Staff Loans and Advances and Employee Benefits included in Loans and Advances to Customers of the Bank

Presented in financial statements under loans and advances to customers are staff loans and advances extended in line with the Employee Byelaws of the Bank. Eligibility criteria for availing staff loans are directly linked to the period of service under permanent payroll of the Bank, as per the Employee Byelaws of the Bank.

The carrying amount as at the balance sheet date is as under:

Amount in NPR

Particulars	2074/75	2073/74
Staff Vehicle Loan	61,745,843	48,896,304
Staff Home Loan	174,026,643	126,719,934
Employee Advances	64,895,380	50,005,421
Credit Card Receivable	2,532,580	1,631,933
Total	303,200,446	227,253,593

5.9 Liability For Long-Service Leave

The detail of liability for long- service leave recognized in Other Liabilities in Statement of Financial Position is as follows:

Amount in NPR

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Present Value Of Unfunded Obligations	7,181,863	-	7,181,863	
Present Value Of Funded Obligations	74,511,433	36,624,279	74,511,433	36,624,279
Total Present Value Of Obligations	81,693,296	36,624,279	81,693,296	36,624,279
Fair Value Of Plan Assets	74,511,433	36,624,279	74,511,433	36,624,279
Present Value Of Net Obligations	7,181,863	-	7,181,863	-
Recognized Liability For Defined Benefit Obligations	81,693,296	36,624,279	81,693,296	36,624,279

Plan Assets

Plan assets comprise	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Equity Securities				
Government Bonds				
Bank Deposit				
Other	74,511,433	36,624,279	74,511,433	36,624,279
Total	74,511,433	36,624,279	74,511,433	36,624,279

Movement in the Present Value of Defined Benefit Obligations

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligations At Shrawan 1	36,624,279	49,999,942	36,624,279	49,999,942
Actuarial Losses	47,814,798	(24,281,098)	47,814,798	(24,281,098)

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Benefits Paid By The Plan	(17,072,023)	(14,349,978)	(17,072,023)	(14,349,978)
Current Service Costs And Interest	14,326,242	25,255,413	14,326,242	25,255,413
Defined Benefit Obligations At Ashadh End	81,693,296	36,624,279	81,693,296	36,624,279

Movement in the Fair Value of Plan Assets

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Fair Value Of Plan Assets At Shrawan 1	36,624,280	-	36,624,280	-
Contributions Paid Into The Plan	54,935,912	36,624,279	54,935,912	36,624,279
Benefits Paid During The Year	(17,072,023)	-	(17,072,023)	-
Actuarial (Losses) Gains	-	-	-	-
Expected Return On Plan Assets	23,264	-	23,264	-
Fair Value Of Plan Assets At Ashadh End	74,511,433	36,624,279	74,511,433	36,624,279

Amount Recognized in Profit or Loss

Particulars	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Current Service Costs	12,079,181	21,266,376	12,079,181	21,266,376
Interest On Obligation	2,247,061	3,989,037	2,247,061	3,989,037
Actuarial (Gain)/ Losses	52,236,032	-	52,236,032	-
Expected Return On Plan Assets	(4,444,498)	-	(4,444,498)	-
Total	62,117,776	25,255,413	62,117,776	25,255,413

The long service leave expenses of NPR 212,154 have been capitalized to Work In Progress on account of core banking software customization and development.

5.10 Taxation

Status of Tax Assessment

In the current fiscal year, Large Taxpayers Office (LTO) has completed the tax assessment of the Bank of FY 2070/71 (2013-14) and former Nepal Housing & Merchant Finance Ltd. (NHMFL) of FY 2070/71 (2013-14), with additional Tax demand of NPR 11,562,467.65 and NPR 528,836.23 respectively. All demand dues of former NHMFL and TDS and VAT demand of the Bank has been settled during FY 2074/75. However, the Bank has applied for the administrative review for Income Tax demand for NPR 10.103 million.

Further, the Bank has filed for the administrative review for the Bank for FY 2068/69 (2011-12) and 2069/70 (2012-13), with additional Tax demand of NPR 8,346,517 and NPR 12,396,861 respectively. The Bank has also filed for appeal in Revenue Tribunal against tax assessment of FY 2067/68 (2010-11), with additional income tax demand of NPR 2,885,729. Similarly, tax assessment of acquired institutions, People's Finance Ltd. of FY 2067/68 (2010-11) and Nepal Housing and Merchant Finance Ltd. of FY 2068/69 (2011-12) are under Administrative Review with additional tax demand of NPR 21,002,255 and NPR 3,446,694 respectively.

Similarly, in case of FY 2063/64 (2006-07) and 2064/65 (2007-08), the Bank has filed for petition with Supreme Court, which is yet to be decided. The disputed tax amount is NPR 5,376,087 of FY 2063/64 (2006-07) and 2064/65 (2007-08).

The Bank has disclosed the disputed tax amount of NPR 63,557,281 as contingent liability.

The self assessment returns filed by the Bank for FY 2071/72 (2014-15) to 2073/74 (2016-17), has not yet been opened for reassessment by the LTO.

Current Year Tax

Current year tax liability has been recognized on net profit at the rate of 30% after required adjustment to arrive at taxable profit.

Reconciliation between current year tax liability and current tax based on net profit of the book has been given in Note 4.41.1.

Deferred Tax

Deferred tax is computed at 30% of the temporary differences between accounting base and tax base. Deferred tax assets/ liabilities and the calculation of deferred taxes is given in Note 4.15 of Statement of Financial Position.

5.11. Statutory Reserves and Funds

The reserves of the Bank include statutory reserves and funds set aside for specific purpose as per Banks and Financial Institutions Act, 2073 and NRB Directives. The various reserves and funds are as below:

i. General Reserve

General Reserve is created as per Section 44 of the Banks and Financial Institutions Act 2073 equivalent to 20% of the net profit earned during the year until the reserve is twice the paid up share capital of the Bank, after which, 10% of the net profit earned during the year shall be set aside as General Reserve. During the year, the Bank has transferred NPR 246,820,779 to General Reserve from Retained Earnings.

Such reserve could not be expensed or transferred to other heads without prior approval of Nepal Rastra Bank.

ii. Exchange Fluctuation Reserve Fund

Exchange Fluctuation Reserve is the reserve created as per Section 45 of the Banks and Financial Institutions Act, 2073, equivalent to 25% of the foreign exchange gain realized on the translation of foreign currency to the reporting currency during the year, other than Indian Rupees. During the year, the Bank has transferred NPR 16,719,984 to General Reserve from Retained Earnings.

Such reserve could not be expensed or transferred to other heads without prior approval of Nepal Rastra Bank, other than to set off revaluation loss incurred, if any during the year.

iii. Investment Adjustment Reserve

Investment Adjustment Reserve has been created as per the regulatory requirement of NRB Directive no 8. During the year, NPR 49,924,000 has been transferred from Retained Earnings to Investment Adjustment Reserve.

The detail of investment adjustment reserve is as follows:

Particulars	Investment Amount (NPR)	Investment Adjustment Reserve (NPR)
Nepal Electronic Payment System Ltd.	15,000,000	15,000,000
Prabhu Capital Ltd.	3,000,000	3,000,000
CBIL Capital Ltd	117,200,000	117,200,000
Total	135,200,000	135,200,000

iv. Bond Redemption Reserve

The Bank has issued Subordinated Debt of 500,000 8.5% Citizens Bank Bond, 2077 of NPR 500,000,000 as per NRB approval dated 2070/09/01. The Bank has set aside fund of NPR 321,428,571 to Capital Redemption Reserve on time proportion basis by transferring additional NPR 121,428,571 to Capital Redemption Reserve in the FY 2074/75.

v. Employees Training Cost and Employees Capacity Development Fund

Employees training cost of NPR 15,493,317 has been incurred during the year which is above the 3% of the employee cost of the previous year 2074/75 as per NRB Directive No. 06/2074. Hence, employees capacity development fund has not been created during the year.

vi. Corporate Social Responsibility (CSR) Fund

During the year, the Bank has expensed NPR 12,126,888 on CSR activities. Hence, the sum of NPR 10,816,615 has been transferred from CSR fund created in previous year to retained earnings in the current year.

Similarly, additional CSR Fund of NPR 12,213,666 has been created as per NRB Directive No. 06/2074. The fund so created shall be used for CSR activities of the Bank in the next fiscal year as per Corporate Social Responsibility Manual of the Bank.

The total movement of Bond Redemption Reserve, Corporate Social Responsibility Fund, Investment Adjustment Reserve and Employee Training Cost and Employees Capacity Development Fund reflected in totality in Statement of Changes in Equity under Other Reserve are as follows:

Other Reserve	Amount in NPR
Balance as on Shrawan 1, 2074	302,940,278
Other comprehensive income, net of tax	
Actuarial gains/(losses) on defined benefit plans	(2,865,086)
Transfer to Reserve	
Corporate Social Responsibility	12,341,039
Bond Redemption Reserve	121,428,571
Transfer from Reserve	
Corporate Social Responsibility	(10,816,615)
Investment Adjustment Reserve	49,924,000
Balance as on Ashadh 31st, 2075	472,952,187

vii. Regulatory Reserve

The regulatory reserve has been created of NPR 795,430,349 in the current year as per NRB Directive 4 (3)(ka). The detail of regulatory reserve created in the current year is given in the Statement of Distributable Profit or Loss.

The Bank has proposed to distribute bonus share equivalent to NPR 291,445,773 out of regulatory reserve created on account of Gain on Bargain Purchase booked from business combination of Premier Finance Ltd.,

The detail of movement of Reserves of the Bank is summarized as below:

Movement in Reserves of the Bank	Opening Balance	Transfer from Retained Earnings	Transfer to Retained Earnings	Other Reserve Movement	Closing Balance
Statutory General Reserve	945,479,886	246,820,779			1,192,300,666
Exchange Equalization Reserve	33,055,535	16,719,984			49,775,519
Corporate Social Responsibility Reserve	10,816,615	12,341,039	(10,816,615)		12,341,039
Capital Redemption Reserve	200,000,000	121,428,571			321,428,571
Regulatory Reserve	-	795,430,349			795,430,349
Investment Adjustment Reserve	85,276,000	(67,276,000)			18,000,000
Capital Reserve	-				-
Assets Revaluation Reserve	343,854,012				343,854,012
Fair Value Reserve	-			(6,300,000)	(6,300,000)
Dividend Equalization Reserve	-				-
Actuarial Gain	6,847,663		(2,865,086)		3,982,577
Special Reserve	-				-
Other Reserve	-				-
Total	1,625,329,711	1,125,464,723	(13,681,701)	(6,300,000)	2,730,812,733

5.12 Share Premium

During the year, the Bank has not issued any shares at premium.

Similarly, the cumulative share premium of NPR 532,361,307 has been transferred to share capital on account of issuance of bonus shares to the shareholders of the Bank on account of bonus share declared of previous year.

5.13 Proposed Bonus Share

The Board of Directors of the Bank has proposed bonus share of 3.628 percent of paid up capital of the Bank subject to approval from Nepal Rastra Bank and Annual General Meeting of the shareholders of the Bank.

5.14 Proposed Dividend

The Board of Directors of the Bank has proposed Cash Dividend of 1.635 percent on paid up share capital of the Bank subject to approval from Nepal Rastra Bank and Annual General Meeting of the shareholders of the Bank.

Since, the CBIL Capital Ltd. has incurred loss during the year, no dividend has been proposed.

5.15 Provision for Bonus to Employees

Provision for staff bonus has been made as per Bonus Act 2030, calculated at 10% of net profit before bonus. For the FY 2074/75, the Bank has made provision of NPR. 189,651,677 towards Staff Bonus.

5.16 Provision for Employees Housing

As per the terms of service of the staff provision for providing housing loans to eligible staff, a separate housing fund has not been created as required by Labor Act, 2074.

5.17 Non-Deliverable Forward (NDF) Contract

Liabilities on account of derivative contracts entered into by the Bank are reported under Contingent Liabilities under sub-heading Outstanding Liabilities for Forward Exchange Contract. These include notional principal on outstanding forward rate agreements. The Forward Exchange Contract is marked to market and resulting difference is recognized in Statement of Profit or Loss.

The unsettled proprietary NDF contract of NPR 27.20 million has been marked to market at exchange rate of INR/USD = 68.5877/1 as on reporting date.

5.18. Earnings Per Share

Basic Earnings Per Share

Earnings per share, also called net income per share, is a market prospect ratio that measures the amount of net income/ loss earned per share of stock outstanding. In other words, this is the amount of money each share of stock would receive if all of the profits were distributed to the outstanding shares at the end of the year. It is calculated by dividing profit or loss attributable to ordinary equity holders by the average number of ordinary shares outstanding during the period.

The earnings attributable to the ordinary equity holders consists of the earnings of the Bank after deduction of all expenses, tax expense and preference dividends, differences arising on the settlement of preference shares, and other similar effects of preference shares classified as equity.

The calculation of basic earnings per share of the Bank has been based on the profit/ loss attributable to ordinary shareholders and weighted average number of shares outstanding as tabulated below:

Particulars	2074/75	2073/74
Profit attributable to ordinary shareholders NPR	1,234,103,897	1,634,917,774
Weighted average number of ordinary shares	80,307,348	80,291,601
Basic Earnings Per Share NPR	15.37	20.36

Weighted average number of ordinary shares calculation

FY 2074/75	Nos. of Shares	Shares Outstanding	Portion of the year	Weighted Average Shares
Opening Balance	69,216,897	69,216,897	1.0000	69,216,897
Bonus Share of FY 2073/74	11,074,704	80,291,601	1.0000	11,074,704
Fractional Shares (Bonus Portion)	40,764	80,332,364	0.3863	15,747
Total	80,332,364			80,307,348

FY 2073/74	Nos. of Shares	Shares Outstanding	Portion of the year	Weighted Average Shares
Reported Nos of shares	69,216,897	69,216,897	1.00	69,216,897
Restated Nos of shares adjusted for issue of bonus share	11,074,704	80,291,601	1.00	80,291,601

The calculation of basic earnings per share of the Subsidiary has been based on the profit/ loss attributable to ordinary shareholders and weighted average number of shares outstanding as tabulated below:

Particulars	2074/75	2073/74
Profit attributable to ordinary shareholders NPR	(28,278,868)	3,979,337
Weighted average number of ordinary shares	1,354,511	1,000,000
Basic Earnings Per Share NPR	(20.88)	3.98

Weighted average number of ordinary shares calculation

FY 2074/75	Nos. of Shares	Shares Outstanding	Portion of the year	Weighted Average Shares
Opening Balance	1,000,000	1,000,000	1.0000	1,000,000
Right Share of FY 2074/75	554,214	1,554,214	0.56	309,752
Right Share of FY 2074/75	45,786	1,600,000	0.53	24,210
Additional Investment	100,000	1,700,000	0.21	20,548
	1,700,000			1,354,511

FY 2073/74	Nos. of Shares	Shares Outstanding	Portion of the year	Weighted Average Shares
Reported Nos of shares	1,000,000	1,000,000	1.00	1,000,000

Diluted Earnings Per Share

Diluted shares are the shares that would be outstanding if all possible sources of conversion, such as convertible bonds and stock options, were exercised. Specific financial figures in terms of fully diluted shares outstanding are reported to allow investors to properly assess the Bank's financial situation.

There are no dilutive shares during the year of the Bank and the Subsidiary.

5.19. Events after reporting period

There are no material events after Balance Sheet date affecting financial status of the Group as on Ashadh end, 2075.

5.20. Interim Financial Statements

The Interim Financial Statements of the Group have been prepared and published on quarterly basis, in accordance with NRB Directives no. 4 in compliance of statutory and legal requirement within the time frame prescribed, except for fourth quarterly interim financial statements, that has been prepared as per NFRS and previous NRB Directive no 4.

5.21 Age-wise particulars of reconciliation pending items (1 year, 1-3 years, and above 3 years) in agency accounts of the Bank

i. Inter Branch Account

There is no unreconciled transaction in Inter branch Accounts of the Bank as on year end FY 2074/75.

ii. Nepal Rastra Bank

NPR in '000

Time Duration	Ledger Debit	Ledger Credit	Statement Debit	Statement Credit
1 month and below	-	455,502.01	-	34.78
1 - 3 months	-	5,218.01	-	-
3 - 6 months	-	1,805.00	-	-
6 - 12 months	-	13.92	-	-
1 - 2 years	-	-	-	-
Total	-	462,538.93	-	34.78

iii. Local Financial Institutions

NPR in '000

Time Duration	Ledger Debit	Ledger Credit	Statement Debit	Statement Credit
1 month and below	341.15	449.84	1,954.01	4,578.10
1 - 3 months	-	-	-	-
3 - 6 months	-	-	-	-
6 - 12 months	-	-	-	-
1 - 2 years	-	-	-	-
Total	341.15	449.84	1,954.01	4,578.10

iv. Foreign Bank

NPR in '000

Time Duration	Ledger Debit	Ledger Credit	Statement Debit	Statement Credit
1 month and below	-	179,176.37	109,713.84	6,869.41
1 - 3 months	-	886.29	-	-
3 - 6 months	-	29.62	-	2.19
6 - 12 months	-	1,051.69	-	1.65
1 - 2 years	-	-	-	-
Total	-	181,143.91	109,713.84	6,873.25

5.22. Correction of Prior Period Error

5.22.1. Income Tax

During the current fiscal year, it has been discovered that the deferred tax of the Bank has been wrongly recognized in the previous fiscal year. As a consequence, income tax expenses have been understated and net profit and retained earnings overstated. The errors have been corrected by restating each of the affected financial statement line items of prior periods. The following table summarizes the impacts on the financial statements:

Amount in NPR

Particulars	FY 2073/74		
	As Reported	Adjustments	Restated
Statement of Profit or Loss			
Income Tax			
Deferred Tax Expenses	(231,108,602)		(265,337,676)
Current Tax Expenses	(265,337,676)		(261,367,894)
Income Tax Expenses	(496,446,278)	(30,259,292)	(526,705,570)
Effect in Profit/ (Loss) for the year	-	(30,259,292)	1,634,917,774
Attributable to equity shareholders	-	(30,259,292)	1,634,917,774
Statement of Other Comprehensive Income			
Income tax relating to items of OCI	-	(1,195,651)	(1,195,651)
Total Comprehensive Income For The Period	1,509,316,109	(1,195,651)	1,637,707,625
Statement of Financial Position			
Deferred Tax Assets	87,873,011	(87,873,011)	-
Deferred Tax Liabilities	-	85,192,158	85,192,158
Effect in			
Basic Earnings Per Share			20.36
Diluted Earnings Per Share		-	-

5.22.2. Fixed Assets and Deferred Tax

During the current fiscal year, it has been discovered that the fixed assets of the Bank have been wrongly recognized in the previous fiscal year. As a consequence, depreciation expenses have been overstated and retained earnings and fixed assets have been understated. The errors have been corrected by restating each of the affected financial statement line items of prior periods. The following table summarizes the impacts on the financial statements:

Amount in NPR

Particulars	FY 2073/74		
	As Reported	Adjustments	Restated
Statement of Profit or Loss			
Depreciation & Amortization	(94,176,350)	1,484,069	(92,692,281)
Deferred Tax		(440,972)	(262,563,544)
Effect in Profit/ (Loss) for the year	-	1,043,097	1,634,917,774
Attributable to Equity Shareholders	-	1,043,097	1,634,917,774
Statement of Financial Position			
Property and Equipment			
Cost			
Building	342,799,707	22,154,803	364,954,510
Furniture and Fixtures	147,263,825	(13,149,617)	134,114,208
Office Equipment	228,004,408	(9,005,190)	218,999,218
Accumulated Depreciation			
Building	27,096,174	494,690	27,590,864
Furniture and Fixtures	83,929,151	(1,174,423)	82,754,728
Office Equipment	131,120,441	(804,506)	130,315,935

Net Book Value		
Building	374,878,585	337,363,646
Furniture and Fixtures	63,334,674	51,359,480
Office Equipment	96,883,967	88,683,283
Deferred Tax	(440,972)	85,192,158
Effect in		
Basic Earnings Per Share	-	20.36
Diluted Earnings Per Share	-	-

5.22.3 Accounting for Gratuity and Leave as per actuarial valuation

During the current fiscal year, it has been discovered that the actuarial gain/ loss in long service leave have been wrongly recognized in the Statement of Other Comprehensive Income instead of Statement of Profit or Loss in the prior fiscal years. As a consequence, Personnel Expenses have been overstated and consequently net profit understated and Other Comprehensive Income overstated. Similarly, the actuarial reserve carried forward was also inflated. The errors have now been corrected by restating each of the affected financial statement.

Amount in NPR

Particulars	FY 2073/74		
	As Reported	Adjustments	Restated
Statement of Profit or Loss			
Personnel Expenses	(603,845,240)	24,281,098	(579,564,141)
Income Tax Expense		(1,195,651)	(526,705,570)
Effect in Profit/ (Loss) for the year			1,634,917,774
Attributable to equity shareholders			1,634,917,774
Statement of Other Comprehensive Income, net of tax			
Actuarial gains/(losses) on defined benefit plans	28,266,600	(25,476,749)	2,789,851
Statement of Financial Position			
Reserves			
Actuarial Gain	42,125,076	(35,277,413)	6,847,663
Retained Earnings		35,277,413	763,369,942
Effect in			
Basic Earnings Per Share		-	20.36
Diluted Earnings Per Share		-	-

5.23. Changes in Accounting Policy

During the current fiscal year, the Bank has used the carve-out and assessed and measured impairment loss on Loans 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.

Prior to this change in policy, the Bank had assessed at the end of each reporting period, whether there is any objective evidence that a financial asset or group of financial assets measured at amortized cost is impaired. If any such evidence exists, the Bank applied paragraph 63 to determine the amount of any impairment loss.

The impact of this voluntary use of carve-outs on each line items of the financial statements of previous year is summarized in the table below:

Amount in NPR

Particulars	FY 2073/74		
	As Reported	Adjustments	Restated
Statement of Profit or Loss			
Impairment (Charge)/ Reversal for Loans and Other Losses	(61,516,994)	158,482,211	96,965,217
Income Tax Expense	(496,446,278)	(30,259,292)	(526,705,570)
Profit for the Period		-	1,634,917,774
Attributable to Equity Shareholders		-	1,634,917,774
Statement of Financial Position			
Assets			
Loans and Advances to Customers	46,872,491,101	(850,989,665)	46,021,501,436
Deferred Tax Assets	87,873,011	(87,873,011)	-
Liabilities			
Deferred Tax Liabilities	-	85,192,158	85,192,158
Equity			
Total Equity Attributable to Equity Holders	11,024,604,203	(1,181,420,055)	9,843,184,148
Effect in			
Basic Earnings Per Share		-	20.36
Diluted Earnings Per Share		-	-

5.24. NFRS Carve-Outs Adjustments

During the current fiscal year, the Group has not applied the numbers of standards as prescribed in NFRS and used the NFRS carve- out adjustments. As a consequence, the net profit and retained earnings have been impacted.

The impacts of each carve- out adjustment done and the affected financial statement line items have been summarized as follows wherever quantifiable or described otherwise:

5.24.1. NAS 39: Recognition and Measurement (Incurred Loss Model to measure the Impairment Loss on Loans and Advances)

NAS 39 Para 58 requires an entity to assess at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets measured at amortized cost is impaired. If any such evidence exists, the entity shall apply paragraph 63 to determine the amount of any impairment loss.

However, as per carve out on NAS 39 Para 58, the Bank has assessed and 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 impacts of the application of carve- out in the current year financials is as under:

Amount in NPR

Particulars	FY 2074/75		
	Without carve-out	Impact	As Reported
Statement of Profit or Loss			
Impairment (Charge)/ Reversal for Loans and Other Losses	(18,608,782)		(89,316,642)
Profit for the Period	1,279,306,566		1,234,103,897
Attributable to Equity Shareholders	1,279,306,566	(45,202,669)	1,234,103,897

Statement of Financial Position

Assets			
Loans and Advances to Customers	56,667,843,611	(1,066,077,031)	55,601,766,580
Liabilities			
Deferred Tax Liabilities	346,098,430	(328,420,931)	17,677,499
Equity			
Retained Earnings	(219,994,155)	352,222,936	132,228,780
Reserves	3,952,241,730	(1,104,228,997)	2,848,012,733
Effect in			
Basic Earnings Per Share	15.93		15.37
Diluted Earnings Per Share	-		-

5.24.2. NAS 39: Recognition and Measurement (Impracticability to determine transaction cost of all previous years which is the part of effective interest rate)

NAS 39 Para 9 requires using of the effective interest rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, an entity shall estimate cash flows considering all contractual terms of the financial instrument (for example, prepayment, call and similar options) but shall not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts. There is a presumption that the cash flows and the expected life of a group of similar financial instruments can be estimated reliably. However, in those rare cases when it is not possible to estimate reliably the cash flows or the expected life of a financial instrument (or group of financial instruments), the entity shall use the contractual cash flows over the full contractual term of the financial instrument (or group of financial instruments).

However, as per carve out on NAS 39 Para 9, the Bank has not included the fees and points paid or received 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.

The Bank shall adopt the NAS 39 Para 9 in its 2018-19 financial statements or later.

5.24.3. NAS 39: Recognition and Measurement (Impracticability to determine interest income on amortized cost)

As per NAS 39 Para AG93, once a financial asset or a group of similar financial assets have been written down as a result of an impairment loss, interest income is thereafter recognized using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

However, 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.

The Bank shall adopt the NAS 39 Para AG93 in its 2018-19 financial statements or later.

5.25 Restatement/ reclassification of Previous Year Figures

5.25.1 Retained Earnings

Out of Bargain Purchase Gain equivalent to NPR 669,003,840 included in Retained Earnings in previous year, NPR 33,270,529 has been reclassified/ transferred to General Reserve and NPR 433,526 has been reclassified/ transferred to Share Premium account, NPR 343,854,012 has been reclassified/ transferred to Asset Revaluation Reserve. The sum transferred to General Reserve, Share Premium and Asset Revaluation Reserves are on account of restatement respective reserves of acquired institution.

The detail of restatement of retained earnings in financial statements of previous year as a result of changes in accounting policy, correction of error and reclassification are as follows:

Amount in NPR

Particulars	Reported	Changes in Accounting Policy (Carve-out adjustment)	Correction of Error	Reclassification to Reserves	Restated
Statement of Financial Position					
Balance of Retained Earnings as on 1 st Shrawan, 2073	1,985,680,671		(139,871,166) (Reference Note 5.22)		1,845,809,505
Balance of Retained Earnings as on 31 st Ashadh, 2074	2,287,070,651	(1,009,719,133) (Reference Note 5.23)	(136,423,507) (Reference Note 5.22)	(377,558,067) (As mentioned above)	763,369,942

Citizens Bank International Ltd.
Restatement/ Reclassification of Previous Year Audited Financial Statement
Statement of Financial Position
As at 31st Ashadh, 2074 (July 15, 2017)

Particulars	Audited	Change	Restated	Remarks
Assets				
Cash And Cash Equivalent	6,078,365,521	(2,190,896,703)	3,887,468,818	Reclassification to Due from Nepal Rastra Bank
Due From Nepal Rastra Bank		2,190,896,703	2,190,896,703	Reclassification from Cash and Cash Equivalent
Placement With Bank And Financial Institutions		1,568,014,418	1,568,014,418	Reclassified from Investment Securities
Derivative Financial Instruments		21,975,955	21,975,955	Reclassified from Other Assets
Other Trading Assets		51,442,831	51,442,831	Reclassified from Investment Securities
Loans And Advances To B/FIs	1,625,856,443	(158,729,467)	1,467,126,976	Due to changes in accounting policy by opting for carve out in impairment loss provision
Loans And Advances To Customers	46,483,553,791	(462,052,355)	46,021,501,436	Reclassification of Staff Loans and Advances from Other Assets and Due to changes in accounting policy by opting for carve out in impairment loss provision
Investment Securities	8,449,820,208	(1,664,214,287)	6,785,605,921	Reclassified to placement with BFIs, trading assets and investment in associates and subsidiaries
Current Tax Assets	300,791,522	-	300,791,522	
Investment In Subsidiaries		67,000,000	67,000,000	Reclassified from Investment Securities
Investment In Associates		31,751,500	31,751,500	Reclassified from Investment Securities
Investment Property		390,066,062	390,066,062	Reclassified from Other Assets
Property And Equipment	1,684,760,738	73,785,692	1,758,546,430	Reclassified from Intangible assets and prior period error correction
Goodwill And Intangible Assets	80,368,112	(72,301,622)	8,066,489	Reclassified to Property and Equipment

Particulars	Audited	Change	Restated	Remarks
Deferred Tax Assets	87,873,011	(87,873,011)	-	Due to creation of Deferred Tax Liabilities in NFRS report against Deferred Tax Asset in NRB Report. Reference Note 5.22.1
Other Assets	2,186,452,727	(855,093,610)	1,331,359,117	Reclassified Non- Banking Assets to Investment Property, Receivables of Non- Deliverable Forward to Derivative Financial Instruments Assets and Staff Loans and Advances to Loans and Advances to Customers.
Total Assets	66,977,842,073	(1,096,227,895)	65,881,614,179	
Liabilities				
Due To Banks And Financial Institutions	2,501,906,804	-	2,501,906,804	
Due To Nepal Rastra Bank	33,578,077	-	33,578,077	
Derivative Financial Instruments		-	-	
Deposits From Customers	51,716,674,652	-	51,716,674,652	
Borrowing		-	-	
Current Tax Liabilities		-	-	
Provisions	173,627,534	(173,627,534)	-	Reclassified provision for bonus and other expenses to Other Liabilities
Deferred Tax Liabilities		85,192,159	85,192,159	Due to creation of Deferred Tax Liabilities in NFRS report against Deferred Tax Asset in NRB Report. Reference Note 5.22.1
Other Liabilities	1,029,301,990	173,627,534	1,202,929,525	Reclassified provision for bonus and other expenses from Provisions
Debt Securities Issued	498,148,814	-	498,148,814	
Subordinated Liabilities		-	-	
Total Liabilities	55,953,237,871	85,192,160	56,038,430,031	
Equity				
Share Capital	6,921,689,662	-	6,921,689,662	
Share Premium		532,794,833	532,794,833	Reclassification from Reserves
Retained Earnings	2,287,070,651	(1,523,700,709)	763,369,942	Due to prior period error correction and changes in accounting policy. Reference Note 5.22 & 5.23
Reserves	1,815,843,890	(190,514,180)	1,625,329,711	Reclassification to Share Premium and reclassification of Regulatory Reserve from Retained Earnings. Reference Note 5.25.1
Total Equity Attributable To Equity Holders	11,024,604,203	(1,181,420,055)	9,843,184,148	
Non-Controlling Interest		-	-	
Total Equity	11,024,604,203	(1,181,420,055)	9,843,184,148	
Total Liabilities And Equity	66,977,842,073	(1,096,227,895)	65,881,614,179	

Statement of Profit or Loss

For the year ended 31st Ashadh, 2074 (July 15, 2017)

Particulars	Audited	Change	Restated	Remarks
Interest Income	4,960,197,979	-	4,960,197,979	
Interest Expenses	(3,169,957,746)	-	(3,169,957,746)	
Net Interest Income	1,790,240,233	-	1,790,240,233	
Fees And Commission Income	468,614,552	(39,403,438)	429,211,115	Reclassified to Non Operating Income
Fees And Commission Expenses	(37,071,648)	3,674,793	(33,396,855)	Reclassified to Other Operating Expenses
Net Fee And Commission Income	431,542,904	(35,728,645)	395,814,259	
Net Interest, Fee And Commission Income	2,221,783,137	(35,728,645)	2,186,054,492	
Net Trading Income	205,141,830	(68,347,362)	136,794,468	Reclassification of Revaluation gain/loss and dividend of equity instruments to other operating income
Other Operating Income	721,735,695	(627,845,855)	93,889,840	Reclassification of recovery of loan written off and other miscellaneous income to Non operating income
Total Operating Income	3,148,660,662	(731,921,862)	2,416,738,801	
Impairment (Charge)/Reversal For Loans And Other Losses	(61,516,994)	158,482,211	96,965,217	Due to change in accounting policy. Reference note 5.23
Net Operating Income	3,087,143,668	(573,439,651)	2,513,704,017	
Operating Expense		-		
Personnel Expenses	(603,845,240)	-	(579,564,141)	
Other Operating Expenses	(411,626,291)	102,261,664	(309,364,627)	Due to loan written off reclassification to Non Operating Expenses and reclassification of miscellaneous expenses from fees and commission expenses
Depreciation & Amortization	(94,176,350)	1,484,069	(92,692,281)	Due to prior period error correction. Reference Note 5.22.2
Operating Profit	1,977,495,787	(445,412,820)	1,532,082,967	
Non Operating Income		735,476,834	735,476,834	Reclassification of recovery of loan written off and other miscellaneous income from other operating income and Other non operating fees reclassified from Fees and Commission Income
Non Operating Expense		(105,936,458)	(105,936,458)	Due to loan written off reclassified from Other Operating Expenses
Profit Before Income Tax	1,977,495,787	184,127,556	2,161,623,344	
Income Tax Expense		-		
Current Tax	(265,337,676)	1,195,651	(264,142,025)	Due to prior period error correction (Reference Note. 5.22.1)
Deferred Tax	(231,108,602)	(31,454,942)	(262,563,544)	Due to prior period error correction. Reference Note 5.22.1
Profit For The Period	1,481,049,509	153,868,265	1,634,917,774	
Other Comprehensive Income	28,266,600	(25,476,749)	2,789,851	Due to prior period error correction (Reference Note. 5.22.3)
Total Comprehensive Income	1,509,316,109	128,391,516	1,637,707,625	

5.26. Key Financial Indicators

	Indicators	Fiscal Year 2070/71	Fiscal Year 2071/72	Fiscal Year 2072/73	Fiscal Year 2073/74	Fiscal Year 2074/75
1. Net Profit / Gross Income	Percent	17.81	23.17	27.31	19.36	15.41
2. Earnings Per Share (Basic)	NPR	23.7	30.94	35.25	20.27	15.37
3. Market Value Per Share	NPR	539	489	680	403	236
4. Price Earnings Ratio	Times	22.74	15.8	19.29	19.88	15.36
5. Dividend (including bonus) on Share Capital	Percent	18.95	21.05	25.78	17.00	5.263
6. Cash Dividend on Share Capital	Percent	5.95	1.05	1.29	1.00	1.635
7. Interest Income / Loans and Advances	Percent	11.44	10.19	9.41	10.55	12.93
8. Staff Expenses / Total Operating Expenses	Percent	38.11	42.57	44.19	44.94	62.33
9. Interest Expenses / Total Deposits and Borrowings	Percent	5.37	4.6	4.38	6.32	8.15
10. Foreign Exchange Gain / Total Income	Percent	2.71	3.17	3.62	3.27	3.32
11. Staff Bonus / Total Staff Expenses	Percent	40.56	41.2	52.13	35.90	24.19
12 Net Profit / Loans and Advances	Percent	2.42	2.75	3.10	2.43	2.30
13. Return on Total Assets	Percent	1.71	1.95	2.24	1.80	1.72
14. Total Credit / Deposits	Percent	82.87	81.6	85.59	91.89	92.75
15. Total Operating Expenses / Total Assets	Percent	1.49	1.58	1.38	1.62	1.75
16. Adequacy of Capital Fund on Risk Weighted Assets	Percent	12.99	13.27	12.40	16.88	13.84
Core Capital	Percent	10.26	10.74	10.57	15.37	12.76
Supplementary Capital	Percent	2.73	2.53	1.83	1.51	1.08
17. Non-Performing Loans / Total Loans (As per NRB Directive)	Percent	3.4	1.53	1.38	2.02	1.48
18. Weighted Average Interest Rate Spread (As per NRB Directive)	Percent	4.99	4.22	3.96	3.19	3.84
19. Book Net Worth Per Share	NPR	116	121	121	136	137
20. Number of Equity Shares (At Year End)	Nos.	21,018,400	25,543,615	30,652,338	69,216,897	80,332,364
21. Number of Permanent Staffs	Nos.	399	532	652	684	844
22. Return on Equity	Percent	18.09	19.26	20.36	11.52	11.20
23. Dividend Pay Out Ratio	Ratio	0.80	0.68	0.73	0.84	0.34
24. Earnings Yield	Percent	4.40	6.33	5.18	5.03	6.51
25. Dividend Yield	Percent	3.52	4.30	3.79	4.22	2.23
26. Cost to Operating Income Ratio	Percent	30.72	36.15	31.32	40.44	41.48
27. Total Assets to Shareholder' Fund	Times	11.70	11.09	10.38	6.97	7.06
28. Shareholders' Fund to Total Liability including Contingent Liability	Percent	7.38	7.42	7.39	10.95	12.03
29. Base Rate	Percent	8.16	7.30	6.06	11.17	11.78
30. CCD Ratio as per NRB Directives	Percent	75.45	74.95	77.63	78.63	77.87
31. Number of Branches	Nos.	42	54	56	60	78
32. Number of ATMs	Nos.	38	44	49	57	70
33. Net Profit per staff	NPR	1,248,353	1,353,963	1,657,021	1,581,377	1,462,208
34. Per employee staff cost	NPR	414,959	465,940	452,764	642,581	928,979
35. Diluted Earnings Per Share	NPR			24.55	20.36	15.37

Note: Ratios of FY 2070/71, 2071/72, 2072/73 and 2073/74 are as per previous GAAP report and ratios of FY 2075/76 are as per NFRS complied financial statements unless otherwise indicated.

5.27. Shareholders holding 0.5% or more shares

The list of shareholders holding 0.5% or more shares of the Bank are as follows:

S.N.	NAME	PROMOTER SHARES	ORDINARY SHARES	NUMBER OF SHARES HELD	PAID UP VALUE NPR	% OF SHAREHOLDING
1	Citizen Investment Trust	2,644,121	986,866	3,630,987	363,098,700	4.52
2	Urmila Pandey	2,941,059	664,957	3,606,016	360,601,600	4.489
3	Janak Bista	3,220,023	-	3,220,023	322,002,300	4.008
4	Bijendra Joshi	1,354,930	387,413	1,742,343	174,234,300	2.169
5	Manohar Das Mool	1,090,723	405,245	1,495,968	149,596,800	1.862
6	Pavitra Kumar Karki	1,016,194	382,007	1,398,201	139,820,100	1.741
7	Soni Joshi	1,016,194	378,900	1,395,094	139,509,400	1.737
8	Rabindra Man Singh Pradhan	1,016,194	377,561	1,393,755	139,375,500	1.735
9	Sabitri Sharma	1,059,127	232,773	1,291,900	129,190,000	1.608
10	Ramesh Sharma	812,960	302,049	1,115,009	111,500,900	1.388
11	Jagannath Gyawali	541,730	256,863	798,593	79,859,300	0.994
12	Arjun Prasad Sharma	549,243	245,651	794,894	79,489,400	0.99
13	Shankar Prasad Sharma	681,570	109,752	791,322	79,132,200	0.985
14	Sulochan Raj Rajbhandary	541,971	201,370	743,341	74,334,100	0.925
15	Anin Rajbhandari	496,871	177,398	674,269	67,426,900	0.839
16	Narendra Kumar Deo Bhatta	541,970	99,626	641,596	64,159,600	0.799
17	Ramita Bhattarai	460,677	130,094	590,771	59,077,100	0.735
18	Manita Bhattarai	460,677	129,001	589,678	58,967,800	0.734
19	Pratap Jung Pandey	467,453	103,733	571,186	57,118,600	0.711
20	S R Hydro And Investment Pvt. Ltd	539,960	29,217	569,177	56,917,700	0.709
21	Ram Prasad Shrestha	406,208	152,609	558,817	55,881,700	0.696
22	Baburam Pokharel	406,480	151,026	557,506	55,750,600	0.694
23	Rajesh Khadka	406,480	151,026	557,506	55,750,600	0.694
24	Prem Bahadur Shrestha	540,025	12,193	552,218	55,221,800	0.687
25	Anil Kumar Dhungel	541,842	-	541,842	54,184,200	0.675
26	Sandhya Regmi (Shivakoti)	382,497	142,115	524,612	52,461,200	0.653
27	Chintamani Bhattarai	379,380	140,957	520,337	52,033,700	0.648
28	NLG Insurance Co. Ltd	514,246	-	514,246	51,424,600	0.64
29	Dhruba Kumar Shrestha	508,100	-	508,100	50,810,000	0.632
30	Badri Kumar Shrestha	508,100	-	508,100	50,810,000	0.632
31	Shrawan Kumar Rana	338,732	72,841	411,573	41,157,300	0.512
32	Usha Kiran Shrestha	407,454	-	407,454	40,745,400	0.507
33	Pradeep Kumar Shrestha	406,096	-	406,096	40,609,600	0.506
34	Chandra Investment Pvt. Ltd	311,138	91,369	402,507	40,250,700	0.501
TOTAL		27,510,425	6,514,612	34,025,037	3,402,503,700	



नेपाल राष्ट्र बैंक बैंक सुपरिवेक्षण विभाग



केन्द्रीय कार्यालय
बालुवाटार, काठमाडौं।
फोन नं. ४४१९८०५, ७
फ्याक्स नं. ४४१०१५९
Site: www.nrb.org.np
Email: bsr@nrb.org.np
पोस्ट बक्स ७३

प.सं: बै.सु.वि./अफसाइट/एजिएम/१७/२०७५-७६

सिटिजन्स बैंक इन्टरनेसनल लिमिटेड,
नारायणहिटि पथ, काठमाडौं।

ACFO (Finance) + CS
for needful.
Date: 23/08/2075
मिति: २०७५/०९/०८

विषय: लाभांश घोषणा/वितरण तथा वित्तीय विवरण प्रकाशन सम्बन्धमा।

महाशय

त्यस बैंकबाट पेश गरिएका वित्तीय विवरण तथा अन्य कागजातका आधारमा बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३ को दफा ४७ को उपदफा (२) का प्रावधानहरु पालना गरेको देखिएको हुँदा, ऐ. ऐनको उपदफा (१) बमोजिम प्रस्तावित रु. २९,१४,४५,७७३/- (अक्षरेपी उन्नानतिस करोड चौध लाख पैतालिस हजार सात सय त्रिहत्तर मात्र) बराबरको बोनस शेयर तथा रु. १३,१३,५६,१४३/- (अक्षरेपी तेह्र करोड तेह्र लाख छपन्न हजार एक सय त्रिचालिस मात्र) नगद लाभांश अन्य प्रचलित कानूनी व्यवस्थाको समेत पालना गर्ने गरी वार्षिक साधारण सभाबाट स्वीकृत भएको अवस्थामा मात्रै वितरण गर्न स्वीकृतिका साथै आ व. २०७४/७५ को वार्षिक हिसाब वार्षिक साधारण सभामा स्वीकृतिको लागि पेश गर्ने प्रयोजनाथ देहायका निर्देशन सहित सार्वजनिक गर्न मात्र सहमति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउँदछु।

१. लेखापरिक्षण प्रतिवेदनमा उल्लेख गरिएका कैफियतहरु पूर्ण रुपले सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिने आवश्यक व्यवस्था मिलाउनु हुन।
२. यस बैंकबाट जारी गरिएको एकीकृत निर्देशनको निर्देशन नं. १० को बुँदा नं. ७ बमोजिम इजाजतपत्र प्राप्त कुनै एक बैंक तथा वित्तीय संस्थाको संस्थापक शेयरमा लगानी गर्दा चुक्ता पुँजीको बढीमा १५ प्रतिशत र अन्य बैंक तथा वित्तीय संस्थाहरुमा चुक्ता पुँजीको बढीमा १ प्रतिशतसम्म मात्र लगानी गर्न सकिने व्यवस्था रहेकोले उल्लिखित सीमामन्दा बढी शेयर धारण गर्ने संस्थापक शेयरधनीहरु रहेमा ती संस्थापक शेयरधनीहरुले आफ्नो शेयर सो सीमामित्र नल्याएसम्म प्रस्तावित नगद लाभांश तथा बोनस शेयर वितरण रोक्का राख्ने व्यवस्था मिलाउनु हुन।

उपरोक्त निर्देशनलाई त्यस बैंकको वार्षिक प्रतिवेदनको छुट्टै पानामा प्रकाशित गर्नुहुन।

भवदीय,

(विना ढकाल)

उप-निर्देशक

बोधार्थ :

१. नेपाल राष्ट्र बैंक, बैंक तथा वित्तीय संस्था नियमन विभाग।
२. बैंक सुपरिवेक्षण विभाग, प्रतिवेदन कार्यान्वयन इकाई, सिटिजन्स बैंक इन्टरनेसनल लिमिटेड।

बैंकको प्रतिक्रिया:

बैंकले उपरोक्त निर्देशनहरुको कार्यान्वयनको व्यवस्था गरिसकेको व्यहोरा जानकारीका लागि अनुरोध गर्दछौं।

प्रबन्धपत्रमा गरिएको प्रस्तावित संशोधनको तीन महले

प्रबन्धपत्रको दफा ४(कछ), ४(कज), ४(कभ) र ५(ढ) थप र ५(ख) र (ग) मा संशोधन:

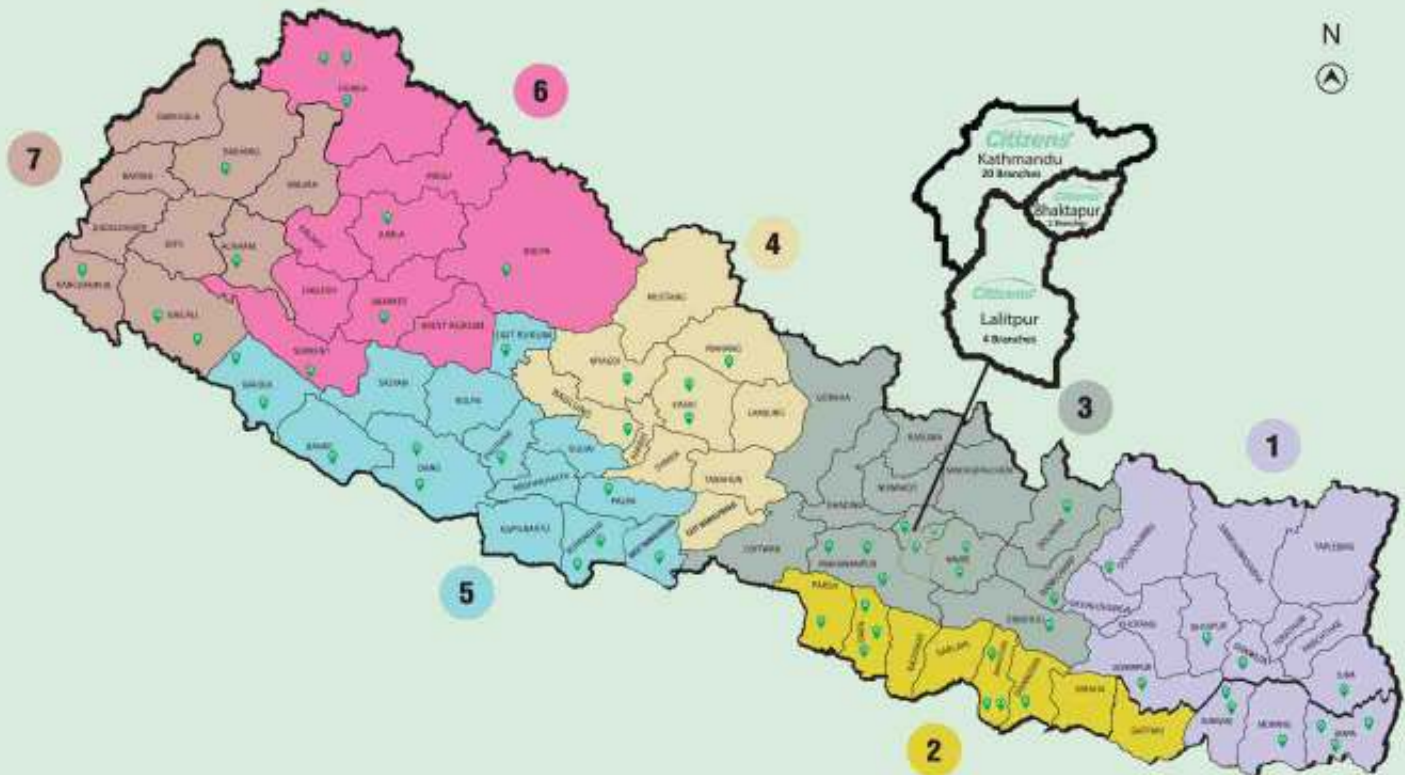
क्र.सं.	सम्बन्धित विषय	साविक व्यवस्था	प्रस्तावित संशोधन	कारणहरू
१.	बैंकको उद्देश्य प्राप्त गर्न गरिने कामहरू	प्रबन्धपत्रको दफा ४ (कच) पछि ४(कछ), ४(कज) र ४(कभ) थप गरिएको ।	४(कछ) प्रचलित कानूनको अधिनमा रही पूँजी संरचना परिवर्तनका कारणले थप शेयर जारी गर्ने परेमा सम्बन्धित निकायबाट स्वीकृति लिई थप सार्वजनिक निष्काशन (FPO) गर्ने । ४(कज) प्रचलित कानूनको अधिनमा रही बैंक आफै वा छुट्टै सहायक कम्पनी स्थापना गरी धितोपत्र ब्रोकरेज सम्बन्धी व्यवसायी कारोवार गर्ने । ४(कभ) प्रचलित कानूनको अधिनमा रही संचालक समितिले आवश्यकता अनुसार बण्ड, ऋणपत्र जारी गरी पूँजी परिचालन गर्ने ।	बैंकले विगतमा थप सार्वजनिक निष्काशन (FPO) शेयर जारी गर्ने क्रममा नियमन निकायबाट प्राप्त निर्देशन बमोजिम साधारण सभाबाट प्रबन्धपत्रको उद्देश्यमा सो व्यवस्था थप गर्ने निर्णय भई जारी गरिएकोमा सो निर्णयलाई साधारण सभाबाट अनुमोदन गर्ने गरी भएको निर्णय लाई प्रबन्धपत्रमा थप गर्नको लागि आवश्यक भएको हुँदा । बैंकको उद्देश्य प्राप्त गर्नको लागि उल्लेखित कामहरू थप गर्न आवश्यक भएको हुँदा ।
२.	बैंकको पूँजीको संरचना:	५. बैंकको पूँजीको संरचना : ५(ख) बैंकको कुल जारी पूँजी रु. ८,०७,९६,१९,०००/- (अक्षरूपी आठ अरब सात करोड छयानब्वे लाख उन्नाईस हजार रूपैयाँ मात्र) हुनेछ । सो पूँजीलाई रु.१००/- का दरले ८,०७,९६,१९० (आठ करोड सात लाख छयानब्वे हजार एक सय नब्बे) धान साधारण शेयरमा विभाजित गरिएको छ । बैंकले तत्काल जारी गर्ने शेयर पूँजी न्युनतम रु. ८,०७,९६,१९,०००/- (अक्षरूपी आठ अरब सात करोड छयानब्वे लाख उन्नाईस हजार रूपैयाँ मात्र) हुनेछ । ५(ग) बैंकको तत्काल चुक्ता पूँजी न्युनतम रु. ८,०७,९६,१९,०००/- (अक्षरूपी आठ अरब सात करोड छयानब्वे लाख उन्नाईस हजार रूपैयाँ मात्र) हुनेछ ।	५. बैंकको पूँजीको संरचना : (ख) बैंकको कुल जारी पूँजी रु. ८,०७,९६,१९,०००/- (अक्षरूपी आठ अरब सात करोड छयानब्वे लाख उन्नाईस हजार रूपैयाँ मात्र) मा करिब ३.६ प्रतिशतले हुन आउने बोनस शेयर वितरण गर्दा खण्डिकृत हुन आउने शेयर कित्तालाई पूर्णकृत गरी थप शेयर वितरण गर्दा हुन आउने रकमको हदसम्म पूँजी वृद्धि गर्ने एवं सो बमोजिम पूँजी संरचनामा परिवर्तन आउने भएमा संस्थापक शेयरधनीको अनुपात ५१ प्रतिशतमा कायम हुने गरी सो हदसम्म कायम गर्ने र सो पूँजीलाई रु.१००/- का दरले भाग गर्दा हुने संख्या साधारण शेयरमा विभाजन गरिएको छ । ५(ग) बैंकको तत्काल चुक्ता पूँजी माथी उल्लेखित हदसम्म हुनेछ ।	हाल बैंकको प्रबन्धपत्रको दफा ५ (ख) र (ग) मा बैंकको "जारी तथा चुक्ता पूँजी रु. ८,०७,९६,१९,०००/- (अक्षरूपी आठ अरब सात करोड छयानब्वे लाख उन्नाईस हजार रूपैयाँ मात्र) हुनेछ" भनि उल्लेख भएकोमा संचालक समितिबाट प्रस्ताव भए अनुसार करिब ३.६ प्रतिशत बोनस शेयर वितरण गर्दा हुने रकमको साथै उक्त बोनस शेयरलाई पूर्णकृत गरी विद्यमान पूँजी वृद्धि गरिने हुँदा ।

३.	शेयर खरिद वा हस्तान्तरण गर्ने बन्देज	प्रबन्धपत्रको दफा ५(ड) पछि ५(ढ) थप गरिएको ।	५(ढ) बैंकको पूँजी संरचना परिवर्तनका कारणले थप शेयर जारी गर्ने परेमा सम्बन्धित निकायबाट स्वीकृत लिई थप सार्वजनिक निष्काशन (FPO) माध्यमबाट प्रति शेयर रु. १००/- (रु. एक सय मात्र) अंकित मूल्यमा मूल्याङ्कन बमोजिम प्रिमियम थप गरी वा नगरी थप सार्वजनिक निष्काशन (FPO) गर्न सकिनेछ । यसरी थप सार्वजनिक निष्काशन (FPO) माध्यमबाट बिक्री गर्दा प्राप्त प्रिमियमलाई शेयर प्रिमियम शीर्षक अन्तरगत जगेडाको रूपमा लेखाङ्कन गरिनेछ ।	बैंकले विगतमा थप सार्वजनिक निष्काशन (FPO) शेयर जारी गर्ने क्रममा नियमन निकायबाट प्राप्त निर्देशन बमोजिम साधारण सभाबाट प्रबन्धपत्रमा सो व्यवस्था थप गर्ने निर्णय भई जारी गरिएकोमा सो निर्णयलाई साधारण सभाबाट अनुमोदन गर्ने गरी भएको निर्णय लाई प्रबन्धपत्रमा थप गर्नको लागि आवश्यक भएको हुँदा ।
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This image shows a single sheet of white paper with horizontal blue or grey ruling lines. The lines are evenly spaced and run across the width of the page, typical of notebook paper. There are no margins, text, or other markings on the page.

Note
टिपोट

CBIL NETWORK

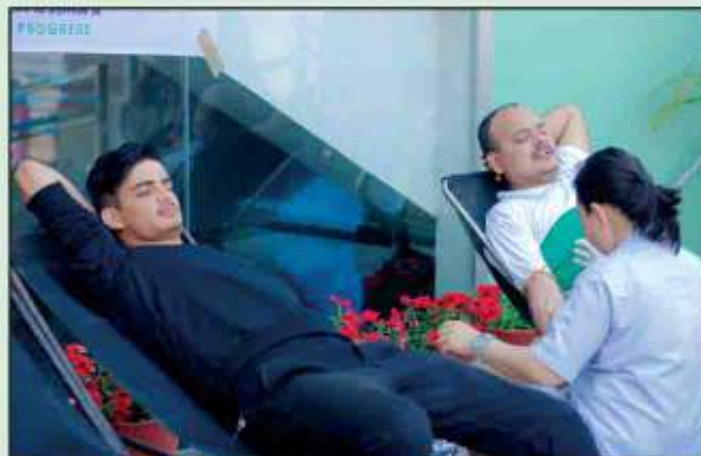


नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्थाबाट प्रदान गरिने उत्कृष्ट वार्षिक प्रतिवेदन २०१७ को पुरस्कार प्राप्त गर्दै बैंकका प्रमुख कार्यकारी अधिकृत श्री राजन सिंह भण्डारी ।

संस्थागत सामाजिक उत्तरदायित्व सम्बन्धी कार्यक्रम



"सिटीजन्स गल्फ टूर्नामेन्ट २०१८" का विजेतालाई पुरस्कार वितरण गर्दै बैंकका अध्यक्ष डा. शंकर प्रसाद शर्मा ।



बैंकको वार्षिकोत्सवका दिन रक्तदान कार्यक्रममा रक्तदान गर्दै बैंकका कर्मचारीहरु ।



वैकिक साक्षरता सम्बन्धी जनचेतना जागरण गर्ने उद्देश्यले प्रभातफेरीमा सहभागी भएका बैंकका कर्मचारीहरु ।



अन्तर्राष्ट्रिय वातावरण दिवसको अवसरमा आयोजित वृक्षारोपण कार्यक्रममा भाग लिँदै बैंकका प्रमुख कार्यकारी अधिकृत श्री राजन सिंह भण्डारी ।



श्री बाल विनोद माध्यमिक विद्यालयलाई आर्थिक सहयोग स्वरूप रु. २,००,०००/- प्रदान गर्दै बैंकका प्रमुख कार्यकारी अधिकृत श्री राजन सिंह भण्डारी ।



एघारौं वार्षिकोत्सवको अवसरमा बेबी लार्डफ होमलाई आर्थिक सहयोग स्वरूप रु. १५०,०००/- प्रदान गर्दै बैंकका प्रमुख कार्यकारी अधिकृत श्री राजन सिंह भण्डारी ।

विभागिय प्रमुखहरू

रवि कुमार रौनियार प्रमुख-जोखिम व्यवस्थापन विभाग	सुमन मुलेपति प्रमुख-संस्थागत तथा व्यवसायिक बैकिङ्ग यूनिट
अमित खनाल प्रमुख-उपभोक्ता बैकिङ्ग यूनिट	नारायण राज अधिकारी प्रमुख-कर्जा जोखिम विभाग-कंसोर्टियम पूर्वाधार/कर्पोरेट/एस.एम.ई.
रोमन प्रधानांग प्रमुख-सूचना प्रविधि विभाग	रोशन मानन्धर प्रमुख-खुद्रा बैकिङ्ग विभाग
स्मिता पन्त कार्यकारी प्रशासकिय अधिकृत	रोशन मल्ल प्रमुख-सहवित्तीयकरण/पूर्वाधार बैकिङ्ग यूनिट
तुलसी राज रिजाल प्रमुख-एस.एम.ई. यूनिट	अनित सापकोटा प्रमुख-लेखा परीक्षण विभाग
सुरेश प्रसाद थपलिया प्रमुख-ट्रेड प्रशासन विभाग	सुयस कुमार पौडेल प्रमुख-ट्रान्जेक्सन बैकिङ्ग विभाग
अंगिस श्रेष्ठ प्रमुख-ट्रेजरी विभाग	आकांक्षा बस्नेत कार्यकारी वित्त अधिकृत
प्रसान्त विक्रम खड्गी प्रमुख-सञ्चालन विभाग	बिनय रौनियार प्रमुख-क्रेडिट जोखिम विभाग -सि.बि.यु.
हरि बाबु थापा प्रमुख-कर्जा प्रशासन विभाग	सुरज कुमार न्यौपाने प्रमुख-निकषे प्रबर्द्धन विभाग
रिङ्कु घिमिरे प्रमुख-क्रेडिट कार्ड विभाग	कृष्ण पाण्डे प्रमुख-सञ्चालन जोखिम यूनिट
केदार अधिकारी प्रमुख-कानून विभाग	दिकेन्द्र राम कसजु प्रमुख-सामान्य सेवा विभाग
सुसन देवकोटा प्रमुख-कर्जा असुली यूनिट	नीतिका घिमिरे इन्चार्ज-कर्पोरेट कम्युनिकेसन विभाग
उदय राज केसरी इन्चार्ज-कार्ड विभाग	स्वेच्छा डंगोल इन्चार्ज-शाखा रहित बैकिङ्ग यूनिट
अन्जना सापकोटा इन्चार्ज-डिभ्याट/ए.एस.बि.ए. यूनिट	भावना ओझा इन्चार्ज-रेमिटयान्स विभाग
रन्जिता खड्का इन्चार्ज-ब्याङ्क्यासूरेन्स यूनिट	

शाखा प्रबन्धक/प्रमुखहरू

प्रदेश नं. १					
सन्तोष लामिछाने भोजपुर शाखा	सुमन निरौला विराटनगर शाखा	राजु निरौला विराटमोड शाखा	पुष्कर कोइराला दमक शाखा	सुब्रत रोय धरान शाखा	सदानन्द गुप्ता गाईघाट शाखा
दुर्गा बहादुर कार्की हल्दिबारी शाखा	मुक्तिनाथ तिमिसिना इटहरी शाखा	राम बाबु थापा लिखु पिके शाखा	हरि बहादुर खत्री माइसेबुंग शाखा	सहितभूमि शाखा	
प्रदेश नं. २					
सन्दिप अधिकारी औरही शाखा	जय प्रकाश साह बर्दबास शाखा	दिवस सिंह ठकुरी विरगञ्ज शाखा	दीलिप कुमार श्रेष्ठ गौशला शाखा	सुमेस नेपाल जनकपुर शाखा	रवि थापा कोहलवी शाखा
निराजन श्रेष्ठ निजगढ शाखा	सन्जोगलाल जोशी पचलेया शाखा				
प्रदेश नं. ३					
पुष्प राज जोशी बनेपा शाखा	अमित कुमार बस्नेत भैसीपाटी शाखा	हेम बहादुर लामा भक्तपुर शाखा	दीपक कुमार श्रेष्ठ बौद्ध शाखा	मनोज अधिकारी चार्वाहल शाखा	खड्ग राज पराजुली चरिकोट शाखा
सरोज भट्टराई डिल्लीबजार शाखा	गोविन्द देव पन्त दरवार मार्ग शाखा	मनिषा कर्ण स्वार्को शाखा	अशोक कुमार चौधरी हरिहरपुरगढी-सिन्धुली शाखा	विशाल लाल श्रेष्ठ हेटौडा शाखा	विकास चन्द कलंकी शाखा
निर्मल प्रसाद गौतम कपन शाखा	प्रनय के.सी. फिर्तिपुर शाखा	सुधिर रेग्मी कोटेश्वर शाखा	राज श्रेष्ठ कुलेश्वर शाखा	मधुसुधन चौलागाईं कुमारीपाटी शाखा	मनिषा थापा कुपनडोल शाखा
दिवस कसजु महाबौद्ध शाखा	नितेश कोइराला मैतिदेवी शाखा	रविन्द्र पौडेल मनहरी शाखा	सुवर्ण बुढाथोकी नारायणघाट शाखा	मिन बहादुर भण्डारी नारायण गोपाल चौक शाखा	अशोक थापा नयाँ बानेश्वर शाखा
विशाल दाहाल नयाँबजार शाखा	प्रदिप सेढाई न्यूरोड शाखा	वासुदेव सेढाई सामाखुशी शाखा	निराजन श्रेष्ठ सुनापती शाखा	सुवास पौडेल तिमाल-काभ्रे शाखा	प्रवेश चित्रकार ठहरी शाखा
ध्रुव सुवेदी थानकोट शाखा	दीपक चित्रकार थापाथली शाखा	महेश कार्की ठिमी शाखा	योगेश महर्जन टोखा शाखा		
प्रदेश नं. ४					
विकास पौडेल बागलुङ शाखा	अनुप अधिकारी वेनी शाखा	चामे शाखा	बिनोद भण्डारी पोखरा शाखा	अरुण अधिकारी सिमलचौर शाखा	
प्रदेश नं. ५					
दिनेश कुमार ढुङ्गाना बढैयाताल शाखा	गोविन्द खड्का बंगलाचुली शाखा	मधु खनाल भुमही शाखा	दुर्गा बहादुर दांगी भुमे-रूकुम शाखा	कपिल पोखरेल बुटवल शाखा	जीवन शर्मा छहरा शाखा
पवन काजी खत्री घोराही शाखा	श्रीधर पोखरेल भिमरूक-प्युठान शाखा	विवेक स्वार नेपालगञ्ज शाखा	टार्जन अधिकारी सानोश्री शाखा	शुशान्त बल्लभ पन्त सिद्धार्थनगर शाखा	
प्रदेश नं. ६					
नविन कुमार बोहोरा डोल्पा शाखा	नृप बहादुर खत्री जाजरकोट शाखा	क्षेत्र प्रताप रावल जुम्ला शाखा	केसाङ लामा नाम्खा-हुम्ला शाखा	अर्जुन रावल सर्केगाड शाखा	प्रकाश महत सिमिकोट शाखा
पविन के.सी. सुर्खेत शाखा					
प्रदेश नं. ७					
बम बहादुर बुढा बझाङ शाखा	रविन्द्र प्रसाद ढुङ्गाना ढकारी-अछाम शाखा	अरविन्द्र रेग्मी धनगढी शाखा	नरेन्द्र चन्द महेन्द्रनगर शाखा	मोहनियाल-कैलाली शाखा	



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