



SHIKHAR INSURANCE COMPANY LIMITED

(Shikhar Biz Centre, Thapathali, Kathmandu, Tel: 5346101, Website: shikharinsurance.com)

Quarterly Financial Statements for the quarter ended 30th Poush 2082, F.Y. 2082/83 B.S

CONDENSED STATEMENT OF FINANCIAL POSITION

Fig in NPR.

Particulars	At the end of this Quarter (Unaudited)	At the end of Immediate Previous Year(Unaudited)
Assets:		
Goodwill & Intangible Assets	11,237,857	11,865,631
Property and Equipment	744,977,216	763,662,715
Investment Properties	75,352,830	76,377,810
Deferred Tax Assets	65,041,531	57,008,490
Investment in Subsidiaries	-	-
Investment in Associates	241,177,681	241,177,681
Investments	4,669,214,930	4,662,543,291
Loans	-	-
Reinsurance Assets	6,739,175,098	4,581,613,373
Current Tax Assets	105,684,313	77,864,897
Insurance Receivables	1,038,371,369	1,098,365,462
Other Assets	1,139,002,537	489,499,366
Other Financial Assets	928,698,984	778,906,439
Cash and Cash Equivalent	55,539,277	125,837,432
Total Assets	15,813,473,622	12,964,722,586
Equity:		
Share Capital	2,923,099,000	2,923,099,000
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Special Reserves	1,917,651,589	1,917,651,589
Catastrophe Reserves	161,153,794	161,153,794
Retained Earnings	165,757,550	210,489,233
Other Equity	580,366,945	598,320,956
Total Equity	5,748,028,879	5,810,714,572
Liabilities:		
Provisions	183,969,248	173,969,935
Gross Insurance Contract Liabilities	8,934,009,835	5,951,509,816
Deferred Tax Liabilities	-	-
Insurance Payable	101,041,250	7,797,944
Current Tax Liabilities	-	-
Borrowings	356,201,486	96,201,486
Other Liabilities	369,630,437	402,064,321
Other Financial Liabilities	120,592,488	522,464,512
Total Liabilities	10,065,444,744	7,154,008,014
Total Equity and Liabilities	15,813,473,622	12,964,722,586

CONDENSED STATEMENT OF PROFIT OR LOSS

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Income:				
Gross Earned Premiums	1,254,777,052	2,161,612,507	1,233,610,972	2,050,343,290
Premiums Ceded	(765,021,853)	(1,381,071,305)	(878,239,009)	(1,412,718,020)
Net Earned Premiums	489,755,199	780,541,202	355,371,963	637,625,270
Commission Income	141,582,967	309,895,153	180,099,011	335,781,506
Other Direct Income	-	-	-	-
Income from Investments and Loans	59,251,105	125,261,696	68,180,750	171,241,490
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	230,910	(864,671)	23,546	23,546
Other Income	24,653	15,023,158	7,955,343	18,699,330
Total Income	690,844,834	1,229,856,538	611,630,613	1,163,371,142
Expenses:				
Gross Claims Paid	1,160,676,220	1,840,900,403	694,275,069	1,338,689,379
Claims Ceded	(835,444,517)	(1,308,592,665)	(514,214,985)	(966,865,662)
Gross Change in Contract Liabilities	205,068,376	2,475,632,837	325,042,801	1,520,908,009
Change in Contract Liabilities Ceded to Reinsurers	(251,686,834)	(2,156,245,726)	(321,468,583)	(1,510,044,680)
Net Claims Incurred	278,613,246	851,694,849	183,634,303	382,687,046
Commission Expenses	11,907,306	32,219,144	16,834,456	26,889,615
Service Fees	2,451,231.89	10,145,544	329,720	7,351,092
Other Direct expenses	-	-	-	-
Employee Benefits Expenses	151,048,526.61	260,508,158	128,487,830	255,208,995
Depreciation and Amortization Expenses	18,175,955.64	31,321,713	13,469,847	27,340,989
Impairment Losses	-	-	-	-
Other Operating Expenses	60,351,833.90	96,005,978	56,167,044	86,677,443
Finance Cost	5,647,112	11,863,557	5,060,743	11,712,205
Total Expenses	528,195,211	1,293,758,942	403,983,943	797,867,385
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	162,649,622	(63,902,405)	207,646,670	365,503,758
Share of Net Profit of Associates accounted using Equity Method	-	-	-	-
Profit Before Tax	162,649,622	(63,902,405)	207,646,670	365,503,758
Income Tax Expenses	(48,794,887)	19,170,721	65,529,714	108,151,127
Net Profit/(Loss) For The Year	113,854,736	(44,731,683)	142,116,957	257,352,630
Earning Per Share				
Basic EPS		(3.06)		19.39
Diluted EPS		(3.06)		19.39

CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	113,854,736	(44,731,683)	142,116,957	257,352,630
Other Comprehensive Income	25,987,920	(17,954,010)	(24,354,488)	13,688,195
Total Comprehensive Income	139,842,655	(62,685,694)	117,762,469	271,040,826

OTHER DETAILS

Particulars	Current Year	Previous Year
	Upto this Quarter (YTD)	Upto this Quarter (YTD)
1. Total Issued Policy (Count)	157,609	149,393
2. Total Renewed Policy (Count)	47,058	46,386
3. Total Claims Paid (Count)	10,863	10,017
4. Gross Outstanding Claim Including IBNR and IBNER (Amount)	5,360,936,144	3,972,260,564
5. Net Outstanding Claim Including IBNR and IBNER (Amount)	699,820,281	409,061,647
6. Outstanding Claims (Count)	14,152	12,974
7. Margin Over Best Estimate (MOBE)	7,616,950	11,345,369
8. Unearned Premium Reserve (UPR) Amount	1,456,910,781	1,127,698,091
9. Unexpired Risk Reserve (URR) Amount	9,158,413	5,819,673
10. Earthquake Premium Reserve (Amount)	21,328,312	10,860,268
11. Long Term Investments (Amount)	1,513,817,630	1,341,061,266
12. Short Term Investments (Amount)	3,319,451,310	3,427,724,997
13. Direct Premium (Amount)	2,776,427,476	2,590,299,209
14. Investment in Cost (Amount)	4,833,268,940	4,768,786,263
15. Solvency Margin Ratio (%)	474%	367%

Note:

Above financial statements are prepared in accordance with Nepal Financial Reporting Standard (NFRS) including directives issued by Nepal Insurance Authority.

Above figures are subject to change upon otherwise instructions of Statutory Auditors and/or regulatory authorities.

Interim financial report has been published in company's website at www.shikharinsurance.com

Disclosure as per Section 84(3) of Insurance Act, 2079

1. Disclosure on Solvency Ratio Particulars Ratio Solvency Ratio

Based on the Latest Financial Statement of Shikhar Insurance Co. Ltd. (the company) the solvency ratio of the company is 4.74 times, which is above the regulatory limit of 1.3 times.

2. Reinsurance related disclosure:

The company has arranged for adequate and appropriate reinsurance program based on the directives issued by Nepal Insurance Authority and strategy of the company.

To cover the catastrophic risks, the company has arranged for catastrophic reinsurance program, which is highest in the Nepalese Insurance Industry.

3. Details regarding legal actions:

The company has initiated legal proceedings against tax assessment of previous fiscal years from the Large Taxpayer's Office.

4. Corporate Governance:

The company has complied with the relevant provisions of Good Governance Directives issued by Nepal Insurance Authority.

5. Any other disclosures deemed as relevant: None.

**Disclosure as per Securities Registration and Issuance Regulation 2073
Related to Rule 26, Subrule 1**

Quarterly Report of Second Quarter of FY 2082/83

1. Financial Statements

a. Quarterly Statement of Financial Position and Statement of Profit or Loss

The Statement of Financial Position and the Statement of Profit or Loss of the company for the second quarter of FY 2082/83 is published along with this Report. The Financial Statements are prepared based on Directives and Circular issued from Nepal Insurance Authority regarding preparation of Annual Financial Statements and Quarterly Financial Statements. The previous period's figures have been regrouped and adjusted wherever required.

b. Major Financial Indicators

Earnings Per Share	(3.06) Net worth Per Share	196.64
Price Earnings Ratio	(204.57) Total assets per Share	540.98

2. Management Analysis

The decrease in overall economic activity, low government expenditure on infrastructure project, and higher inflation rate has affected the growth of the insurance business of the company. The significant reduction in the interest rate offered by the bank and financial institutions has affected the investment return of the company in the current period. As an investment diversification objective and contribution to the nation's economy, the company has investment in different infrastructure projects. In the short run, even though these investments provide no return, we believe that these investments will contribute long term stable return in the coming days. The financial results for the current period has been affected by the RSMDT claims incurred due to the event of september 8 and 9, 2025. The reported loss of the RSMDT claim is around Rs. 2.4 billion. As per the existing re-insurance program of the company the net claim expense of the RSMDT loss to the company will be around Rs.36 crore only. The 21st Annual General Meeting of the company held sh 29, 2082 has approved 6% bonus share proposed by the board of directors of the company. The paid-up capital will be increased to Rs. 3,101,567,800 after completion of all regulatory process relating to issue of bonus share.

3. Details Regarding Legal Action

There are a few numbers of legal proceedings from the company against tax assessment of previous fiscal years from the Large Taxpayer's Office.

4. Details regarding Share Transaction of the Company

Maximum Price	680	Closing Price	626.1
Minimum Price	598	Transaction Days	55
Transaction No.	3,927	Share Quantity	417,424

5. Problems and Challenges

- a. Impact on the insurance industry due to decrease in the economic activity of the country.
- b. Fluctuations in the interest rates offered by the bank and financial institutions.
- c. Lack of skilled manpower in the insurance industry.
- d. Catastrophic risk due to frequent catastrophes such as earthquake, Strome, flood and landslide.
- e. Unstable and volatile political and economic environment of the country.

6. Strategies

- a. Create new and unique insurance products each year to cater to the insurance needs of the market.
- b. To increase the insurance penetration and increase the business of the company through opening of new branches throughout the country.
- c. Investment diversification through investment in different infrastructure projects and sector providing long term stable return.
- d. Taking appropriate reinsurance program for minimizing catastrophic insurance risk.
- e. Training and development activities as continues exercise for the development of skilled manpower in the insurance industry.

7. Corporate Governance

The company is conducting its activities in accordance with the provision of Insurance Act, Insurance Regulation, Directives and Circulars issued by Nepal Insurance Authority, the internal control mechanism of the company and following the suggestions received from the internal and external auditor of the company and Nepal Insurance Authority.

8. Chief Executive Officer's Declaration

I, as of the date, hereby individually accept responsibility for the accuracy and truthfulness of the information and details disclosed in this report. I also hereby declare that to the best of my knowledge and belief the information contained in this report is true, accurate and complete and there are no other matters concealed, the omission of which shall adversely affect the informed investment decision by the investor. However, the figures may be changed after the audit of the financial statement or changes in the claim information or reinsurance information or any other information which was not available while making the financial statements.



SHIKHAR INSURANCE COMPANY LIMITED
Statement of Changes In Equity
For Period 17 th July, 2025 to - 14th Januray, 2026
(For the Period Ended Poush 2082)

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total	
Balance as on Shrawan 1, 2081	2,654,947,300	-	-	-	287,508,943	399,982,543	1,687,491,319	-	138,137,767	228,260	-	6,976,539	(7,693,727)	143,504,375	63,284,127	5,360,414,367	
Prior period adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Restated Balance as at Shrawan 1, 2081	2,654,947,300	-	-	-	287,508,943	399,982,543	1,687,491,319	-	138,137,767	228,260	-	6,976,539	(7,693,727)	143,504,375	63,284,127	5,360,414,367	
Profit/(Loss) For the Year	-	-	-	-	452,010,637	-	-	-	-	-	-	-	-	-	-	452,010,637	
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
ii) Gains/ (Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	-	17,073,211	-	-	-	17,073,211	
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	(449,700)	-	-	(449,700)	
vi) Investment in Associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer to Retained Earning	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer to Reserves/ Funds	-	-	-	-	(257,779,502)	-	230,160,270	-	23,016,027	4,603,205	-	-	-	-	-	-	
Transfer to Deferred Tax Reserves	-	-	-	-	9,121,164	-	-	-	-	-	-	-	-	(9,121,164)	-	-	
Transfer to Fair Value Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	1,892,939	(1,892,939)	-	-	-	-	-	-	-	-	-	-	
Transfer on Disposal of Revalued Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer from Catastrophe Reserve to Retained Earning	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer from Regulatory Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
i) Bonus Share Issued	268,151,700	-	-	-	(268,151,700)	-	-	-	-	-	-	-	-	-	-	-	
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iii) Cash Dividend	-	-	-	-	(14,113,247)	-	-	-	-	-	-	-	-	-	-	14,113,247	
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Others -Prior Period Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Others -CSR Reserve used during this year	-	-	-	-	-	-	-	-	-	(4,220,699)	-	-	-	-	-	(4,220,699)	
Balance as on Ashadh end, 2082	2,923,099,000	-	-	-	210,489,233	398,089,604	1,917,651,589	-	161,153,794	610,766	-	10,096,672	-	8,143,427	134,383,211	63,284,127	5,810,714,572
Balance as on Shrawan 1, 2082	2,923,099,000	-	-	-	210,489,233	398,089,604	1,917,651,589	-	161,153,794	610,766	-	10,096,672	-	8,143,427	134,383,211	63,284,127	5,810,714,572
Prior period adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Restated Balance as at Shrawan 1, 2082	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Profit/(Loss) For the Year	-	-	-	-	(44,731,683)	-	-	-	-	-	-	-	-	-	-	(44,731,683)	
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
ii) Gains/ (Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	-	(17,954,010)	-	-	-	(17,954,010)	
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer to Reserves/ Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer to Deferred Tax Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer on Disposal of Revalued Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balance as on Poush end, 2082	2,923,099,000	0	0	0	165,757,549	398,089,604	1,917,651,589	0	161,153,794	610,766	0	(7,857,338)	(8,143,427)	134,383,211	63,284,127	5,748,028,879	

The accompanying notes form an Integral Part of Financial Statements.



SHIKHAR INSURANCE COMPANY LIMITED
Statement of Cash Flows
For Period 17 th July, 2025 to - 14th Januray, 2026
(For the Period Ended Poush 2082)

Fig. in NPR

Particulars	Current Period	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	2,585,333,916	5,790,447,540
Reinsurance Commission Received	309,895,153	634,034,336
Claim Recovery Received from Reinsurers	1,368,586,758	1,494,158,557
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	-	-
Other Direct Income Received	-	36,809,349
Others (to be specified)	-	8,913,494
Cash Paid		
Gross Benefits and Claims Paid	(2,892,275,597)	(2,668,896,419)
Reinsurance Premium Paid	(1,289,143,999)	(4,088,099,759)
Commission Paid	(32,219,144)	(58,614,458)
Service Fees Paid	(10,384,788)	(73,196,053)
Employee Benefits Expenses Paid	(250,508,846)	(603,855,645)
Other Expenses Paid	(128,439,861)	(237,071,501)
Other Direct Expenses Paid	-	(22,188,480)
Others (to be specified)	-	-
Income Tax Paid	(27,819,415)	(151,424,313)
Net Cash Flow From Operating Activities [1]	(366,975,823)	61,016,648
Cash Flow From Investing Activities		(3,389,488)
Acquisitions of Intangible Assets	-	-
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	725,673
Acquisitions of Property & Equipment	(11,609,489)	(49,274,715)
Proceeds From Sale of Property & Equipment	-	-
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	(10,000,000)
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	(214,046,421)	(182,614,362)
Proceeds from Sale of Equity Instruments	-	-
Purchase of Mutual Funds	(61,500,000)	(19,729,971)
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	(100,865,924)
Purchase of Debentures	(17,710,000)	-
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits	-	-
Maturity of Deposits	271,500,000	70,000,000
Loans Paid	-	-
Proceeds from Loans	-	-
Rental Income Received	15,023,158	19,680,439
Proceeds from Finance Lease	-	-
Interest Income Received	125,261,696	227,289,935
Dividend Received	-	6,556,515
Others -Advance Against Investment	(35,000,000)	(57,500,000)
Total Cash Flow From Investing Activities [2]	71,918,943	(99,121,898)



SHIKHAR INSURANCE COMPANY LIMITED
Statement of Cash Flows
For Period 17 th July, 2025 to - 14th Januray, 2026
(For the Period Ended Poush 2082)

Fig. in NPR

Particulars	Current Period	Previous Year
Cash Flow From Financing Activities		
Interest Paid	(5,832,078)	(7,525,145)
Proceeds From Borrowings	260,000,000	69,201,486
Repayment of Borrowings	-	-
Payment of Finance Lease	(29,409,197)	(25,252,001)
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	-	-
Dividend Paid	-	-
Dividend Distribution Tax Paid	-	(14,113,248)
Others (to be specified)	-	-
Utilization of CSR Expenses	-	(4,220,699)
Total Cash Flow From Financing Activities [3]	224,758,725	18,090,393
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(70,298,155)	(20,014,856)
Cash & Cash Equivalents At Beginning of The Year/Period	125,837,432	145,852,288
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	55,539,277	125,837,432
Components of Cash & Cash Equivalents		
Cash In Hand	698,537	34,585
Gold Coin	1,377,322	1,377,322
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	53,463,418	124,425,525

Notes:

The accompanying notes form an Integral Part of Financial Statements.



ABC NON-LIFE INSURANCE COMPANY LIMITED
Statement of Distributable Profit or Loss
For Period 17 th July, 2025 to - 14th Januray, 2026
(For the Period Ended Poush 2082)

Fig. in NPR

Particulars	Current Period
Opening Balance in Retained Earnings	210,489,233.36
Transfer from OCI reserves to retained earning in current year	
Net profit or (loss) as per statement of profit or loss	(44,731,683.25)
Appropriations:	
i) Transfer to Insurance Fund	-
ii) Transfer to Special Reserve	
iii) Transfer to Catastrophe Reserve	-
iv) Transfer to Capital Reserve	
v) Transfer to CSR reserve	-
vi) Transfer to/from Regulatory Reserve	-
vii) Transfer to Fair Value Reserve	-
viii) Transfer of Deferred Tax Reserve	-
ix) Transfer to OCI reserves due to change in classification	-
x) Others (to be Specified)	-
	-
Deductions:	-
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL	-
a) Equity Instruments	-
b) Mutual Fund	-
c) Others (if any)	-
ii) Accumulated Fair Value gain on Investment Properties	-
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges	-
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges	-
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges	-
vi) Goodwill Recognised	-
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency	-
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account	(3,310,699)
ix) Overdue loans	-
x) Fair value gain recognised in Statement of Profit or Loss	-
xi) Investment in unlisted shares	-
xii) Delisted share Investment or mutual fund investment	-
xiii) Bonus share/ dividend paid	-
xiv) Deduction as per Sec 17 of Financial directive	-
xiv) Deduction as per Sec 18 of Financial directive	-
xv) Others (to be specified)	
Adjusted Retained Earning	162,446,851
Add: Transfer from Share Premium Account	
Less: Amount apportioned for Assigned capital	
Less: Deduction as per sec 15(1) Of Financial directive	
Add/Less: Others (to be specified)	
Total Distributable Profit/(loss)	162,446,851

Segmental Information

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

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

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

Business Segments of the Company's are:

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

a) Segmental Information for the Period ended Poush 30, 2082 (Januray 14, 2026)

Particulars	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	545,871,628	618,313,112	109,863,818	434,036,149	192,712	47,785,494	136,187,994	269,361,600	-	2,161,612,507
Premiums Ceded	(426,364,137)	(193,064,230)	(67,893,477)	(410,305,991)	(129,054)	(41,603,385)	(100,951,402)	(140,759,629)	-	(1,381,071,305)
										-
Inter-Segment Revenue										-
Net Earned Premiums	119,507,491	425,248,881	41,970,340	23,730,158	63,658	6,182,109	35,236,592	128,601,971	-	780,541,200
Commission Income	114,950,365.14	85,169,356.70	30,411,522.77	38,957,985.62	10,179.49	447,643.33	17,729,512.14	22,218,587.44	-	309,895,153
Other Direct income										-
Investment Income	31,632,314	35,830,173	6,366,418	25,151,642	11,167	2,769,087	7,891,858	15,609,038	-	125,261,696
Net Gains/ (Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	(218,355)	(247,333)	(43,947)	(173,620)	(77)	(19,115)	(54,477)	(107,748)	-	(864,671)
Other Income	3,793,795	4,297,262	763,551	3,016,541	1,339	332,108	946,503	1,872,057	-	15,023,158
Total Segmental Income	269,665,611	550,298,340	79,467,885	90,682,707	86,267	9,711,832	61,749,989	168,193,905	-	1,229,856,536
Expenses:										
Gross Claims Paid	542,444,654.95	549,860,730.84	208,350,990.25	87,109,684.46	100,000.00	-	218,436,472.53	234,597,869.52	-	1,840,900,403
Claims Ceded	(509,041,584)	(200,221,385)	(185,079,902)	(84,990,033)	-	-	(180,438,103)	(148,821,657)	-	(1,308,592,665)
Gross Change in Contract Liabilities	2,233,952,378	463,039,236	(125,615,447)	67,759,696	-	-	(204,675,266)	41,172,240	-	2,475,632,837
Change in Contract Liabilities Ceded to Reinsurers	(2,082,237,986)	(278,226,948)	125,894,492	(48,234,513)	-	-	159,027,902	(32,468,673)	-	(2,156,245,726)
Net Claims Paid	185,117,462	534,451,634	23,550,133	21,644,833	100,000	-	(7,648,994)	94,479,781	-	851,694,849
Commission Expenses	10,026,299	7,090,972	2,692,217	4,099,036	1,671	-	5,518,514	2,790,434	-	32,219,144
Service Fees	1,553,368.96	5,527,422.64	545,534.20	308,446.70	827.43	80,355.60	458,008.35	1,671,579.82	-	10,145,544
Other Direct Expenses	-	-	-	-	-	-	-	-	-	-
Employee Benefits Expenses	65,786,080	74,516,413	13,240,310	52,308,153	23,225	5,758,900	16,412,786	32,462,291	-	260,508,158
Depreciation and Amortization Expenses	7,909,667	8,959,342	1,591,924	6,289,173	2,792	692,411	1,973,361	3,903,043	-	31,321,713
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Expenses	24,244,373	27,461,793	4,879,498	19,277,306	8,559	2,122,348	6,048,661	11,963,441	-	96,005,978
Finance Cost	2,995,902	3,393,482	602,965	2,382,116	1,058	262,261	747,439	1,478,335	-	11,863,557
Total Segmental Expenses	297,633,152	661,401,058	47,102,581	106,309,065	138,132	8,916,275	23,509,775	148,748,905	-	1,293,758,943
Total Segmental Results	(27,967,541)	(111,102,718)	32,365,304	(15,626,358)	(51,865)	795,557	38,240,214	19,445,000	0	(63,902,407)
Segment Assets	1,964,062,448	2,224,709,073	395,293,303	1,561,675,050	693,385	171,933,637	490,008,475	969,171,095	-	7,777,546,466
Segment Liabilities	2,281,619,869	2,584,408,877	459,205,894	1,814,172,877	805,494	199,732,550	569,234,992	1,125,870,529	-	9,035,051,083