

Mutual
Fund

Portfolio
Management

Corporate
Advisory

Depository
Participant

Issue & Sales
Management

Share
Registration

Security
Underwriting

Private
Equity

1th

Annual Report

FY 2022/23 (आ.व. २०७९/८०)



NIMBACE
CAPITAL LIMITED
Managing Shares. Managing Investments.

OUR ACHIEVEMENTS



Embark on The Journey to Financial Success!

+977-01-4525280, +977-01-4005080

info@nimbacecapital.com

www.nimbacecapital.com



NIMB ACE
CAPITAL LIMITED
Managing Shares. Managing Investments

wholly owned
subsidiary of



NIMB
नेपाल इन्भेस्टमेन्ट मेगा बैंक लि.
NEPAL INVESTMENT MEGA BANK LTD.

NIMB Ace Capital Ltd., a subsidiary of Nepal Investment Mega Bank Limited, is a limited liability company that has been registered at the Office of Company Registrar and received its certificate of operation on 2069/04/15. On 2074/10/28, after successful merger, NIBL Capital and Ace Capital started joint operation as NIBL Ace Capital Ltd. Recently, on 2080/03/18, NIBL Ace Capital Limited has successfully acquired Mega Capital Markets Ltd. and started joint operation under the new name "NIMB Ace Capital Limited". While NIBL Ace Capital was already an established force in the capital market, merger with Mega Capital Markets Ltd. further strengthened the reserve of professional expertise, talent, a strong capital base and vigorous long-term vision.

The company recently completed its 11th year of operation and during this period, it has grown from a start-up investment firm to one of the biggest players in the Nepalese capital market. Over the past eleven years, it has offered a wide range of products and services related to capital markets to its clients efficiently through its experienced and energetic workforce. Driven by a strong leader, dedicated workforce and its digital agenda, the company continues to maintain its image as key player in the market.

Mutual Fund

NIMB Ace Capital is a licensed fund manager which is currently managing five schemes with a total corpus amount of Rs. 6.68 Arba with Close Ended fund amounting Rs. 4.82 Arba and Open Ended Fund amounting Rs. 1.86 Arba.

Close Ended Fund:

- NIBL Pragati Fund
- NIBL Samriddhi Fund – II
- NIBL Growth Fund
- Mega Mutual Fund – I

Open Ended Fund:

- NIBL Sahabhagita Fund

Merchant Banking

NIMB Ace Capital is a licensed merchant banker from SEBON which offers the following services:

- Issue & Sales Management
- Securities Underwriting
- Share Registration Services

Portfolio Management Service

NIMB Ace Capital has been offering comprehensive and risk weighted investment management, financial advisory and planning.

A. NIBL Discretionary Portfolio

- NIBL Petal Plus Portfolio
- NIBL Growth Plus Portfolio
- NIBL Lotus Portfolio
- NIBL Lotus Secure Portfolio

B. NIBL Non-Discretionary Portfolio

- C. NIBL Custodial Portfolio
- D. NIBL Customized Portfolio

Depository Participant

NIMB Ace Capital acts as the intermediary between the depository system (CDS and Clearing Ltd.) and its clients. It offers a secure, convenient and paperless way to keep track of its client investments in shares and other securities without the hassle of handling paper based transcripts.

Corporate Advisory Service

NIMB Ace Capital advisory team shall be helping their clients expand their business and solidify their financial affairs offering the following advisory services:

- Business Plan
- Market Assessment and Feasibility
- Loan Syndication & Debt Raising
- Financial Restructuring
- Valuation Equity Raising
- Research/Customized Services
- Escrow Agency

Specialized Investment Fund (SIF)

NIMB Ace Capital has received Fund Manager license for management of Private Equity and Venture Capital Funds from SEBON under the Specialized Investment Fund (SIF) Act 2019 on 2079/5/15. We have also recently received approval for NIBL Equity Partners, a NPR 10 billion Private Equity Fund from SEBON positioning us as one of the largest PE Funds in Nepal. This is a significant milestone for us as we look to increase our investment banking and financial services offerings with our newest business vertical. We have already made strategic investments in e-commerce, fintech and healthcare sectors, and we are committed to further contributing to the economic growth of Nepal through our investments.

VISION

To remain the leading One Stop Financial Solutions Shop and grow our business to international standards with passion and integrity while building outstanding value for all our stakeholders. As a responsible corporate citizen we care for our community and environment.

MISSION

NIMB Ace Capital is relentlessly driven by entrepreneurial zeal to invest in ideas that empower all our stakeholders. We engage with our clients, understand their needs and create winning strategies for them with our expertise and sharp business acumen. A winning strategy for our clients is the only winning strategy for us.

CORE VALUES

At NIMB Ace Capital, achieving our goal is consistently focused by keeping in mind our core values of:

- Client Value Creation
- Stewardship
- Integrity
- Innovation

People and Culture

At NIMB Ace Capital, our relentless efforts focus on promoting and sustaining a multidisciplinary and team-driven work culture, which we believe is critical in meeting the unique needs of our clients and the various business segments in which they operate. We focus on an all-rounder approach where we are devoted to enhancing our employees' career.



CEO Message

Dear Valued Shareholders

We are proud to announce that NIMB Ace Capital has successfully completed 11 years of operations with remarkable and outstanding performance. NIMB Ace Capital, which began as a start-up investment firm, has now grown into one of the biggest players in the Nepalese capital market. Our company's strong performance year after year is a testament to our business strategy, trustworthy service and reputation in the market. Capital market has drastically changed over the past decade with automation and digitalization of capital market as a whole, which has brought a paradigm shift in business operation. Our professional team maneuvers the dynamic business environment efficiently leaving a distinct mark and placing us ahead of our competitors. We believe that every competition is an opportunity and have implemented this belief into our daily practice. Formulation of appropriate strategies has helped us to further develop our products and create market advantage while serving our customer's needs.

Achievements

With will and perseverance, we aim to progress more delivering solid results in the dynamic economic environment. During FY 2022/23, after the merger of the parent company, Nepal Investment Bank Ltd. with Mega Bank Nepal Ltd., as per regulatory requirements, the Company has acquired Mega Capital Markets Ltd, former subsidiary company of Mega Bank Nepal Ltd. The final approval for acquisition was received from Office of Company Registrar on 2080 Ashad 11 and the company started joint operations from 2080 Ashad 18 (2023 July 3) from its new name, NIMB Ace Capital Ltd.

During FY 2022/23, we were also granted license to operate as Fund Manager under the Specialized Investment Fund (SIF) Act 2019 from SEBON, which was a significant milestone in our journey. And now, we are thrilled to announce that we have recently received approval for the SIF Fund, NIBL Equity Partners with approved fund size of NPR. 10 Billion from SEBON as well. This positions us as a licensed Private Equity and Venture Capital (PEVC) Fund Manager of Nepal's largest approved PE fund. We have

already made strategic investments in the e-commerce, fintech, and health sectors; and we are committed to further contributing to the economic growth of Nepal through further investments in various sectors.

During FY 2022/23, we have opened and maintained more than 4,93,000 DEMAT accounts. We also maintain more than 56 companies as share registrar serving over 2,437,103 shareholders. For the fiscal year 2022/23, our Issue Management and RTS/RTA team managed 5 Initial Public Offerings, 4 Debentures Issues and 8 Auction Issues very efficiently. Our new and enhanced Portfolio Management team contributes towards personalized customers' service for our valuable clients, serving more than 1700 clients with total Assets under Management (AUM) of more than NPR. 5.50 Arab.

Likewise, we are currently operating four mutual fund schemes under NIBL Mutual Fund and one mutual fund scheme under Mega Mutual Fund with a total corpus amount of NPR. 6.68 Arba. During FY 2022/23, the company has the total Assets under Management (AUM) of NPR. 12.14 Arab from Portfolio Management Service and Mutual Fund Schemes.

During FY 2022/23, we were able to increase the authorized fund size of NIBL Sahabhagita Fund, Nepal's first Open Ended Mutual Fund Scheme to NPR. 2 Arab. The scheme size started with NPR. 63.29 crores at the beginning of this fiscal year and succeeded to expand its fund size up to NPR. 1.86 Arba at the end of this year with growth of 194% compared to previous year.

Under Corporate Advisory Service, during this fiscal year, we dealt with 116 business deals with 57 deals, being converted to revenue from business related to Foreign Direct Investment (FDI), Investment Training, Equity and Investment Valuation and feasibility reports. We have successfully launched Road to IPO programme and conducted training to big companies and business house in various provinces, including, Bagmati Province (Kathmandu and Chitwan District), Madhesh Pradesh Province (Biratnagar) and Koshi Province (Biratnagar).

Projections/ Innovations

Equipped with financial accomplishments of the previous year, we are now preparing ourselves to provide assistance to our customers with the upcoming IPOs, right issues and additional RTS/RTA companies. Currently, we are successfully operating 4 branches outside valley and 3 branches inside valley. We aim to excel at our services by operating our branches smoothly in the future and add new services to smoothen administrative processes to further satisfy our customers.

As Nepal is rapidly moving towards a digital era, our dedicated team members have started working on technological projects, advancing the NIMB Ace Capital Mobile App, PMS/DP access system, Customer Service. Website and Internal Management Systems are now linked with various payment gateways so that we remain up-to date and deliver a user friendly experience. We have added a call centre to provide dedicated customer support services.

Financial results for 2022/23

The fiscal year 2022/23 has been financially challenging for our company due to impact of overall bearish market. Net Profit for this year amounts to NPR. 8.12 Crore. NIMB Ace Capital's Net Worth stands at NPR. 73.27 Crore, which has risen by 49% percent compared to NPR. 48.96 Crore last year, with positive impact of acquisition. These figures prove a good reflection of our financial health and build a solid profile of our company to excel.

With the current level of growth and innovation within our company, and the growing prospects of the market, we believe that the future prospect of our company remains in a dominant position.

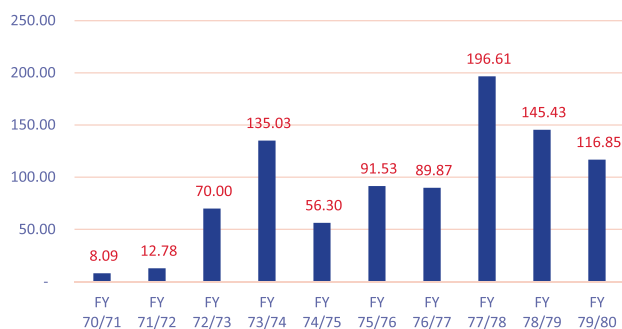
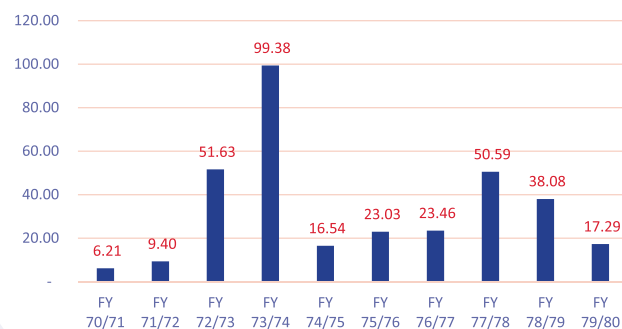
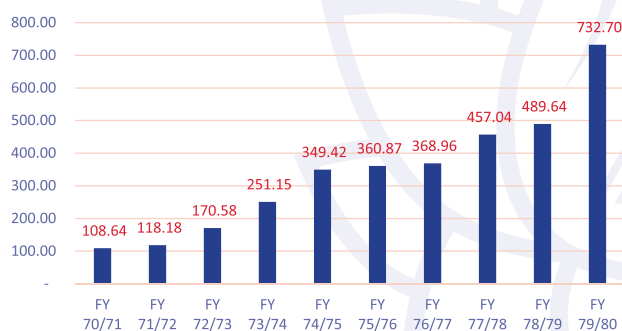
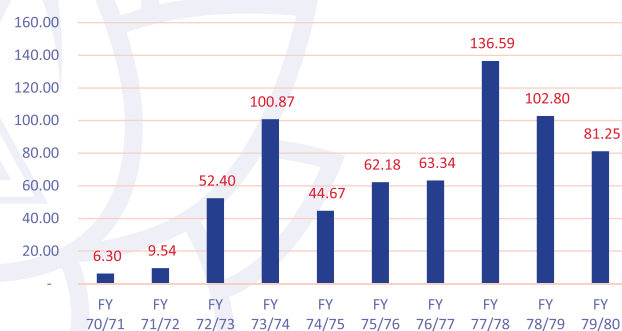
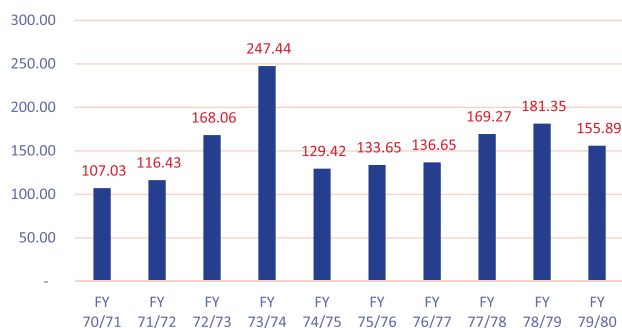
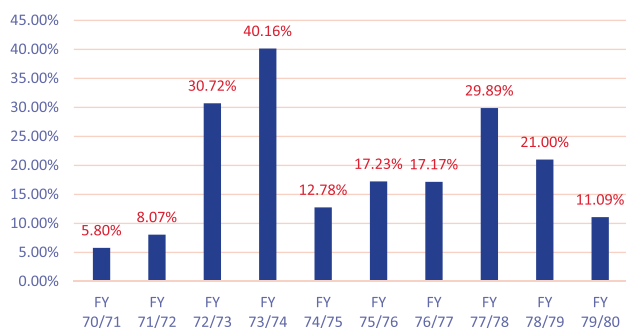
Corporate Social Responsibility (CSR)

We believe in the betterment of our community and demonstrate this through our values and actions. As per the regulations from SEBON, we have allocated 1% of Net Profit to a CSR Fund and have been actively participating in CSR activities related to investment awareness in Kathmandu and other districts and providing educational sponsorship to underprivileged students through the CSR Fund.

In conclusion, I would like to thank all the members of board and regulators for their valuable support and guidance. Likewise, I am also grateful towards our customers and stakeholders for their ample trust and support. Similarly, I express my gratitude to all the employees for their hard work and dedication towards the company.

Shivanth B. Pandé

Chief Executive Officer (CEO)

Earning Before Tax in million

Earning per Share

Net Worth in million

Net Profit in Million

Book Value per share

Return on Shareholder's Equity


- After the merger of the parent company, Nepal Investment Bank Ltd. with Mega Bank Nepal Ltd., as per regulatory requirements, the Company has acquired Mega Capital Markets Ltd, former subsidiary company of Mega Bank Ltd. The final approval for acquisition has been received from Office of Company Registrar on 2080 Ashad 11 and the company started its joint operation from 2080 Ashad 18 from its new name, NIMB Ace Capital Ltd.
- NIBL Sahabhagita Fund, the first ever Open Ended Mutual Fund Scheme in Nepalese Capital Market under Mutual Fund Regulation 2067, which has been in operation since July 9, 2019 with authorized fund size of Rs. 50 crores and initial size of Rs. 20 Crores has expanded exponentially. During the year, we are successful in increasing authorized fund size from NRs. 1 Arab to NRs. 2 Arab.
- Similarly, in regard to NIBL Sahabhagita Fund, the scheme size started with Rs. 63.29 crores at the beginning of this fiscal year and succeeded to expand its fund size up to Rs. 1.86 Arba at the end of this year with growth of 194% w.r.t previous year. The fund initiated with 27,628 unit holders at the beginning of the fiscal year and has now grown up to 64,572 at the end of this year. Similarly, with NAV of NRs. 10.68 per unit at Ashad End 2080, we have succeeded to announce cash dividend of 4.00% including TDS in its fourth year of operation. Similarly, 52,907 unit holders have enrolled under Systematic Investment Plan (SIP) till Asadh End 2080.
- NIBL Sahabhagita Fund and NIBL Pragati Fund, under NIBL Mutual Fund have succeeded to announce cash dividend of 4.00% and 6.8% including TDS for the FY 2079/80.
- The company has been able to expand PMS business. After successful acquisition of Mega Capital Markets Ltd, the company has reached total 1,668 Clients with Portfolio Value of Rs 5.23 Arba (at Cost) and Rs. 5.42 Arba (at Market Value).
- During this fiscal year, under corporate advisory business, we have dealt with 116 business deals with 57 deals being converted and successful. Also, we have successfully launched Road to IPO Product, with objectives for Road Map for IPO and also successfully conducted FDI Consultancy services.
- After the successful acquisition of Mega Capital Markets Ltd., we hold more than 4,93,000 DEMAT accounts till fiscal year 2079/80.
- The company has continued the SMS Service to our DEMAT Account holders (Buy and Sell Transaction Notification).
- The company successfully continued Online Demat Account Opening and online meroshare registration system.
- NIMB Ace Capital is the share registrar of 56 Companies and Debentures, serving over 2,437,103 shareholders.
- The company has made an IPO issue of ordinary shares of 5 companies, issue of debentures of 4 companies and auction issues of 8 companies during this fiscal year.



Mr. Sachin Tibrewal

Chairman

- Chartered Accountant from the Institute of Chartered Accountants of India (ICAI)
- Currently CFO at Nepal Investment Bank Ltd
- Served as Assistant Manager for Deloitte Haskins & Sells, UK
- More than 16 years of experience in accounts, finance, taxation and audit



Mrs. Srijana Pandey

Director

- Head of Corporate Banking at Nepal Investment Bank Ltd.
- MBA in Marketing and Finance
- More than 22 years of experience in the field of credit management, project processing, external liaison, policy and project evaluation



Mr. Rabindra Bhattarai

Independent Director

- Director of BIM Programme at Shanker Dev Campus
- Faculty member at ShankerDev Campus
- MBA from Tribhuwan University
- Former Director at Sagarmatha Merchant Banking and Finance Ltd.



Mr. Ananda Kumar Bhattarai

Independent Director

- Retired under secretary, Government of Nepal
- Experience of more than 33 years in various capacities in various Ministries and Departments including Ministry of Finance
- Served as a resource person for stock market investor awareness programme organized by different institution
- MBA from Tribhuwan University



Mr. Shivanth B. Pandé

Chief Executive Officer

- Holds Master Degree in Financial Economics from the University of St. Andrews, Scotland, UK
- Worked as consultant in Deloitte Touche Tohmatsu Emerging Markets Group, London
- Over 20 years of experience in the field of finance
- Areas of expertise include Economic Research and Financial Analysis, Mobile Banking, SME Finance, Private Equity, and Venture Capital



Mr. Suvash Thapa

Deputy Chief Executive Officer - SIF

- Holds Master of Science, Accounting and Finance, from University of Bath, Bath, UK
- Holds over 15 years of experience specializing in strategy, partnerships, economic and financial analysis, and program and operations management working with both public/development and private sectors to secure desired results through innovative solutions, including 7 years at Beed Management Private Limited where he served as a Management Consultant and Financial Advisor in various sectors, as Head of Department for Business and Trade at British Embassy Kathmandu and as Mul Sector Business Conglomerate in New Business Development Unit at Chaudhary Group and as General Manager at Moses Private Limited – Strategic Partner of Frost & Sullivan (Research and Consulting Services) and as CEO at Silver Lining Private Limited (Data Centre and Cloud Services)



Mr. Sachindra Dhungana

General Manager

- Chartered Accountant from the Institute of Chartered Accountants of Nepal (ICAN)
- Holds Bachelor's Degree and Diploma in IFRS from ACCA
- Holds over 20 years of experience specializing in the field of Investment Banking, Merchant Banking, Wealth Management, Investment, Auditing, Accounting, Consultancy, Due Diligence Audit including 7 years of experience in HLB P.L. Shrestha & Co. and served as Manager- Assurance & Audit at S.R. Pandey & Chartered Accountants for 3 years and over 10 years of experience in Nepalese Capital Markets in Merchant Banking and Investment Banking, where he served as Chief Operating Officer at Nabil Investment Banking Ltd for over 2.5 years



Mrs. Rekha Pant

Issue and Registrar Executive (Deputed from NIMB)

- Holds Master's Degree in Economics from Tribhuvan University
- Holds more than 20 years of experience in banking and finance industry



Mr. Subhash Poudel

Head of Investment Banking

- Holds Master's Degree in Business Studies from Tribhuvan University
- Holds over 12 years of experience in Nepalese Capital Markets in Merchant Banking and Investment Banking Industry



Mr. Anup Shakya

Chief Operating Officer

- Holds Master's Degree in Business Studies from Tribhuvan University and Chartered Accountants Finalist from the Institute of Chartered Accountants of Nepal (ICAN)
- Holds over 13 years of experience in the field of Accounting, Auditing, Tax Consultancy, Due Diligence Audit, Advisory and operation management including over 8 years in Nepalese Capital Markets in Merchant Banking and Investment Banking and 5 years in the audit field.



Mrs. Shristy Shah

Portfolio Management Executive

- Holds Master's in Business Administration Specializing in HR and Finance from Osmania University, Hyderabad, India
- Over 7 years of work experience in Nepalese Capital Markets in Merchant Banking and Investing Banking, including 3 years as the head of the Business Promotion Unit, and over 4 years in Financial Research and Investment



Mr. Bhuwan Raj Panta

Corporate Advisory Executive

- Holds MBA Specialization in Finance from Pokhara University (PU)
- Holds over 15 years of experience including 8 years in Derivative & Commodity Market and over 7 years in Nepalese Capital Markets in Merchant Banking and Investment Banking Industry



Mr. Poskar Basnet

Mutual Fund Executive

- Holds MBA Degree Specialization in Finance from Purbanchal University (PU)
- Holds over 13 years of experience including over 7.5 years in Nepalese Capital Market in Merchant Banking & Investment Banking Industry and 5.5 years in Manufacturing & Export Company in Nepal



Mrs. Santoshi Giri

HR Manager

- Holds MBA Degree with specialization in Human Resources from University of Wales, UK
- Has over 15 years of experience including over 6.5 years as HR Manager in NIMB Ace Capital, 2 years as HR Manager in IT Sector and over 7 years in Customer handling in Retail sector



Mrs. Sunita Maharjan

Depository Participant (DP) Executive

- Holds Master's Degree from Tribhuvan University (TU)
- Holds over 13 years of experience in Nepalese Capital Market in merchant banking industry
- In-depth knowledge of Overall functions of Merchant Banking Industry of Nepal



Mr. Abhishek Tuladhar

Financial Research and Development Executive

- Holds Master's in Business Administration, specializing in Finance from Pokhara University
- Over 4 years of work experience in Nepalese Capital Markets in Investment Banking

OUR REACH

NIMB ACE Capital is expanding its reach by opening its branches in various different cities throughout Nepal.



Existing Branches

- ▶ Lazimpat (Head Office)
- ▶ Putalisadak
- ▶ Lagankhel
- ▶ Tripureshwor
- ▶ Butwal
- ▶ Biratnagar
- ▶ Birgunj
- ▶ Pokhara



Coming Soon

- ▶ Other major cities in Nepal phase wise

NIMB Ace Capital Limited has been very active in terms of its corporate social responsibility. It has organized numerous events and activities with an intention to pay back to the society.

Donations

- NIMB Ace Capital has provided relief material for the earthquake victim at Turkey as a part of its corporate social responsibility.
- NIMB Ace Capital has provided the financial support to Karkhana Samuha for its annual event on Global Designathon Challenge 2023, that uses design and problem-based learning to encourage children to think creatively about sustainability issues.
- NIMB Ace Capital has also made donations to numerous orphanages to sponsor underprivileged orphans. The company believes that investment in knowledge and education is one of the best assets one can invest in. Similarly, a donation of monthly NRs. 2,000.00 was made to First Ray of Hope, with an intention to provide free educational sponsorship for two orphans till class 10.

Investment Awareness Program

- As per the objectives of CSR Fund and guidelines from SEBON, during the year, we have conducted different province level wise Investment awareness programs at Ilam.

Public Garden

- We have been maintaining public garden outside the office premises at Uttar Dhoka, Lazimpat with an intension to keep its surrounding clean and tidy.

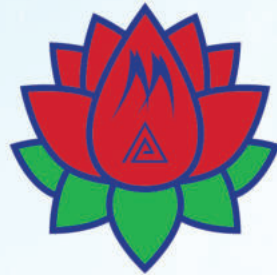
Employee Engagement Activity

- The company recognizes the importance of sense of enjoyment and refreshment in employees. As a part of its staff engagement, the company participated in the 1st Sports Meet organized by Merchant Bankers Association of Nepal. During the event, we have won gold medal on Table Tennis Men's Singles Event. Also, during the year, for the staff engagement, we have organized annual picnic event at Hattiban Resort and Aagantuk Resort.



Get Ready for Your Future..Today!

We Are Here for Your financial Empowerment.



NIMB ACE CAPITAL LIMITED

Managing Shares. Managing Investments.



MUTUAL
FUND



PORTFOLIO
MANAGEMENT



DEPOSITORY
PARTICIPANT



REGISTRAR
TO SHARES



SECURITIES
UNDERWRITING



ISSUES AND
SALES MANAGEMENT



CORPORATE
ADVISORY SERVICE



SPECIALIZED
INVESTMENT FUND



Distribution Agents

COUNTERS OPEN TIME

Sunday to Thursday:- 11:00 AM to 3:00 PM

*Counters shall remain closed on all public holidays including Friday & Saturday



NIMB Ace Capital Limited

Location	Contact No.
Head Office, Lazimpat, Kathmandu	01-4525280
Golchha Chowk, Biratnagar	021-534523, 534524, 534525
Adarshanagar, Birgunj	251-52332, 525277
Lagankhel, Lalitpur	01-5522604
Putalisadak, Kathmandu	01-5904013
Chipledhunga, Pokhara	061-538919
Traffic Chowk, Butwal	071-54991, 549992, 549993

Nepal Investment Mega Bank Limited

Location	Contact No.
Muktichowk, Birtamod	023-543810, 543811
Lalbandi, Sarlahi	046-501583, 501584
Suryavinayak, Bhaktapur	01-6615617, 6612832, 6610372
Pulchowk, Narayangarh	056-571921, 571922, 571923
TCN Road, Hetauda	057-526001, 525946
Dhamboji, Nepalgunj	081-525978, 525682
Tulsipur, Dang	082-521613, 521614
Mainroad, Dhangadi	091-523620, 523706

Muktinath Bikash Bank Limited

Location	Contact No.
Head Office, Kamaladi, Kathmandu	01-4168655, 4168656
Putalibazar, Syangja	063-420546, 420800
Waling, Syangja	063-440065
Prithivi Chowk, Pokhara	061-527805, 532256
Chipledhunga, Pokhara	061-540656, 540657
Damauli, Tanahu	065-562300
Narayangarh, Chitwan	056-523632, 5232605
Baglung	068-522886
Butwal	071-543682

Location	Contact No.
Bhairahawa	071-523815, 523836
Dhading Besi, Dhading	010-520704, 521151
Maharajgunj, Kathmandu	01-4371514, 4372847
Birgunj, Parsa	051-528958, 528964
Newroad, Kathmandu	01-4258448
Biratnagar	021-530014
Nepalgunj	081-522253
Janakpur	041-420551
Itahari	025-588912, 588913
Dhangadi	091-526041, 526000
Birendranagar	083-524707

Goodwill Finance Limited

Location	Contact No.
Head Office, Hattisar, Kathmandu	01-4444039, 4445690
Dillibazar, Kathmandu	01-4422290, 4422878
Taumadi, Bhaktapur	01-6620067, 6620068
Indrachowk, Kathmandu	01-5329554, 5329556
Kumaripati, Lalitpur	01-5008690, 5008691
Tripureshwor, Kathmandu	01-4231533, 4231583

Sampanna Capital & Advisory Nepal Limited

Location	Contact
Head Office, New Baneshwor, Kathmandu	01-5520722 (sampanna.capital@gmail.com)

For Online Access:
<https://mutualfund.nimbacecapital.com>



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Distribution Agent

Sindhu Bikash Bank Limited

Corporate Office	Banepa-7, Banepa Bazar, Kavre
Number of Branches	26(25 Branch+ One Limited Banking)

Branch Details

Branch Name	Address	Contact Number
Banepa Branch	Banepa-7, Banepa Bazar, Kavre	011-662340/41/46/51
Melamchi Branch	Melamchi-11,Melamchi Bazar, Sindhupalchowk	011-401007/69
Khadichaur Branch	Balephi-7 ,Khadichaur Bazar, Sindhupalchowk	011-482148/49
Dolalghat Branch	Bhumlu-10, Dolalghat, Kavre	011-498201/00
Mude Branch	Lisankhu Pakhar-8, Mude Bazar, Sindhupalchowk	9751062341
Sukute Branch	Sanga chowk-1, Sukute Bazar, Sindhupalchowk	011-400033
Sipaghat Branch	Mandandeupur-6, Sipaghat Bazar, Kavre	011-422006
Bhakunde Branch	Namobuddha-7, Bhakunde Bazar, Kavre	011-404120
Panchkhal Branch	Panchkhal-4, Tamaghat Bazar, Kavre	011-499353/54
Charikot Branch	Bhimeswor-3,Charikot Bazar, Dolakha	049-421979
Chautara Branch	Chautara Sanga Chowk-5, Chautara Bazar, Sindhupalchowk	011-620429
Singati Branch	Kalinchwok-3, Singati Bazar, Dolakha	049-410034
Sildhunga Limited Banking Outlet	Lisankhu Pakhar-5, Sildhunga, Sindhupalchowk	9751061394
Jalbire Branch	Balephi-1, Jalbire Bazar, Sindhupalchowk	011-403006
Panauti Branch	Panauti-6, Tarkari Bazar, Kavre	011-440175
Tandi Branch	Ratnanagar-1, Sauraha Chwok, Chitwan	056-563144
Parsa Branch	Khairahani-8, Parsa Bazar, Chitwan	056-583145
Palung Branch	Thaha-3, Thana Bazar, Makwanpur	057-400026
Bikashchowk Branch	Bharatpur-5 ,Bikashchowk, Chitwan	056-418212/13
Lahurechowk Branch	Kalika-2, Lahurechowk, Chitwan	056-413183/84
Narayangadh Branch	Bharatpur-3, Kamalnagar, Narayangadh, Chitwan	056-595561,056-595761
Chanauli Branch	Bharatpur-20, Chanauli, Chitwan	056-592128
Hetauda Branch	Hetauda-4, Bankroad, Makawanpur	057-520118
Thokarpa Branch	Sunkoshi-1, Bagh Bhairab, Sindhupalchow	9851331715
Lamosanghu Branch	Balephi-8, Lamosanghu, Sindhupalchowk	011-495056/ 57
Barabise Branch	Barhabise-4 , Barhabise Bazar, Sindhupalchowk	011-489245/46

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NIMB Ace Capital Ltd., Lazimpat, Kathmandu, Nepal

(प्रथम पटक प्रकाशित मिति २०८० पौष ३ गते मंगलबार)

आदरणीय शेयरधनी महानुभावहरू,

यस कम्पनीको मिति २०८०/०९/०२ गतेका दिन बसेको संचालक समितिको ११६ औं बैठकले निर्णय गरे अनुसार यस कम्पनीको एघारौं बार्षिक साधारण सभा निम्न लिखित मिति, समय तथा स्थानमा निम्न विषयहरू उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा सम्पूर्ण शेयरधनी महानुभावहरूको जानकारीका लागि यो सूचना प्रकाशित गरिएको छ।

सभा हुने मिति, समय र स्थान :

मिति : २०८०/०९/२५ गते (तदनुसार जनवरी १०, २०२४), बुधबार।

समय : बिहान १०:३० बजे।

स्थान : एनआइएमबि एस क्यापिटल लि. को सभाहल, लाजिम्पाट, काठमाण्डौं।

छलफलका विषय

क) सामान्य प्रस्तावहरू :

- १) आर्थिक वर्ष २०७९/०८० को सञ्चालक समितिको प्रतिवेदन उपर छलफल गरी पारित गर्ने।
- २) लेखापरीक्षकको प्रतिवेदन सहितको आषाढ ३१, २०८० मा समाप्त भएको आर्थिक वर्षको वासलात, तथा सोही मितिमा समाप्त भएको आ.व. २०७९/०८० को नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण उपर छलफल गरी पारित गर्ने।
- ३) सञ्चालक समितिबाट प्रस्ताव गरे बमोजिम २५ प्रतिशत नगद लाभांश (रु. ४७,००,००,०००/- चुक्तापूँजीको २५ प्रतिशतले हुन आउने रकम रु. ११,७५,००,०००/-) करसहित वितरण गर्ने प्रस्ताव पारित गर्ने।
- ४) कम्पनी ऐन, २०६३ को दफा १११ अनुसार आर्थिक वर्ष २०८०/०८१ को लेखापरीक्षण गर्न संचालक समितिको सिफारिस मुताबिक लेखापरीक्षक नियुक्ति गर्ने र निजको पारिश्रमिक तथा नियुक्तिको शर्त तोक्ने।

ख) विशेष प्रस्तावहरू :

- १) कम्पनीको अधिकृत पूँजी, जारी पूँजी तथा चुक्ता पूँजी वृद्धि गर्ने विशेष प्रस्ताव पारित गर्ने।
- २) कम्पनीको हकप्रद शेयर निष्काशन गर्ने सम्बन्धी प्रस्तावबारे छलफल तथा पारित गर्ने।
- ३) विशेष प्रस्तावका संशोधनहरूबाट प्रबन्धपत्र तथा नियमावलीमा भएका संशोधन र थप उपर नियमनकारी निकाय वा कार्यालयबाट कुनै विषयमा थप संशोधन गर्न वा भाषिक संशोधन वा फेरबदल गर्न कुनै निर्देशन वा सुझाव दिएमा सो मुताबिक संशोधन गर्न संचालक समितिलाई पूर्ण अख्तियारी दिने।
- ३) आर्थिक वर्ष २०७९/०८० मा कम्पनीको संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत गरिएको अनुदान/दान रकम पारित गर्ने।

ग) विविध।

संचालक समितिको आज्ञाले
कम्पनी सचिव

श्री सञ्चालक समिति,
 एनआइएमबि एस क्यापिटल लिमिटेड
 लाजिम्पाट, काठमाडौं ।

विषय : प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,
 जिल्ला न.पा./गा.वि.स. वडा नं मा बस्ने म/हामी
 ले त्यस कम्पनीको शेयरधनीको हैसियतले मिति २०८० साल पौष २५ गते बुधबारको दिन हुने त्यस कम्पनीको
 एघारौं वार्षिक साधारणसभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा
 मतदान गर्नको लागि जिल्ला न.पा./गा.वि.स. वडा नं मा बस्ने त्यस कम्पनीका शेयरधनी श्री शेयरधनी नं. लाई
 मेरो /हाम्रो प्रतिनिधि मनोनित गरी पठाएको छु/छौं ।

निवेदक

दस्तखत :

नाम :

ठेगाना :

क्रम संख्या :

हितग्राही खाता नं :

शेयर प्रमाण पत्र नं :

किता नं : देखि सम्म

मिति :

द्रष्टव्य : यो निवेदन साधारण सभा हुनु भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको मुख्य कार्यालयमा पेश गरिसक्नु पर्नेछ ।

शेयरधनीको नाम :

शेयर प्रमाण पत्र नं :

शेयरधनीको सही :

शेयर संख्या :

एघारौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश-पत्र ।

द्रष्टव्य :

१. शेयरधनी आफैले खाली कोष्ठहरू भर्नुहोला ।
२. सभाकक्षमा प्रवेश गर्न यो प्रवेशपत्र प्रस्तुत गर्नु अनिवार्य छ ।

कम्पनी सचिव



नेपालकै पहिलो
**OPEN ENDED
MUTUAL FUND**
NIBL SAHABHAGITA FUND
(As Per Mutual Fund Regulations, 2067)

सानो सानो बचतको उचित लगानी

Systematic Investment Plan

SIP भनेकै NIBL सहभागिता फण्डमा लगानी

योजनाका विशेषताहरु:

-  नेपालको पहिलो र सबैभन्दा ठूलो खुलामुखी योजना
-  हालसम्मकै सबैभन्दा धेरै प्रतिफल वितरण गर्न सफल
-  न्युनतम लगानी र न्युनतम जोखिमको दीर्घकालीन लाभ
-  न्युनतम रु. १००० बाट नै लगानी गर्न सकिने



एघारौं वार्षिक साधारण सभामा संचालक समितिको तर्फबाट अध्यक्षज्यूको प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरू,

एनआइएमबि एस क्यापिटल लिमिटेडको एघारौं वार्षिक साधारण सभामा उपस्थित सबैलाई संचालक समितिको तर्फबाट म हार्दिक स्वागत तथा अभिवादन गर्दछु।

तपाईंहरूको सहयोग, सद्भाव एवं शुभेच्छाबाट संचालन भएको हाम्रो यस कम्पनीले सफलतापूर्वक एघारौं वर्ष पुरा गरी नेपालको मर्चेन्ट तथा इन्भेष्टमेन्ट बैंकिङ व्यवसायमा अग्रणी भूमिका खेल्दै आफ्नो कार्य क्षेत्रको बिस्तार गर्न सफल भएको छ। नेपाल धितोपत्र बोर्डबाट धितोपत्र व्यवसायी (मर्चेन्ट बैंकर) को रुपमा निष्काशन तथा बिक्री प्रबन्धक, धितोपत्र प्रत्याभुतिकर्ता, शेयर रजिष्ट्रेशन, लगानी व्यवस्थापन तथा संस्थागत परामर्श सेवा, सामुहिक लगानी कोषको योजना व्यवस्थापक तथा डिपोजिटरी, विशिष्टीकृत लगानी कोषको कोष व्यवस्थापक र निक्षेप सदस्यको कार्य गर्न अनुमतिपत्र प्राप्त गरेको यस कम्पनीले आगामी दिनहरूमा आफ्नो सेवाग्राही समक्ष दक्ष एवं तालिम प्राप्त कर्मचारीहरूबाट अन्य नवीनतम सेवाहरू उपलब्ध गराई धेरै भन्दा धेरै ग्राहकहरूको विश्वास हासिल गर्न प्रतिवद्ध रहेको छ।

नवीनतम सेवामा विशिष्टीकृत लगानी कोषको सुरुवात यसै आर्थिक वर्षबाट गरिएको र एनआईबिएल इक्विटी पार्टनर्स नामक प्रति इकाई अंकित मूल्य रु.१,०००/- दरको १,००,००,००० इकाईले हुन आउने रु. १०,००,००,००,०००/- (अक्षरूपी दश अर्ब) बराबरको १५ वर्षे अवधि भएको प्राइभेट इक्विटी फण्डको संचालन गरिनेछ।

अब, म शेयरधनी महानुभावहरू समक्ष यस कम्पनीको मर्चेन्ट बैंकिङ तथा अन्य कार्यक्षेत्रको परिदृश्यहरू प्रस्तुत गर्दै समीक्षा अवधि आ.व.२०७९/०८० को कार्यसम्पादनको समीक्षा तथा भावी योजनाहरू प्रस्तुत गर्दछु।

कम्पनी ऐन २०६३ को दफा १०९ को उपदफा ४ अनुसारको विवरण :

१. विगत वर्षको कारोवारको सिंहावलोकन :

समीक्षा वर्षमा शेयर बजार उतार चडाव हुँदै पछिल्लो वर्षको अनुपातमा स्थिर रहन गयो। २०७९ असार मसान्तमा २००९.४६ रहेको नेप्से सूचकाङ्क २०८० असार मसान्तमा २०९७.०९ रहेको छ। त्यसैगरी, २०८० असार मसान्तमा धितोपत्र बजार पुँजीकरण रु. ३० खर्ब ८२ अर्ब रहेको छ भने गत आ.व. को सोही अवधिमा बजार पुँजीकरण रु. २८ खर्ब ६९ अर्ब रहेको थियो।

समीक्षा अवधिमा नेपाल धितोपत्र बोर्डले रु. २२ अर्ब ३८ करोड बराबरको साधारण शेयर, रु.१६ अर्ब १५ करोड बराबरको म्युचुअल फण्ड, रु.१५ अर्ब ९८ करोड बराबरको हकप्रद शेयर र रु.११ अर्ब ६० करोड बराबरको डिबेन्चर गरी कुल रु.६६ अर्ब ११ करोड बराबरको धितोपत्र सार्वजनिक निष्काशनका लागि अनुमति दिएको छ।

आ.व.२०७९/८० मा नेपाल धितोपत्र बोर्डले कुल १२ वटा संस्थालाई विशिष्टीकृत लगानी कोष (प्राइभेट इक्विटी तथा भेन्चर क्यापिटल) को कोष व्यवस्थापकको अनुमतिपत्र प्रदान गरिएको छ। साथै, आषाढ मसान्तसम्ममा बोर्डले १ संस्थालाई धितोपत्र व्यापारी, १ संस्थालाई पूर्ण कार्य गर्ने धितोपत्र दलाल र अन्य १६ संस्थालाई सिमित कार्य गर्ने धितोपत्र दलाल गरी कुल १८ वटा नयाँ संस्थाहरूलाई धितोपत्र व्यवसायीहरूको अनुमतिपत्र प्रदान गरिएको छ।

आ.व. २०७९/८० मा अर्थतन्त्रमा रहेका संरचनागत तथा केही नीतिगत कारणबाट आर्थिक क्रियाकलापमा शिथिलता देखिएको हुँदा आर्थिक वृद्धि न्यून रहन गएको छ। कोभिड - १९ महामारी कम भई अर्थतन्त्र पुनरुत्थान हुने क्रममा रहेकोमा खासगरी युकेनमा भएको युद्धका कारण आपूर्ति श्रृङ्खला प्रभावित भएको र हाल प्यालेस्टिनी विद्रोही समूह हमासले इजराएलमा आक्रमण गरे पश्चात उत्पन्न भएको संत्रासको अवस्थाले र यस्तै पश्चिम एसिया तथा मध्य पूर्वमा पार्न सक्ने नकारात्मक असरले नेपाल लगाएत विप्रेषणले धानिएका अर्थतन्त्रमा नकारात्मक असर पर्ने परिदृश्यको अनुमान गर्न सकिन्छ।

उच्च ब्याजदरका कारण लगानीमा कमी आएको, सरकारको पुँजीगत खर्च अपेक्षित रुपमा बढ्न नसकेको र समष्टिगत मागमा कमी आएको हुँदा आर्थिक गतिविधिमा सुस्तता देखिएको छ। विश्व व्यापार गतिविधि तथा पुँजी प्रवाह प्रभावित भएको छ। मुद्रास्फीति क्रमश घट्ने क्रममा रहेको भएता पनि अभै लक्षित सीमाभन्दा माथि रहेको कारण सोको समस्या समाधान गर्न केन्द्रीय बैंकले कोभिडको समयमा

अवलम्बन गरेका राहत कार्यक्रम तथा नियामकीय छुटहरू विस्तारै हटाउँदै लग्नुको साथै अर्थतन्त्रमा देखिएको असन्तुलन सम्बोधन गर्नका लागि मौद्रिक नीतिको कार्यदिशालाई पनि लचिलो बनाउँदै लगेका छन् ।

विश्व अर्थतन्त्रमा आएको परिवर्तनबाट नेपाली अर्थतन्त्र पनि अछुतो रहन सकेन । नेपालको सन्दर्भमा पनि मूल्य एवम् बाह्य क्षेत्र स्थायित्वमा देखिएको दबाव र लगानीयोग्य साधनमा आएको संकुचनका कारण अर्थतन्त्रको पुनरुत्थान सँगै उच्च आर्थिक वृद्धिदर हासिल गर्ने दिशामा चुनौती सिर्जना भएको छ । तरलता संकुचनका कारण समग्र आर्थिक वर्षमा शेयर बजारको वृद्धि दर न्यून रहन गयो ।

समीक्षा वर्षमा यस कम्पनीले विशिष्टीकृत लगानी कोष नियमावली, २०७५ अन्तर्गत कोष व्यवस्थापकको अनुमतिपत्र प्राप्त गर्न सफल रहेको छ । साथै, यसै वर्ष आफ्नो कोष व्यवस्थापन अन्तर्गत एनआईबिएल इक्विटी पार्टनर्स (NIBL Equity Partners) नामक नयाँ विशिष्टीकृत लगानी कोषको स्थापनाका लागि नेपाल धितोपत्र बोर्डबाट माग भए बमोजिमका आवश्यक कागजातहरू र विवरणहरू बोर्ड समक्ष पेश गरि बोर्डबाट कोष दर्ताको स्वीकृति समेत प्राप्त भईसकेको र आजका मितिमा ईकाइको निष्कासन समेत भईसकेको छ ।

सामूहिक लगानी कोष नियमावली, २०६७ अन्तर्गत देशकै पहिलो “एनआईबिएल सहभागिता फण्ड” को आकार वृद्धि गरी रु ३ अर्ब सम्मको आकारको लागी नियमक निकायबाट स्विकृती समेत प्राप्त गरिसकिएको छ । यस कम्पनीबाट उपलब्ध गराइने मर्चेन्ट बैंकिङ्ग अन्तर्गतका सेवाहरूलाई सुलभ एवं सहज बनाउन विगत वर्षहरूमा जस्तै उपत्यका भित्र लाजिम्पाट काठमाडौंमा केन्द्रीय कार्यालय सहित पुतलीसडक, त्रिपुरेश्वर र लगेनखेल तथा उपत्यका बाहिर पोखरा, बुटवल, बीरगञ्ज र बिराटनगरमा रहेको शाखाहरू साथै नेपाल इन्भेष्टमेन्ट मेघा बैंक लि.का सम्पूर्ण शाखाहरूबाट सेवा पुर्याउने कार्यलाई निरन्तरता दिँदै आएको छ । त्यसैगरी निष्काशन तथा बिक्री प्रबन्ध अन्तर्गत विभिन्न कम्पनीहरूको शेयर तथा डिभेन्चरहरूको सार्वजनिक निष्काशन (आईपीओ) र बिक्री प्रबन्ध सम्बन्धी कार्य सम्पन्न गरेको; शेयर रजिष्ट्रारको रूपमा कार्य गरिरहेको कम्पनीको संख्या (डिभेन्चर सहित) कुल ५६ पुर्याउन सफल रहेको; लगानी व्यवस्थापन सेवा अन्तर्गत ग्राहक संख्या १६६८ तथा लगानी व्यवस्थापन रकम करिब रु. ५ अर्ब २३ करोड जति रहेको छ । संस्थागत परामर्श सेवा अन्तर्गत विभिन्न क्षेत्रहरूमा परामर्श सेवा प्रदान गर्दै आईरहेको छ ।

गत आ.व. मा एनआईबिएल एस क्यापिटल लिमिटेडले मेगा क्यापिटल मार्केट्स लिमिटेडलाई (एक्विजिसन) प्राप्ति गर्न समेत सफल रह्यो र यस प्राप्ति पश्चात कम्पनीको पुँजिकोष थप मजबुत हुनुका साथै कार्यगत रूपमा सिर्जनी समेत प्राप्त भएको महसुस समेत भएको छ । प्राप्ति पश्चात कम्पनीको नाम समेत परिवर्तन गरी एनआईएमबि एस क्यापिटल लिमिटेड राखिएको समेत यहाँहरू सबैलाई सर्वबिधितै छ । उक्त प्राप्ति पश्चात यस कम्पनी दुई म्युचुअल फण्ड अन्तर्गत विभिन्न योजनाहरू संचालन गर्ने पहिलो योजना व्यवस्थापक समेत रहन गएको छ ।

साथै, निक्षेप सदस्य अन्तर्गत नेपाल इन्भेष्टमेन्ट मेगा बैंक लिमिटेडको सम्पूर्ण शाखा कार्यालयहरू लगायत यस कम्पनीको समेत सम्पूर्ण शाखा कार्यालयहरूबाट तथा अनलाईन सेवा बाट समेत खाता खोल्न सकिने व्यवस्था मिलाई समीक्षा अवधिमा करिब २५,०९३ नयाँ हितग्राही खाता खोली कुल खाता संख्या ४,९३,२९२ पुर्याउन सफल भएको छ ।

आर्थिक वर्ष २०७९/०८० मा कम्पनीले गरेको आर्थिक प्रगति (NFRS अनुसार) को संक्षिप्त विवरण निम्नानुसार रहेको छ ।

सि. नं.	विवरण	२०८० आषाढ मसान्त	२०७९ आषाढ मसान्त
१.	शेयर पुँजी	४७०,०००,०००.००	२७०,०००,०००.००
२.	जगेडा कोषहरू	२६२,७०४,३३४.००	२१९,६४०,८३२.००
३.	अन्य दायित्व	१,२४३,२०३,८९२.००	७६१,६२२,४०४.००
४.	कुल पूँजी तथा दायित्व	१,९७५,९०८,२२६.००	१,२५१,२६३,२३६.००
५.	स्थिर सम्पत्ति खुद	८६,१७१,३०९.००	३७,३०६,७२५.००
६.	नगद तथा बैंक मौज्दात	१३८,८५७,५७७.००	१३१,१४८,७७१.००
७.	लगानी	१,५८४,९२५,९९१.००	८८३,५६१,७४७.००
८.	अन्य सम्पत्ति	१६५,९५३,३४९.००	१९९,२४५,९९३.००
९.	कूल सम्पत्ति	१,९७५,९०८,२२६.००	१,२५१,२६३,२३६.००
१०.	कुल आम्दानी	२७८,९८०,८४७.००	२८२,१७८,४२६.००
११.	कुल खर्च	१६२,१३४,११४.००	१३६,७५०,८६१.००
१२.	खुद संचालन मुनाफा	११६,८४६,७३३.००	१४५,४२७,५६५.००
१३.	आयकर व्यवस्था	३५,५९२,५२०.००	४२,६२३,१५४.००

१४.	खुद/नाफा (नोक्सान)	८१,२५४,२१३.००	१०२,८०४,४११.००
१५.	शेयर संख्या	४,७००,०००.००	२,७००,०००.००
१६.	प्रति शेयर आमदानी	१७.२९	३८.०८
१७.	नेटवर्थ (बुक भ्यालु) रु.	१५५.८९	१८१.३५

मिति २०७९ श्रावण १ देखि मिति २०८० आषाढ मसान्त सम्मको समष्टिगत आर्थिक अवस्था एवं कार्यसम्पादनको भ्रूलक निम्नानुसार प्रस्तुत गरिएको छ ।

निष्काशन तथा बिक्री प्रबन्ध सेवा :

यस एनआइएमबि एस क्यापिटल लिमिटेडले आर्थिक वर्ष २०७९/०८० मा निम्न अनुसारका कम्पनीहरूको साधारण शेयर सर्वसाधारणमा जारी गर्न श्री नेपाल धितोपत्र बोर्डबाट स्वीकृत प्राप्त गरेको थियो र सोही अनुसार निष्काशन तथा बिक्री प्रबन्धको कार्य सम्पन्न गरेको र केही आगामी वर्ष गरिने योजना रहेको छ । गत आर्थिक वर्षमा सार्वजनिक निष्कासन प्रयोजनार्थ कुल ८ बटा सभौता समेत भएका छन् ।

क) सार्वजनिक निष्काशन - IPO

सि.नं.	कम्पनीको/निष्काशित धितोपत्रको नाम	निष्काशनको प्रकार	निष्काशन रकम (रु.)	कैफियत कैफियत
१.	सयपत्री हाईड्रोपावर लि.	साधारण शेयर	९,००,००,०००/-	साविक एनआईबिएल एस क्यापिटल लि. बाट निष्काशन गरिएको
२.	बाराही हाईड्रोपावर पब्लिक लि.	साधारण शेयर	७,००,००,०००/-	
३.	एनआईबिएल ग्रोथ फण्ड	सामूहिक लगानी कोषको बन्दमुखी योजना	१,६०,००,००,०००/-	
४.	बिपिडब्लु लघुवित्त वित्तिय संस्था लिमिटेड	साधारण शेयर	९७,००,०००/-	साविक मेगा क्यापिटल मार्केट्स लि. बाट निष्काशन गरिएको
५.	नेपाल रिपब्लिक मिडिया लिमिटेड	साधारण शेयर	४३,५३,००,०००/-	

ख) डिवेन्चर तथा ऋणपत्र निष्काशन - Debenture Issue

सि.नं.	कम्पनीको नाम	निष्काशन रकम (रु.)
१.	बैंक अफ काठमाण्डू लिमिटेड	१,१०,००,००,०००/-
२.	नेपाल इन्फ्रास्ट्रक्चर बैंक लिमिटेड	५,००,००,००,०००/-
३.	स्ट्याण्डर्ड चार्टर्ड बैंक नेपाल लिमिटेड	२,४०,००,००,०००/-
४.	एनएमबि बैंक लिमिटेड	४,००,००,००,०००/-

ग) शेयरको लिलाम - Auction of Shares

यस कम्पनीले समीक्षा अवधिमा हकप्रद निष्काशनको क्रममा बिक्री नभई बाँकी रहेको लगायत कम्पनीहरूले आफ्नो नाममा रहेको शेयर लिलाम बिक्री मार्फत बिक्री गर्न प्रबन्धक नियुक्त गरेको समेत गरी जम्मा ८ कम्पनीको संस्थापक तथा सर्वसाधारण समूहको शेयर लिलाम बिक्रीको माध्यमबाट बिक्री गर्ने कार्य सफलतापूर्वक सम्पन्न गरेको छ ।

घ) शेयर प्रत्याभूति सेवा सम्बन्धी विवरण : कुल ९ वटा ।

सि.नं.	कम्पनीको नाम	शेयरको प्रकार	प्रत्याभूति गरेको रकम (रु.)	कैफियत
१.	मोदी इनर्जी लिमिटेड	साधारण शेयर	४३,५०,००,०००/-	साविक एनआईबिएल एस क्यापिटल लि. बाट प्रत्याभूति गरिएको
२.	एकर्ड फर्मास्युटिकल्स लिमिटेड	साधारण शेयर	७,०६,९०,९००/-	
३.	सन नेपाल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड	साधारण शेयर	४५,००,००,३२८/-	
४.	डीश मिडिया नेटवर्क लिमिटेड	साधारण शेयर	५०,००,००,०००/-	
५.	माबिलुङ्ग इनर्जी लिमिटेड	साधारण शेयर	१८,९०,५४,०००/-	
६.	लाफिङ्ग बुद्ध पावर नेपाल लिमिटेड	साधारण शेयर	३३,७७,००,०००/-	
७.	सानिमा हाईड्रोपावर लिमिटेड	साधारण शेयर	४,९०,००,०००/-	

८.	ग्लोबल हाइड्रोपावर एसोसिएट्स लिमिटेड	साधारण शेयर	२४,६०,००,०००/-	साविक मेगा क्यापिटल मार्केट्स लि. बाट प्रत्याभूति गरिएको
९.	ट्रेड टावर लिमिटेड	साधारण शेयर	११,५८,९८,०००/-	

ड) शेयर रजिष्ट्रेशन सम्बन्धी विवरण : आ.व.२०७९/०८० को अन्त्य सम्ममा कुल ५६ वटा ।

सि.नं.	कम्पनीको नाम	सि.नं.	कम्पनीको नाम
१	नेपाल इन्भेष्टमेन्ट मेगा बैंक लि.	२९	निर्धन उत्थान लघुवित्त वित्तीय संस्था लि.
२	शिखर इन्व्स्टोरेन्स कम्पनी लि.	३०	नेपाल रिपब्लिक मिडिया लिमिटेड
३	गोर्खाजि फाइनान्स लि.	३१	एनआईबीएल प्रगति फण्ड
४	सिन्धु विकास बैंक लि.	३२	एनआईबीएल समृद्धि फण्ड-२
५	साल्ट टेडिङ्ग कर्पोरेशन लि.	३३	एनआईबीएल सहभागिता फण्ड
६	माउन्टेन इनर्जी नेपाल लि.	३४	एनआईबीएल ग्रोथ फण्ड
७	माण्डु हाइड्रोपावर लि.	३५	मेगा म्युचुअल फण्ड १
८	विजय लघुवित्त वित्तीय संस्था लि.	३६	मञ्जुश्री फाइनेन्स लिमिटेड
९	कृषि विकास बैंक लि.	३७	सोल्टी होटल लिमिटेड
१०	दिव्यश्वरी हाइड्रोपावर कम्पनी लि.	३८	काठमाण्डौ मेडिकल कलेज
११	एक्सेल डेभलपमेन्ट बैंक लिमिटेड	३९	गणपति माइक्रोफाइनेन्स वित्तीय संस्था लि.
१२	गरिमा विकास बैंक लिमिटेड	४०	गुराँस लघुवित्त वित्तीय संस्था लि.
१३	ज्योती विकास बैंक लिमिटेड	४१	सबैको लघुवित्त वित्तीय संस्था लि.
१४	प्रोग्रेसिभ फाइनेन्स लिमिटेड	४२	सयपत्री हाइड्रोपावर लिमिटेड
१५	एशियन लाईफ इन्व्स्टोरेन्स क. लि.	४३	१०.५ % नेपाल इन्भेष्टमेन्ट डिवेन्चर, २०८२
१६	नेपाल ल्यूब आयल लि.	४४	१०.३५ % कृषि बैंक ऋणपत्र, २०८३
१७	राष्ट्रिय बीमा कम्पनी लि.	४५	१२ % गुडविल फाइनेन्स लि. डिवेन्चर, २०८३
१८	नेशनल माइक्रोफाइनेन्स वित्तीय संस्था लि.	४६	८.५ % नेपाल इन्भेष्टमेन्ट बैंक ऋणपत्र, २०८४
१९	राष्ट्र उत्थान लघुवित्त वित्तीय संस्था लिमिटेड	४७	९.५ % मञ्जुश्री फाइनेन्स लि. डिवेन्चर, २०८५
२०	गुडविल फाइनेन्स लि.	४८	९ % KSBBL डिवेन्चर, २०८७
२१	साहास उर्जा लि.	४९	९ % सांग्रिला डेभलपमेन्ट बैंक डिवेन्चर, २०८७
२२	सांग्रिला डेभलपमेन्ट बैंक लि.	५०	४ % कृषि ऋणपत्र - ७ वर्षे
२३	ओरियन्टल होटल्स लि.	५१	४ % कृषि ऋणपत्र - ८ वर्षे
२४	शाइन रेसुझा डेभलपमेन्ट बैंक लि.	५२	४ % कृषि ऋणपत्र - ९ वर्षे
२५	नेपाल इन्व्स्टोरेन्स क. लि.	५३	८.७५ % गरिमा डिवेन्चर, २०८५
२६	रु रु जलविद्युत परियोजना लि.	५४	९ % ज्योति विकास बैंक बण्ड, २०८७
२७	बिपिडब्लु लघुवित्त वित्तीय संस्था लिमिटेड	५५	निफ्रा उर्जा ऋणपत्र २०८५/०८६
२८	सिंगरी हाइड्रो इनर्जी लि.	५६	१०.३०% स्ट्याण्डर्ड चार्टर्ड बैंक नेपाल लिमिटेड ऋणपत्र

लगानी व्यवस्थापन सम्बन्धी सेवा :

आ.व. २०७९/०८० को अन्त्य सम्ममा लगानी व्यवस्थापन (एसेट अन्डर म्यानेजमेण्ट) करिब रु.५ अर्ब २३ करोड रहेको र ग्राहक संख्या १६६८ रहेको छ ।

निक्षेप सदस्य :

समीक्षा अवधिमा यस कम्पनीले नेपाल धितोपत्र बोर्ड तथा सिडिएस एण्ड क्लियरिङ लिमिटेडबाट निक्षेप सदस्यको रुपमा नेपाल इन्भेष्टमेण्ट मेगा बैंक लि.को सम्पूर्ण शाखा कार्यालयहरू लगायत यस कम्पनीको केन्द्रीय कार्यालय सहित ८ वटा स्थानहरूबाट निक्षेप सदस्य सम्बन्धी सेवा उपलब्ध गराउने व्यवस्था मिलाई समीक्षा अवधिमा करिब २५,०९३ नयाँ हितग्राही खाता खोली कुल खाता संख्या ४९३,२९२ पुर्याउन सफल भएको छ ।

सामूहिक लगानी कोष (म्युचुअल फण्ड) :

एनआईबिएल म्युचुअल फण्ड अन्तर्गतको एनआईबिएल सहभागिता फण्ड, एनआईबिएल प्रगति फण्ड, एनआईबिएल समृद्धि फण्ड-२ र एनआईबिएल ग्रोथ फण्ड र मेगा म्युचुअल फण्ड अन्तर्गतको को मेगा म्युचुअल फण्ड-१ का योजना व्यवस्थापक रही यस कम्पनीले रु. ६ अर्ब ६८ करोडको कोष संचालन गरी आएको छ । यस आ.व.मा एनआईबिएल प्रगति फण्डका इकाईधनीहरूलाई ६.८० प्रतिशतका दरले र एनआईबिएल सहभागिता फण्डका इकाईधनीहरूलाई ४ प्रतिशतका दरले कर सहित प्रतिफल वितरण गर्ने निर्णय समेत गरिएको छ । साथै, समीक्षा अवधिमा एनआईबिएल म्युचुअल फण्ड अन्तर्गतको एनआईबिएल ग्रोथ फण्डले नेपाल धितोपत्र बोर्डबाट २०७९/०८/१८ मा स्वीकृति पाएर समीक्षा अवधिमा संचालनमा आएको छ । यस योजना १० वर्षे अवधि र रु. १ अर्ब ३२ करोडको रहेको छ ।

संस्थागत परामर्श सेवा :

संस्थागत परामर्श सेवा अन्तर्गत विभिन्न क्षेत्रहरूमा परामर्श सेवा प्रदान गर्दै आईरहेकामा १७ वटा संस्थाहरूलाई लागी ऋण सहजिकरण सम्बन्धि कार्यहरू गरिएको छ । ३१ वटा विभिन्न संघ संस्थाको लागि वित्तिय प्रक्षेपण कार्य तथा लगानीको मुल्यांकन प्रतिवेदन तयार गर्ने कार्य गरिएको छ । साथै, संस्थागत परामर्श सेवा अन्तर्गत यस वर्ष १ संस्थालाई प्रत्यक्ष वैदेशिक लगानी सहजिकरण तथा परामर्श सेवाको नयाँ कार्य गर्न सफल भएको छ । ९ वटा संस्थालाई निष्काशन तथा बिक्री सम्बन्धी परामर्श सेवा तथा तालिम सेवा पनि प्रदान गरिएको छ । साथै, नयाँ व्यवसाय संचालनका लागि सम्भाव्यता अध्ययन सम्बन्धी सेवा सम्बन्धी कार्य गरिएको छ ।

विशिष्टीकृत लगानी कोष :

विशिष्टीकृत लगानी कोष संचालनका लागि कोष व्यवस्थापकको अनुमति पत्रका लागि नेपाल धितोपत्र बोर्डबाट माग भए बमोजिमका आवश्यक कागजातहरू र तोकिएको पूर्वाधारको विवरण बोर्ड समक्ष पेश गरि सकेको छ र बोर्डबाट स्वीकृति समेत प्राप्त भईसकेको छ र आजका मितिमा ईकाईको सार्वजनिक निष्कासन समेत भईसकेको छ ।

२. राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितीबाट कम्पनीको कारोबारलाई कुनै असर परेको भए सो असरको समीक्षा :

आ.व. २०७९/८० मा अर्थतन्त्रमा रहेका संरचनागत तथा केही नीतिगत कारणबाट आर्थिक क्रियाकलापमा शिथिलता देखिएको हुँदा आर्थिक वृद्धि न्यून रहन गएको छ । कोभिड - १९ महामारी कम भई अर्थतन्त्र पुनरुत्थान हुने क्रममा रहेकोमा खासगरी युकेनमा भएको युद्धका कारण आपूर्ति श्रृङ्खला प्रभावित भएको, र हाल प्यालेस्टिनी विद्रोही समुह हमासले इजराएलमा आक्रमण गरे पश्चात उत्पन्न भएको संत्रासको अवस्थाले र यस्तो पश्चिम एसिया तथा मध्य पूर्वमा पार्न सक्ने नकारात्मक असरले नेपाल लगाएत बिप्रेषणले धानिएका अर्थतन्त्रमा नकारात्मक असर पर्ने परिदृश्यको अनुमान गर्न सकिन्छ ।

उच्च ब्याजदरका कारण लगानीमा कमी आएको, सरकारको पुँजीगत खर्च अपेक्षित रुपमा बढ्न नसकेको र समष्टिगत मागमा कमी आएको हुँदा आर्थिक गतिविधिमा सुस्तता देखिएको छ । मुद्रास्फीति नियन्त्रण र विदेशी विनियम सञ्चित सुधारका लागि लिइएको नीतिका कारण आर्थिक क्रियाकलाप थप प्रभावित हुन पुगेको छ ।

विश्व व्यापार गतिविधि तथा पुँजी प्रवाह प्रभावित भएको छ । अन्तर्राष्ट्रिय स्तरमा देखापरेको उच्च मुद्रास्फीति क्रमश घट्ने क्रममा रहेको भएता पनि अझै लक्षित सीमाभन्दा माथि रहेको कारण सोको समस्या समाधान गर्न अधिकांश केन्द्रीय बैंकहरूले कोभिडको समयमा अवलम्बन गरेका राहत कार्यक्रम तथा नियामकीय छुटहरू विस्तारै हटाउँदै लम्नुको साथै अर्थतन्त्रमा देखिएको असन्तुलन सम्बोधन गर्नका लागि मौद्रिक नीतिको कार्यदिशालाई पनि लचिलो बनाउँदै लगेका छन् ।

विश्व अर्थतन्त्रमा आएको परिवर्तनबाट नेपाली अर्थतन्त्र पनि अछुतो रहन सकेन । नेपालको सन्दर्भमा पनि मूल्य एवम् बाह्य क्षेत्र स्थायित्वमा देखिएको दबाव र लगानीयोग्य साधनमा आएको संकुचनका कारण अर्थतन्त्रको पुनरुत्थानसँगै उच्च आर्थिक वृद्धिदर हासिल गर्ने दिशामा चुनौती सिर्जना भएको छ । यस बिषम परिस्थितिमा कम्पनीले नबिन प्रकारका अवसर तथा चुनौतीहरूको सामना गर्नु का साथै चुनौतीहरूलाई अवसरमा परिणत गर्दै मुनाफा आर्जन गर्न सफल रहयो ।

नेपाल धितोपत्र बोर्डको नयाँ निति/निर्देशिका अनुसार मर्चेन्ट बैकलाई विशिष्टीकृत लगानी कोष (प्राइभेट ईक्विटी तथा भेन्चर क्यापिटल) को कोष व्यवस्थापकको अनुमतिपत्र प्रदान गर्नाले सो अन्तर्गतको विशिष्टीकृत लगानी कोषको संचालनको नयाँ अवसर सिर्जना भएको छ । साथै, नयाँ कार्यक्षेत्रहरू व्यवसायिक योजना, वैदेशिक लगानी सम्बन्धी योजना, लोन सिण्डिकेशन आदी क्षेत्रमा संस्थागत परामर्शदाता सम्बन्धि सेवाहरू प्रदान गर्न सक्ने गरि विस्तार गरिएका छन् । यसलाई पूँजी बजारको लागि नयाँ आयाम मान्न सकिन्छ । मर्चेन्ट बैकिङ व्यवसायको दायरा सोचे अनुकुल फराकिलो हुन नसक्नु, यस क्षेत्रमा भएको अस्वस्थ प्रतिस्पर्धा, अधिकांश बैंक तथा वित्तीय संस्था तथा बिमा कम्पनीहरूले सहायक कम्पनीको रूपमा यो व्यवसायलाई सुरुवात गर्नु जस्ता चुनौतीहरूका बाबजुद यस कम्पनीले आफुलाई नेपालको वर्तमान बजारमा अब्बल रूपमा स्थापित गर्न सफल भएको छ ।

तथापी नेपाल सरकारको उच्च आर्थिक वृद्धि दर कायम राख्ने लक्ष्य तथा नेपाल राष्ट्र बैंकको मुद्रास्फीति न्यून राख्न र वित्तीय सन्तुलन कायम गर्ने जस्ता मौद्रिक नीतिको असरले समेत शेयरबजारमा नकारात्मक असर परेको संदर्भमा आगामी दिनमा वर्तमान आर्थिक अवस्थामा सूधार आई कम्पनीको कारोवार अभि परिस्कृत ढङ्गले उल्लेख्य वृद्धि हुने विश्वास हामीले लिएका छौं ।

३. प्रतिवेदन तयार भएको मिति सम्म चालु वर्ष २०७९/०८० को उपलब्धि र भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा संचालक समितिको धारणा :

यो प्रतिवेदन तयार हुँदा सम्म यस कम्पनीले गरेको उपलब्धिहरू साथै भविष्यमा गर्नुपर्ने कार्यहरूको विवरण सम्बन्धमा संचालक समितिको धारणाहरू निम्न बमोजिम रहेका छन् ।

- यस कम्पनीले नयाँ नयाँ कानून बमोजिम भएको परिवर्तनलाई आन्तरिक रूपमा लागु गर्न त्यसलाई पुरानो आन्तरिक विनियमावलीहरू पुनरावलोकन तथा नभएकाहरू निर्माण गर्ने कार्य गरिरहेको छ ।
- नेपाल धितोपत्र बोर्डले समय समयमा जारी गरेको निर्देशिका तथा अन्य प्रचलित कानूनहरू बमोजिम विवरणहरू बुझाउने तथा नमूना तयार गर्ने कार्य भईरहेको छ ।
- नेपाल इन्भेष्टमेन्ट मेगा बैंक लिमिटेड कोष प्रबर्द्धक तथा एनआईबिएल एस क्यापिटल लिमिटेड योजना ब्यवस्थापक रहेको एनआईबिएल म्युचुअल फण्ड अन्तर्गत नयाँ योजना सञ्चालमा ल्याउने गृहकार्य भईरहेको छ ।
- यस कम्पनीले हितग्राही खाता विस्तारको निरन्तरतामा राम्रो उपलब्धि हासिल गर्न सफल भएको छ , यसलाई भविष्यमा समेत निरन्तरता दिईनेछ । अनलाइन (Online) मार्फत हितग्राही तथा मेरा शेयर खाता खोल्ने ब्यवस्थालाई थप परिस्कृत गराई सेवाको पहुँच बिस्तार गरिनेछ ।
- यस कम्पनीले संस्थागत सामाजिक उत्तरदायित्वलाई प्राथमिकतामा राख्दै विगत वर्षहरू देखिने नियमित रूपमा विभिन्न कार्यक्रमहरू गरी यसलाई आगामी आ.ब. मा समेत निरन्तरता दिने योजना बनाएको छ ।
- एनआईबिएल म्युचुअल फण्ड अन्तर्गतको एनआईबिएल प्रगति फण्डको इकाइधनीहरूलाई ६.८० प्रतिशत र एनआईबिएल सहभागिता फण्डको इकाइधनीहरूलाई ४.०० प्रतिशतका दरले कर सहित प्रतिफल वितरण गरिएको छ ।
- विशिष्टीकृत लगानी कोष, २०७५ बमोजिम आफ्नो कोष व्यवस्थापन अन्तर्गत नयाँ विशिष्टीकृत लगानी कोषको संचालन गरिएको छ ।
- लगानी ब्यवस्थापन सेवा प्रवाहलाई थप ब्यवस्थित गर्दै ग्राहकहरूको दुर्घटना बीमा, परिवारका सदस्यहरूलाई समेत निशुल्क डिम्याट खाता तथा सेवा शुल्कमा छुट दिने लगायतका बिभिन्न प्रकारका प्रवर्द्धनान्तमक योजनाहरू लागु गरीएको छ । लगानी ब्यवस्थापन सेवालाई थप परिस्कृत बनाउँदै Online मार्फत समेत ग्राहकहरू आवद्य हुन सक्ने ब्यवस्था मिलाईनेछ ।
- संस्थागत परामर्श सेवा अन्तर्गत बिगत देखिने प्रदान गर्दै आईरहेको ऋण सहजिकरण ,वित्तिय प्रतिवेदन तथा मुल्यांकन प्रतिवेदन तयार गर्ने, प्रत्याभूतिकर्ताको ब्यवस्थापन गर्ने तथा लगानी सम्बन्धि अन्य परामर्श सेवा प्रदान गर्दै आईरहेको छ ।

भावी योजनाहरू

कम्पनीले आगामी दिनहरूमा सशक्त रूपमा नेपाली पूँजी बजारका बिभिन्न क्षेत्रहरूमा कार्य गरी सर्वसुलभ सेवा उपलब्ध गराउने प्रतिबद्धता गरे बमोजिम नियमन निकायबाट प्राप्त आवश्यक स्विक्ती अनुसार निम्न मुख्य उद्देश्यहरूका राखेको छ ।

मुख्य उद्देश्यहरू :

१. कम्पनीले गर्ने सम्पूर्ण विशिष्टीकृत लगानी कोष, लगानी व्यस्थापन, सामूहिक लगानी कोष, निक्षेप सदस्य तथा मर्चेन्ट बैकिङ कार्यहरूमा व्यवसायिक समन्वय गरी सबै व्यवसायहरू वृद्धि गर्ने ।

२. कम्पनीले दिने सेवाहरूलाई नेपाल इन्भेष्टमेन्ट मेगा बैंक र मेगा स्टक मार्केट्स लिमिटेडले दिने सेवाहरूसँग व्यापक समन्वय गरी व्यापार वृद्धि गर्ने ।
३. सम्पूर्ण विभागका कार्यहरूलाई प्रणालीमा आधारित (AI Integrated System Based Automation) तर्फ लगिने ।
४. मुनाफा वृद्धिमा केन्द्रित हुनुका साथै नयाँ ग्राहक संख्या वृद्धि गर्ने तथा पुराना ग्राहकहरूलाई परिष्कृत सेवा मार्फत प्रतिधारण (retain) गर्ने ।

साथै, माथि उल्लेखित मुख्य उद्देश्यहरू पूरा गर्नका लागि निम्न कार्य योजनाहरू बनाइएको छ ।

क) विशिष्टीकृत लगानी कोष :

विशिष्टीकृत लगानी कोष नियमावली, २०७५ बमोजिम आफ्नो कोष व्यवस्थापन अन्तर्गत एनआईबिएल इक्विटी पार्टनर्स (NIBL Equity Partners) नामक रु १० अर्बको नयाँ विशिष्टीकृत लगानी कोषको संचालन गरी र सोको विवरणपत्रका आधारमा लगानीहरू गरिनेछन् ।

ख) लगानी व्यवस्थापन सेवा :

सेवा प्रवाहलाई थप व्यवस्थित गर्दै Online मार्फत समेत ग्राहकहरू आवद्ध हुन सक्ने व्यवस्था मिलाइनेछ । विभिन्न प्रवर्द्धनात्मक कार्यहरू संचालन गरी ग्राहक संख्या तथा लगानी रकम उल्लेख्य रूपमा बृद्धि गर्दै लगिने छ ।

ग) सामूहिक लगानी कोष (म्युचुअल फण्ड) :

यस कम्पनीले नेपाल इन्भेष्टमेन्ट बैंक लिमिटेड कोष प्रवर्द्धक तथा एनआईएमबि एस क्यापिटल लिमिटेड योजना व्यवस्थापक रहेको एनआईबिएल म्युचुअल फण्ड अन्तर्गत सञ्चालित “एनआईबिएल सहभागिता फण्ड” नामक नेपालको पहिलो खुलामुखी सामूहिक लगानी कोषको आकार बढाउन विभिन्न प्रवर्द्धनात्मक कार्यक्रम हरू संचालन गर्ने तथा खरिद बिक्री केन्द्रहरू थप गर्दै लगिने व्यहोरा जानकारी गराउँदछौं ।

एनआईबिएल म्युचुअल फण्ड अन्तर्गतको एनआईबिएल प्रगति फण्ड समेत समाप्ति उन्मुख भईरहेको अवस्थामा नयाँ बन्दमुखी योजना “एनआईबिएल स्टेवल फण्ड” यहि आ. व. बाट सञ्चालनमा ल्याइने छ भने अर्को खुलामुखी योजना संचालन गर्न समेत आवश्यक पहल गरिने व्यहोरा समेत जानकारी गराउँदछु ।

घ) संस्थागत परामर्श सेवा :

यस कम्पनीले नेपाल धितोपत्र बोर्डको स्विकृती पश्चात संस्थागत परामर्श सेवा अन्तर्गत निम्न क्षेत्रहरूमा परामर्श सेवा प्रदान गर्दै आइरहेका छौं, यसलाई भविष्यमा समेत निरन्तरता दिइनेछ ।

- Equity Raise
- Debt Raise
- Business Plan and Financial Projection
- Escrow Agency
- Investment Training to Network Clients
- FDI Advisory
- Listed Company Share Valuation
- Issue and Sales Management Pre and Post Advisory Fee

ङ) मर्चेण्ट बैंकिङ्ग सम्बन्धि कार्यहरू :

आगामी दिनहरूमा यस कम्पनीले गर्दै आएको मर्चेण्ट बैंकिङ्ग सम्बन्धि कार्यहरूको गुणात्मक वृद्धि गर्नका लागि आवश्यक रणनीति तयार गर्न विशेष ध्यान केन्द्रित गर्नेछ ।

- आगामी आ.व. मा यस कम्पनीले ५ वटा कम्पनीको सार्वजनिक निष्काशन, २ वटा सामूहिक लगानी कोषको सार्वजनिक निष्काशन, २ वटा बित्तिय संस्थाको डिबेन्चर निष्काशन, ४ वटा कम्पनीको प्रत्याभूति सेवा, ३ वटा कम्पनीको हकप्रद शेयर निष्काशन र ७ वटा कम्पनीको लिलामी कार्य अगाडी बढाउने लक्ष्य राखेको छ । साथै अधिल्लो आ.व. मा सम्पन्न हुन नसकेका ५ वटा कम्पनीको सार्वजनिक निष्काशनहरू समेत यसै आर्थिक वर्षमा सम्पन्न गरिने लक्ष्य राखिनेछ ।
- आगामी आ.व.मा यस कम्पनीले शेयर रजिष्ट्रेशन सम्बन्धी सेवा दिन अन्य कम्पनीहरू समेत थप गर्दै लैजाने उद्देश्यले अगाडी बढेको छ ।
- आगामी आ.व.मा यस कम्पनीले बजारको अवस्था र कम्पनीको अवस्था हेरी सावधानी पूर्वक प्रत्याभूतिकर्ता सेवा प्रदान गर्नेछ ।
- नितिहरूको पुनरावलोकनका साथै सेवाहरूको Automation तर्फ ठोस कदमहरू चालिनेछ । सम्पूर्ण सरोकारहरूलाई एकद्वार प्रणालीमा समाहित गरिने छ भने लगानी व्यवस्थापन तथा DP सेवालाई थप ग्राहक मैत्री बनाइनेछ ।
- Automation तीर बढ्ने प्रक्रिया संगै सो को लागि AI Based System को निर्माण समेत गरि थप विज्ञता हासिल गरिनेछ ।

च) निक्षेप सदस्य :

यस अर्न्तगतको कार्य तथा प्रकृयाहरूलाई प्रभावकारी बनाउने तथा सेवाग्राहीहरूको हितग्राही खाता खोल्ने तथा वार्षिक शुल्क उठाउने कार्यलाई समेत जोड दिइनेछ। यस्तै विभिन्न शुल्कहरू उठाउने सम्बन्धमा डिजिटल भुक्तानी प्रदायक संस्थाहरू जस्तै : थैली, कनेक्ट आइपिएस, ईसेवा, खल्ली आदी सँग सम्झौता अनुसार गत वर्ष सुरु भएका कामहरूलाई अझ विस्तार गर्ने योजना रहेको छ। अनलाइन मार्फत हितग्राही तथा मेरो शेयर खाता खोल्ने कार्यलाई समेत जोड दिइनेछ। प्रादेशिक रुपमा नेपाल ईन्भेष्टमेन्ट मेगा बैंक लि. सँग समन्वय गरी भौतिक रुपमा नै मातहतका कार्यालयहरूलाई निक्षेप सदस्य सेवा सम्बन्धि तालिम प्रदान गर्नुका साथै शाखा कार्यालयहरूलाई भौतिक/अभौतिक रुपमा निक्षेप सदस्य सेवा सम्बन्धीतालिम प्रदान गरिनेछ। हितग्राही खाता खोल्ने ग्राहकहरूलाई नेपाल ईन्भेष्टमेन्ट मेगा बैंक लि. मा नै बैंक खाता खोल्न समेत प्रोत्साहन गरिनेछ।

छ) शाखा विस्तार :

यस कम्पनीले पूँजी बजारको पहुँच बढाउनको लागि हालसम्म उपत्यका भित्र पुतलीसडक र लगनखेल तथा उपत्यका बाहिर पोखरा, बुटवल, बीरगञ्ज र बिराटनगरमा गरी ६ स्थानमा शाखा विस्तार गरी सेवा पुऱ्याउँदै आएको छ। आगामी आ.ब.मा कम्तिमा सबै प्रदेशहरूलाई शाखा सञ्जाल मार्फत जोड्ने योजना अनुरूप चितवन, सुर्खेत र धनगढीमा शाखा सञ्जाल विस्तार गर्ने योजना बनाएको छ।

सबै प्रदेश राजधानीहरूमा कम्पनीको सेवा प्रवाह सुचारु गर्न शाखा कार्यालयहरू स्थापना गरी अन्यत्र समेत शाखा कार्यालयहरू विस्तार गर्दै बढी भन्दा बढी शाखा सञ्जाल निर्माण गरिने लक्ष्य राखिएको छ।

देश बाहिर समेत NRN तथा अन्य क्षेत्रको सहज सहभागिताको लागि सम्पर्क अधिकृतहरूको व्यवस्था गरी नेपालको पूँजी बजारसँग सम्बन्धित सेवालाई अन्तर्राष्ट्रिय स्तरसम्म फैलाईनेछ।

ज) अनलाइन (Online) मार्फत सेवा प्रदान गर्ने तथा प्रदान गर्ने सेवा स्वचालन (Automation) गर्ने सम्बन्धि :

कोभिड १९ ले सिकाएको पाठ तथा अवसर आत्मसात गरि आन्तरिका रुपमा गर्नुपर्ने तथा ग्राहकहरूले गर्नुपर्ने कार्यहरू समेत जस्तै :

- डिम्याट खाता खोल्ने, मेरो शेयरमा दर्ता, एनआईबीएल सहभागिता फण्डको खरिद गर्न आवेदन दिने आदि सम्भव भए सम्म डिजिटल माध्यमबाट अनलाईन मार्फत घरमै बसेर गर्न सकिने व्यवस्था गरिएको छ।
- विभिन्न डिजिटल वॉलेट मार्फत आवश्यक शुल्क भुक्तानी गर्ने व्यवस्थालाई बिस्तार गरिने।
- सेवा तथा सुबिधाहरू प्रदान गर्न web based माध्यमलाई प्राथमिकताका साथ प्रयोग गरिने तथा सेवा तथा सुबिधाहरूलाई परिष्कृत Mobile App मार्फत समेत प्रवाह गरिने।
- लगानी व्यवस्थापन सेवा पूर्ण रुपमा स्वचालित गरिनेछ र AI Based Trading Model हरू आत्मसाथ गर्दै सेवालाई अझ प्रभावकारी बनाइनेछ।
- प्रविधि मैत्रि नयाँ प्रकारको सेवाहरूलाई समेत नियमनकारी निकायको दायरा भित्र रही दिर्घकालिन रणनीति अनुरूप आगामी दिनमा हुन सक्ने नितिगत व्यवस्थाहरूलाई मध्यनजर गर्दै मर्चेन्ट बैंकिङ व्यवसायीहरू मध्ये अग्रणी संस्थाको रुपमा रही आफ्नो पूँजी कोषमा वृद्धि, व्यवसायका लागि गति लिन सक्ने जोखिम बहन क्षमतामा बढोत्तरी तथा आगामी दिनमा नयाँ प्रविधिहरूको उपयोग गरी ग्राहकमुखि सेवालाई नयाँ आयामका साथ संचालन गरिने छ।

४. कम्पनीको औद्योगिक वा व्यावसायिक सम्बन्ध :

कम्पनीले आफ्ना सबै सरोकारवालाहरू सँग सौहाद्रपूर्ण र व्यवसायिक सम्बन्ध विस्तार गरेको छ। यस सम्बन्धलाई व्यवसायिक तथा पारदर्शिताका आधारमा विकसित गर्दै लैजानु फलदायी हुने र कम्पनीको प्रगतिका लागि उपयुक्त माध्यम हुने यस कम्पनीको विश्वास रहेको छ।

५. संचालक समितिमा भएको हेरफेर र सोको कारण :

यस समिक्षा वर्षमा संचालक समितिमा नेपाल ईन्भेष्टमेन्ट मेगा बैंक लि. बाट नियुक्त संचालक श्रीमती बन्दना थापाको स्थानमा संचालक समितिको मिति २०७९/०६/२६ मा बसेको १०१ औं बैठकको निर्णय अनुसार संचालक श्रीमती सिर्जना पाण्डे नियुक्त हुनु भएको छ।

६. कारोबारलाई असर पार्ने मुख्य कुराहरू :

- नेपालको राजनैतिक अवस्था र त्यसमा आउने विचलनबाट प्रत्यक्ष प्रभाव पार्ने,
- अनलाईन प्रणाली तथा शेयर खरिद बिक्रीको रकम सिधै बैंक खाताबाट हुने व्यवस्थाले लगानी गर्न सहज बातावरण तयार हुने,
- ब्याजदर तथा मुद्राबजारमा तरलताको अवस्था,

- कोभिड १९ ले सृजना गरेको अस्थिरता तथा यसको प्रभाव र समाधानको प्रयास,
- अधिकांश बाणिज्य बैंकहरू तथा अन्य वित्तिय संस्था तथा बीमा कम्पनीहरूले समेत सहायक कम्पनीको रुपमा यो व्यवसायको सुरुवात,
- बैंकहरूलाई सहायक कम्पनी मार्फत स्टक ब्रोकरको कार्य गर्न गरिएको प्रोत्साहनबाट पनि सकारात्मक असर पर्ने,
- नियमन निकायहरूको समय समयमा जारी हुने नयाँ नयाँ निर्देशनहरू जसलाई प्रयोगमा ल्याउन समय लाग्ने,
- यस क्षेत्रमा भएको अस्वस्थ प्रतिस्पर्धा,
- कम्पनीहरूको गाभ्ने र गाभिने प्रकृया (merger and acquisition of companies), आदी

७. लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर संचालक समितिको प्रतिक्रिया :

नियमित कारोबारमा देखिएका सामान्य कैफियत बाहेक लेखापरीक्षण प्रतिवेदनमा अरु कुनै कैफियत उल्लेख भएको छैन । प्राप्त प्रतिक्रिया र सुझावहरूका सम्बन्धमा संचालक समितिको ध्यानाकर्षण भएको छ र सुधारका लागि आवश्यक कदम पनि चालिसकिएको छ । साथै, अधिल्लो आ.व. का कैफियतको उल्लेखनीय सुधार भएको छ ।

८. लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम : आर्थिक वर्ष ०७९/०८० को लागि लाभांश बाँडफाँड सिफारिस वार्षिक साधारण सभाको छलफलको प्रस्ताव निर्णय गर्दा सिफारिस गरीनेछ ।

९. शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अङ्कित मूल्य, त्यस्तो शेयर जफत हुनुभन्दा अगावै सो बापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर बापत रकम फिर्ता गरेको भए सोको विवरण : समीक्षा वर्षमा कुनै पनि शेयर जफत गरिएको छैन ।

१०. विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्त्यमा रहेको स्थितिको पुनरावलोकन : यस कम्पनीको कुनै सहायक कम्पनी छैन ।

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

१२. विगत आर्थिक वर्षमा कम्पनीका आधारभुत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी : केही नभएको ।

१३. विगत आर्थिक वर्षमा कम्पनीका संचालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण र कम्पनीको शेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी : केही नभएको ।

१४. विगत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा : यस प्रकारको कुनै सम्भौता नभएकाले त्यस सम्बन्धमा कुनै खुलासा गर्नुपर्ने नदेखिएको ।

१५. कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अङ्कित मूल्य तथा त्यसरी शेयर खरिद गरे बापत कम्पनीले भुक्तानी गरेको रकम : समीक्षा वर्षमा शेयरहरूको पुनः खरिद कार्य नभएको ।

१६. आन्तरिक नियन्त्रण व्यवस्था भए वा नभएको र भएको भए सोको विवरण :

कम्पनीले आन्तरिक नियन्त्रण व्यवस्था कायम गर्नका लागि मानव संसाधन विकास समिति र लगानी एंव जोखिम व्यवस्थापन समिति गठन गरेको छ । यी समितिहरूको बैठक नियमित रुपमा बस्ने गर्दछ र समय-समयमा यी समितिहरूले व्यवस्थापन तथा संचालक समितिलाई सल्लाह र सुझाव दिने गर्दछन् । प्रभावकारी आन्तरिक नियन्त्रण कायम गर्नका लागि यस कम्पनीले विभिन्न नीति, निर्देशन तथा प्रक्रियाहरू तर्जुमा गरी अवलम्बन गरेको छ ।

साथै अनुपालनको अवस्था, आन्तरीक नियन्त्रणको सुनिश्चितता तथा अन्य विविध कार्यहरूको सम्परीक्षणको लागी प्रत्येक त्रैमासिक अवधि समाप्त भएपछि आन्तरीक लेखापरीक्षण गर्ने व्यवस्था समेत मिलाईएको छ ।

१७. विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण :

खर्च शिर्षक	खर्च रकम (रु.)
कर्मचारी खर्च	रु.७१,९७८,९९६/-
संचालन खर्च	रु.७७,१७२,१४८/-
जम्मा व्यवस्थापन खर्च	रु.१४९,१५१,१४४/-

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

कम्पनीमा हाल लेखापरीक्षण समिति नरहेको तथा बाह्य फर्मद्वारा आन्तरिक लेखापरीक्षण गर्ने व्यवस्था गरिएको छ । कम्पनीको वित्तीय स्थिति, आन्तरिक नियन्त्रण र जोखिम व्यवस्थापन, कानूनी र नियम अनुपालना आदिको अवस्था हालसम्म कम्पनीको आकार सानो भएकोले संचालक समितिले नै हेर्ने गरेको छ ।

१९. संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेका फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा: केही नभएको ।

२०. संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

क. संचालक समिति बैठकको विवरण :

सि.नं	पद	नाम	बैठकको संख्या	पारिश्रमिक भत्ता	कैफियत
१.	अध्यक्ष	श्री सचिन टिवडेवाल	११	रु.१५३,०००/-	बैठक भत्ता
२.	संचालक	श्री दिपक कुमार श्रेष्ठ	११	रु.१२४,०००/-	बैठक भत्ता
३.	संचालक	श्रीमती सृजना पाण्डे	९	रु.१०४,०००/-	बैठक भत्ता
४.	संचालक	श्री रविन्द्र भट्टराई	११	रु.१२४,०००/-	बैठक भत्ता
५.	संचालक	श्री आनन्द कुमार भट्टराई	१०	रु.११४,०००/-	बैठक भत्ता
जम्मा				रु.६१९,०००/-	

ख. मानव संसाधन समिति बैठकको विवरण :

सि.नं	पद	नाम	बैठकको संख्या	पारिश्रमिक भत्ता	कैफियत
१.	संचालक	श्री सचिन टिवडेवाल	६	रु.५६,०००/-	बैठक भत्ता
जम्मा				रु.५६,०००/-	

ग. लगानी तथा जोखिम व्यवस्थापन समिति बैठकको विवरण :

सि.नं	पद	नाम	बैठकको संख्या	पारिश्रमिक भत्ता	कैफियत
१.	संचालक	श्री सचिन टिवडेवाल	६	रु.५८,०००/-	बैठक भत्ता
२.	संचालक	श्री रविन्द्र भट्टराई	६	रु.५८,०००/-	बैठक भत्ता
३.	संचालक	श्री आनन्द कुमार भट्टराई	६	रु.५८,०००/-	बैठक भत्ता
जम्मा				रु. १७४,०००/-	

घ. कार्यकारी प्रमुखको विवरण :

सि.नं	पद	नाम	पारिश्रमिक भत्ता	कैफियत
१.	प्रमुख कार्यकारी अधिकृत	श्री शिवान्त बहादुर पाँडे	रु. २०,८०,०००/-	पारिश्रमिक भत्ता

२१. शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांश रकम : नरहेको ।

२२. कम्पनी ऐन, २०६३ को दफा १४१ बमोजिम खरिद वा बिक्री गरिएको सम्पत्तिको विवरण : समीक्षा वर्षमा यस प्रकारको कुनै खरिद बिक्री नभएको ।

२३. कम्पनी ऐन, २०६३ को दफा १७५ बमोजिम सम्बद्ध कम्पनीबिच भएको कारोबारको विवरण :

कम्पनी ऐन, २०६३ को दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबारको विवरण तल उल्लेख गरिएको छ :

- २०८० आषाढ मसान्त सम्ममा एनआइएमबि एस क्यापिटल लिमिटेडले मुख्य कम्पनी नेपाल इन्भेष्टमेन्ट मेगा बैंक लि. मा कुल निक्षेप रु. ४६,६६९,१७२/- राखेको छ । चौथो त्रैमासिकको अन्त्य सम्ममा यस कम्पनीले मुख्य कम्पनीबाट व्याज आम्दानी स्वरूप रु. ४,८००,५२५/- आर्जन गरेको छ ।
- मुख्य कम्पनी नेपाल इन्भेष्टमेन्ट मेगा बैंक लि. को तर्फबाट श्री सचिन टिवडेवाल, श्री दिपक कुमार श्रेष्ठ र श्रीमती सिर्जना पाण्डे यस कम्पनीको संचालकका रूपमा; श्री शिवान्त बहादुर पाँडे प्रमुख कार्यकारी अधिकृतको रूपमा; श्री मेख बहादुर थापा ठाडा नायब प्रमुख कार्यकारी अधिकृतको रूपमा र श्री रेखा पन्त प्रमुख-शेयर रजिष्ट्रारको रूपमा नियुक्त हुनुभएको छ ।
- मुख्य कम्पनी नेपाल इन्भेष्टमेन्ट मेगा बैंक लिमिटेडले लाजिम्पाटस्थित कार्यालयमा यस कम्पनीलाई दैनिक कार्य संचालन गर्नको लागि स्थान उपलब्ध गराएको छ र सो स्थान तथा अन्य प्राविधिक सहयोगका लागि यस कम्पनीले वार्षिक रु. ६,००,०००/- (छ लाख मात्र) मुख्य कम्पनीलाई भुक्तान गर्दै आएको छ । कार्यस्थानसँग सम्बन्धित सम्पूर्ण खर्चहरू यस कम्पनी स्वयंमले व्यहोर्दै आएको छ ।
- यस कम्पनी र मुख्य कम्पनीका सम्पूर्ण कारोबारहरूको प्रचलित ऐन तथा नियमहरू अनुसार वित्तिय पारदर्शीता कायम राखिएको छ ।

२४. कम्पनी ऐन, २०६३ तथा प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनुपर्ने अन्य कुनै कुरा :

- (क) कार्यालय, धितोपत्र बोर्ड वा नियमनकारी निकायमा कार्यरत त्यस्तो कर्मचारी वा पदाधिकारीको नाम, थर, ठेगाना र पद सम्बन्धी कुरा : यस कम्पनीको सञ्चालक वा पदाधिकारीको नजिकको नातेदार कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड वा त्यस्तो कम्पनीलाई नियमन गर्ने अन्य कुनै नियमनकारी निकायमा अधिकृत वा सो भन्दा माथिल्लो तहमा कार्यरत नरहेको ।
- (ख) कम्पनीको कुन सञ्चालक वा पदाधिकारीको नजिकको नातेदार हो र निजहरू बिच के कस्तो नाता सम्बन्ध रहेको हो, सो कुरा : नभएको ।
- (ग) कार्यालय, धितोपत्र बोर्ड वा अन्य कुनै नियमनकारी निकायमा उक्त नजिकको नातेदार कार्यरत रहेको को सो कुरा : नभएको ।

२५. अन्य आवश्यक कुराहरू : अन्य आवश्यक कुराहरू नभएको व्यहोरा जानकारी गराइन्छ ।

धन्यवाद ज्ञापन :

यथा समयमै लेखापरीक्षण कार्य सम्पन्न गरी यस कम्पनीलाई यथोचित व्यावसायिक सूझावहरू प्रदान गर्ने आन्तरिक तथा बाह्य लेखापरीक्षकलाई संचालक समितिको तर्फबाट हार्दिक कृतज्ञता ज्ञापन गर्दछु ।

संस्थापन समय देखिनै प्रेरणादायी र निरन्तर सहयोग पुर्याउने हाम्रो मुख्य कम्पनीको संचालक समिति, व्यवस्थापन तथा कर्मचारीहरूलाई विशेष धन्यवाद दिन चाहन्छु ।

त्यसै गरी यस कम्पनीको उद्देश्य प्राप्तिका लागि सहयोग पुर्याउनु हुने शेयरधनी महानुभावहरू, ग्राहकवर्ग तथा नेपाल सरकारको सम्बन्धित निकाय लगायत नेपाल धितोपत्र बोर्ड, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल राष्ट्र बैंक, नेपाल स्टक एक्सचेञ्ज लिमिटेड तथा सिडिएस एण्ड क्लियरिङ लिमिटेड प्रति संचालक समितिको तर्फबाट हार्दिक आभार प्रकट गर्दछु । कम्पनीको उत्तरोत्तर उन्नति तथा प्रगतिमा आफ्नो अमूल्य श्रम र समय खर्च गरी लगनशीलताका साथ योगदान पुर्याउनु हुने कम्पनीको व्यवस्थापन तथा कर्मचारीहरूका साथै कम्पनीको गतिविधिको बारेमा सकारात्मक रूपमा जनसमक्ष पुर्याईदिने संचार जगत र प्रत्यक्ष/अप्रत्यक्ष रूपमा सहयोग पुर्याउनु हुने सम्पूर्ण शुभेच्छुकहरू प्रति पनि म हार्दिक आभार व्यक्त गर्दछु साथै यस साधारण सभा सफल बनाईदिनुहुन समेत यहाँ उपस्थित सम्पूर्ण महानुभावहरूलाई हार्दिक धन्यवाद व्यक्त गर्दछु ।

श्री सचिन्द्र ढुङ्गाना

महाप्रबन्धक तथा कम्पनी सचिव

मिति : २०८०/०७/२४

श्री सचिन टिवडेवाल

अध्यक्ष

कम्पनी दर्ता नं. १२८४/०६७/०६८

कम्पनी ऐन, २०६३ को दफा ७८ बमोजिमको
 एनआइएमबि एस क्यापिटल लिमिटेडको
 आर्थिक वर्ष २०७९/०८० को

सञ्चालक समितिबाट स्वीकृत भई लेखापरीक्षकबाट प्रमाणित प्रतिवेदन

१. बाँडफाँड भएको शेयर संख्या :

बाँडफाँड भएको शेयरको संख्या : ४७,००,००० /-

२. बाँडफाँड भएको शेयर मध्ये चुक्ता भएको र नभएको शेयरको संख्या :

चुक्ता भएको शेयरको संख्या : ४७,००,००० /-

३. कम्पनीको सञ्चालक, प्रबन्ध सञ्चालक, लेखापरीक्षक, कार्यकारी प्रमुख, प्रबन्धकको विवरण र निजहरूलाई भुक्तान गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

यस कम्पनीको सञ्चालक समिति देहाय बमोजिम रहेको छ -

क्र. सं.	सञ्चालक
१.	सचिन टिवडेवाल
२.	दिपक कुमार श्रेष्ठ
३.	सृजना पाण्डे
४.	रविन्द्र भट्टराई
५.	आनन्द कुमार भट्टराई

(१) सञ्चालकहरूलाई तल उल्लेख गरे बमोजिम भत्ता प्रदान गरिएको छ।

क) सञ्चालक समितिको बैठक भत्ता निम्नअनुसार रहेको छ :

क्र. सं.	सञ्चालक	बैठक सं.	बैठक भत्ता
१.	सचिन टिवडेवाल	११	१५३,०००/-
२.	दिपक कुमार श्रेष्ठ	११	१२४,०००/-
३.	सृजना पाण्डे	९	१०४,०००/-
४.	रविन्द्र भट्टराई	११	१२४,०००/-
५.	आनन्द कुमार भट्टराई	१०	११४,०००/-
जम्मा			६१९,०००/-

ख) मानव संसाधन समितिको बैठक भत्ता निम्नअनुसार रहेको छ :

बैठक भत्ता: रु.१०,०००/- प्रति बैठक

क्र. सं.	सञ्चालक	बैठक सं.	बैठक भत्ता
१.	सचिन टिवडेवाल	६	५६,०००/-
जम्मा			५६,०००/-

ग) लगानी तथा जोखिम समितिको बैठक भत्ता निम्नअनुसार रहेको छ :

बैठक भत्ता : रु.१०,०००/- प्रति बैठक

क्र. सं.	सञ्चालक	बैठक सं.	बैठक भत्ता
१.	सचिन टिवडेवाल	६	५८,०००/-
२.	रविन्द्र भट्टराई	६	५८,०००/-
३.	आनन्द कुमार भट्टराई	६	५८,०००/-
जम्मा			१७४,०००/-

(२) कार्यकारी प्रमुख र व्यवस्थापकीय/प्रबन्धक स्तरकाकर्मचारी पदाधिकारीहरूको वार्षिक तलब, भत्ता र अन्य सुविधाहरू निम्नबमोजिम रहेको छ :

क्र. सं.	विवरण	प्रमुख कार्यकारी अधिकृत	अन्य कार्यकारी/व्यवस्थापकहरू
१.	तलब		२,२०२,३१४/-
२.	भत्ता	१,९२०,०००/-	२,३४९,४६०/-
३.	दशै भत्ता	१६०,०००/-	३११,२५०/-
४.	संचयकोष		२२०,२३१/-
जम्मा		२,०८०,०००/-	५,०८३,२५५/-

तलब भत्ता बाहेक कार्यकारी प्रमुख तथा अन्य कार्यकारी/व्यवस्थापकहरूलाई निम्नबमोजिम सुविधाहरू प्रदानगर्ने व्यवस्था छ :

- कार्यकारी तथा व्यवस्थापकहरूलाई मानव शंसाधन नितीमा उल्लेख भए बमोजिम सवारी कर्जा/सुविधा ।
- बोनस व्यवस्था बोनस ऐन अनुसार ।
- दुर्घटना बीमा, औषधि उपचार बीमा, स्वास्थ्य विमा, जीवन बीमा - कम्पनीको मानव शंसाधन नितीमा उल्लेख भए बमोजिम ।

(३) कम्पनीको लेखापरीक्षक श्री एन. अमात्य एण्ड कम्पनी, चार्टर्ड एकाउण्टेण्ट्सलाई आर्थिक वर्ष २०७९/८० को लेखापरीक्षण गरे बापत लेखापरीक्षक शुल्क रु.२५४,२५०/- तोकिएको छ ।

४. कम्पनीको चुक्ता पूँजीको पाँच प्रतिशत वा सो भन्दा बढी शेयर खरिद गरी लिने व्यक्ति वा संगठित संस्थाको नाम र निजहरूको नाममा रहेको शेयर वा डिबेञ्चरको विवरण :

	शेयर स्वामित्व	संख्या
नेपाल इन्भेष्टमेण्ट मेगा बैक लिमिटेड	१०० प्रतिशत	४७,००,०००

५. शेयर बिक्रीबाट प्राप्त भएको जम्मा रकम र सम्बन्धित आर्थिक वर्षमा कम्पनीले खरिद गरेको तथा जारी गरेको नयाँ शेयर तथा डिबेञ्चरको विवरण :

शेयर

कम्पनीबाट समीक्षा अवधिमा कुनै शेयर जारी गरिएको नभएको ।

डिबेञ्चर

कम्पनीबाट समीक्षा अवधिमा कुनै डिबेञ्चर जारी नभएको ।

६. सञ्चालक वा आधारभूत शेयरधनी वा निजका नजिकका नातेदारले कम्पनीलाई बुझाउन बाँकी रहेको रकम :
सञ्चालक वा निजका नजिकका नातेदारले कम्पनीलाई कुनै रकम बुझाउन बाँकी रहेको छैन ।

७. शेयर बिक्री वा अन्य कुनै काम कुरा गरे बापत दिएको वा दिनु पर्ने रकम :
शेयर बिक्री वा अन्य कुनै काम कुरा गरे बापत दिएको वा दिनु पर्ने रकम छैन ।

८. बैङ्क तथा वित्तीय संस्थाहरूबाट लिएको ऋण तथा बुझाउन बाँकी रहेको साँवा तथा व्याजको रकम :

बैङ्क तथा वित्तीय संस्थाहरूबाट लिएको ऋण तथा बुझाउन बाँकी रहेको साँवा तथा व्याजको रकम छैन ।

९. कम्पनीले भुक्तानी लिनु पर्ने वा कम्पनीले अन्य व्यक्तिलाई भुक्तानी गर्नुपर्ने भनी दाबी गरिएको रकम वा यस विषयमा मुद्दा मामिला चलिरहेको भए त्यसको विवरण :

सो सम्बन्धि कुनै पनि मुद्दा मामिला छैन ।

१०. कम्पनीको व्यवस्थापनमा कार्यरत तथा अन्य स्तरका कर्मचारी वा कामदारको संख्या :

कम्पनीको व्यवस्थापनमा कार्यरत तथा अन्य स्तरका कर्मचारी वा कामदारको संख्या निम्नबमोजिम रहेको छ :

(क) प्रमुख कार्यकारी अधिकृत	१
(ख) नायब प्रमुख कार्यकारी अधिकृत तथा कम्पनी सचिव	२
(ग) नायब महाप्रबन्धक	१
(घ) अन्य कर्मचारीहरू (Pay roll)	९३
(ङ) करार (Contract)	३०
(च) दैनिक ज्यालादारी (Daily Wages)	९
जम्मा कर्मचारीहरू	१३६

११. कम्पनीको व्यवस्थापनमा कार्यरत तथा अन्य स्तरमा कार्यरत विदेशीहरूको संख्या तथा निजहरूलाई भुक्तान गरिएको पारिश्रमिक, भत्ता तथा सुविधा :

छैन ।

१२. कम्पनी र कुनै विदेशी निकाय वा व्यक्तिहरू बीच लगानी व्यवस्थापन वा प्राविधिक सेवा वा अन्य विषयमा एक वर्ष भन्दा बढी अवधिको लागि कुनै सम्झौता गरिएको भए सोको विवरण र सम्बन्धित आर्थिक वर्षमा त्यस्तो सम्झौता अनुसार भुक्तान गरिएको लाभांश, कमिसन, शुल्क, दस्तुर र रोयल्टी आदिको विवरण :

सो सम्बन्धी कुनै पनि सम्झौता भएको छैन ।

१३. कम्पनीको आर्थिक वर्ष २०७९/०८० को व्यवस्थापन खर्चको विवरण :

कम्पनीको आर्थिक वर्ष २०७९/०८० को कर्मचारी बोनस खर्च बाहेकको व्यवस्थापन खर्चको विवरण कम्पनीको वार्षिक प्रतिवेदनको अनुसूची ४, ५, ११, १२ र १३ मा विस्तृत रूपमा उल्लेख गरिएको छ ।

रकम रु. १४९,१५१,१४४/-

१४. शेयरधनीहरूले बुझि लिन बाँकी रहेको लाभांशको रकम :

छैन ।

१५. कम्पनीले कम्पनी ऐन तथा प्रचलित कानूनको पालना पूर्ण रूपमा गरेको छ भन्ने कुराको उद्घोषण :

यस कम्पनीले कम्पनी ऐन, २०६३ तथा प्रचलित कानूनको पालना पूर्ण रूपमा गरेको छ भन्ने कुराको उद्घोषण गर्दछौं :

(क) कम्पनीको प्रबन्धपत्र वा नियमावलीमा संशोधन गरिएको भए संशोधन गरेको मिति, संशोधित प्रबन्धपत्र वा नियमावली कार्यालयमा अभिलेख गरेको वा नगरेको लगायत ऐनका व्यवस्थाहरू पालना गरिएको वा नगरिएको कुरा, हालसम्म कम्पनीको प्रबन्धपत्र वा नियमावलीमा देहाय बमोजिम संशोधन तथा अभिलेख भएको छ ।

क्र.सं.	विवरण	संशोधन मिति	अभिलेख मिति	कैफियत
१	प्रबन्धपत्रमा संशोधन	२०६८-११-१४	२०६८-११-२९	
२	प्रबन्धपत्र तथा नियमावलीमा संशोधन	२०७४-०६-२४	२०७४-०८-०३	
३	प्रबन्धपत्र तथा नियमावलीमा संशोधन	२०७४-०८-२९	२०७४-१०-१५	
४	प्रबन्धपत्र तथा नियमावलीमा संशोधन	२०८०-०२-२९	२०८०-०३-११	

समिक्षा अवधिमा कम्पनीको प्रबन्धपत्र तथा नियमावलीमा संशोधन भएको ।

मिति २०८०/०२/२९ मा बसेको विशेष साधारण सभाले एनआईबीएल एस क्यापिटल लिमिटेडमा मेगा क्यापिटल मार्केट्स लिमिटेडलाई गाभ्ने निर्णय गरेको हुँदा कम्पनीको नाम सहित प्रबन्धपत्र को दफा १, ६(ख) र ६(ग) र नियमावलीको नियम १, ३, १८(३) र २७(२) संशोधनको लागि कम्पनी रजिस्ट्रारको कार्यालयमा निवेदन पेश गरिएको ।

मिति २०८०/०३/११ मा कम्पनी रजिस्ट्रारको कार्यालयबाट कम्पनीको नाम सहित प्रबन्धपत्र को दफा १, ६(ख) र ६(ग) र नियमावलीको नियम १, ३, १८(३) र २७(२) संशोधनको स्वीकृत भएको ।

प्रबन्धपत्र तथा नियमावली संशोधनमा ऐनका व्यवस्थाहरू पालना गरिएको ।

(ख) नयाँ शेयर जारी गरिएको भए ऐनको म्यादभित्र शेयर बाँडफाँडको विवरण म्यादभित्र पेश गरेको वा नगरेको कुरा र म्याद नाघी पेश भएको भए जरिवाना तिरेको रकम,
– नयाँ शेयर जारी नभएको ।

(ग) कम्पनीले डिभेन्चर उठाउँदा ऐनमा गरिएको व्यवस्था गरे नगरेको कुरा,
– हालसम्म कम्पनीले कुनै डिभेन्चर नउठाएको ।

(घ) शेयरधनी वा डिभेन्चरवालाको दर्ता किताबको निरीक्षण बन्द गरेको मिति, पटक सो सम्बन्धमा ऐनका पालना गरेको वा नगरेको कुरा,
– ऐनको व्यवस्था पालना गरेको ।

(ङ) कम्पनीले शेयर जफत गरेको भए ऐनका व्यवस्थाहरू पालना गरेको वा नगरेको कुरा,
– हालसम्म कुनै शेयर जफत नगरेको ।

(च) कम्पनीको खुद सम्पत्ति घट्न गई चुक्ता पूँजीको आधा वा सो भन्दा कम भएको भए सो सम्बन्धमा सञ्चालक समितिले ऐन बमोजिमको जिम्मेवारी पूरा गरेको वा नगरेको कुरा,
– कम्पनीको खुद सम्पत्ति घट्न नगएको र चुक्ता पूँजीको आधा वा सो भन्दा कम नगरेको ।

(छ) कम्पनीले आफ्नो शेयर आफैले खरीद गरेको भए खरीद गरेको मिति र सो सम्बन्धमा ऐनका व्यवस्थाहरू पालना गरेको वा नगरेको कुरा,
– हालसम्म आफ्नो शेयर आफैले खरीद नगरेको ।

(ज) कम्पनीले ऐन बमोजिम वार्षिक साधारण सभा गरे नगरेको कुरा, वार्षिक साधारण सभाको सूचना, गणपूरक संख्या, स्थान लगायतका विषयहरूमा ऐनको व्यवस्थाहरू पालना भएको वा नभएको कुरा, वार्षिक साधारण सभाको निर्णय विवरण रीतपूर्वक अभिलेख गरेको वा नगरेको कुरा,
– कम्पनीले ऐन बमोजिम वार्षिक साधारण सभा गरेको र सभाको निर्णय विवरण रीतपूर्वक अभिलेख गरेको ।

(झ) कम्पनीले विशेष साधारण सभा गरेको भए सो गरेको मिति र सो सम्बन्धमा ऐनको व्यवस्थाहरू पालना भएको वा नभएको कुरा,
– कम्पनीले मिति २०८०/०२/२९ विशेष साधारण सभा गरेको र सो सम्बन्धमा ऐनको व्यवस्थाहरू पालना गरेको ।

(ञ) कम्पनीले देहाय बमोजिमका विवरण वा सूचना म्यादभित्र कार्यालयमा पेश गरेको वा नगरेको कुरा:

(१) कम्पनीको प्रबन्धपत्र र नियमावलीमा भएको संशोधन ।

– म्याद भित्र पेश गर्ने गरेको ।

(२) शेयर बाँडफाँडको विवरण ।

– म्याद भित्र पेश गर्ने गरेको ।

(३) धितोपत्र व्यवसायी र कम्पनी बीच भएको सम्झौता ।

– समिक्षा अवधिमा त्यस्तो सम्झौता नभएको ।

(४) शेयरमा रहेको हक सम्बन्धी जानकारी ।

– लागू नहुने ।

- (५) शेयर, डिभेन्चर र ऋणको लगत ।
– म्याद भित्र पेश गर्ने गरेको ।
- (६) आफ्नो शेयर आफैले खरीद गरेकोमा सो सम्बन्धी जानकारी ।
– लागू नहुने ।
- (७) अग्राधिकार शेयर फिर्ता लिएको भए सो सम्बन्धी जानकारी ।
– लागू नहुने ।
- (८) वार्षिक साधारण सभा गर्नुभन्दा कम्तीमा एक्काइस दिन अघि पेश गर्नुपर्ने प्रतिवेदन ।
– म्याद भित्र पेश गरेको ।
- (९) वार्षिक साधारण सभाको विवरण र वार्षिक आर्थिक विवरणहरू ।
– म्याद भित्र पेश गरेको ।
- (१०) लेखापरीक्षकको नियुक्तिको जानकारी ।
– म्याद भित्र जानकारी गराएको ।
- (११) कम्पनीको रजिस्टर्ड कार्यालय रहेको ठेगाना परिवर्तन गरिएको भए सोको जानकारी ।
– समिक्षा अवधिमा ठेगाना परिवर्तन नगरिएको ।
- (१२) कम्पनीका सञ्चालकहरूको निजी स्वार्थ रहेको विषयमा गराएको जानकारी ।
– निजी स्वार्थको विषय नरहेको ।
- (ट) कम्पनीका पदाधिकारीहरूले कम्पनीमा बुझाउनुपर्ने देहायका लिखतहरू बुझाएको वा बुझाएको कुरा:
(१) आफ्नो निज स्वार्थ रहेको विषयमा सञ्चालकले गराउनुपर्ने जानकारी ।
(२) कम्पनीको सञ्चालक वा निजको नजिकको नातेदारले कम्पनीको शेयरमा हकप्राप्त गरेको जानकारी ।
(३) आफू आधारभूत शेयरधनी हुन पुगेको वा आधारभूत शेयरधनी नरहेकोमा त्यस्तो शेयरधनीले कम्पनीलाई गराउनुपर्ने जानकारी ।
(४) अन्य कसैको हक वा लगानी ।
– कम्पनीका पदाधिकारीहरूले कम्पनीमा बुझाउनुपर्ने उपरोक्त जानकारी तथा लिखतहरू बुझाएको ।
- (ठ) कम्पनीको सञ्चालक, प्रबन्ध सञ्चालक वा प्रमुखकार्यकारी अधिकृतको नियुक्ति, निजहरूको कार्यकाल, पारिश्रमिक, भत्ता र सुविधा ऐन बमोजिम रीतपूर्वक भएको वा नभएको कुरा ।
– ऐन बमोजिम रीतपूर्वक भएको ।
- (ड) ऐन बमोजिम कम्पनीमा स्वतन्त्र सञ्चालकको नियुक्तिभएको वा नभएको कुरा ।
– ऐन बमोजिम भएको ।
- (ढ) कम्पनीको सञ्चालक समितिको बैठक कहिले बस्यो, सञ्चालक समितिको बैठकको न्यूनतम संख्या, सो सम्बन्धी सूचना र निर्णय विवरण लगायतका विषयहरूमा ऐनका व्यवस्थाहरूको पालना भएको वा नभएको कुरा ।
– ऐनका व्यवस्थाहरूको पालना भएको ।
- (ण) कम्पनीले आफ्नो सञ्चालक वा निजको नजिकको नातेदारसँग कुनै अर्थपूर्ण कारोबार गरेको भए त्यस्तो कारोबार गर्न साधारण सभाको स्वीकृतिलिएको वा नलिएको कुरा ।
– त्यस्तो कारोबार नभएको ।
- (त) कुनै सञ्चालकले कम्पनी मार्फत् आफुलाई व्यक्तिगत फाइदा हुने काम गरेको भए साधारण सभाको निर्णय बमोजिम त्यस्तो फाइदा लिएको हो वा होइन सो कुरा ।
– सञ्चालकहरूले समिक्षा अवधिमा कम्पनी मार्फत् आफुलाई व्यक्तिगत फाइदा हुने काम नगरेको ।
- (थ) कम्पनीले सञ्चालन गरी आएको व्यवसायको सत्तरी प्रतिशतभन्दा बढी व्यवसाय विक्री गर्दा वा कुनै व्यहोरा ले हक छोडिदिँदा, चुक्ता पूँजी र सञ्चित मुनाफाको जम्मा रकम भन्दा बढी हुने गरी ऋण लिँदा वा एक आर्थिक वर्षमा पचास हजार रुपैयाँ वा कम्पनीको

विगत तीन आर्थिक वर्षको सरदर खुद मुनाफाको एक प्रतिशतले हुनआउने रकममध्ये जुनकम हुन्छ, सो रकमभन्दा बढीको चन्दा वा अनुदान दिएको भए साधारण सभाबाट विशेष प्रस्ताव पारित गरेको वा नगरेको कुरा सो सम्बन्धी व्यहोरा ।

– यस्तो अवस्था विद्यमान हुँदा विशेष प्रस्ताव पेश गरि पारित गर्ने गरेको ।

- (द) ऐन बमोजिम कम्पनीले राख्नुपर्ने देहाय बमोजिमका दर्ता किताबहरू खडा गरी कम्पनीको रजिष्टर्ड कार्यालयमा राखेको वा नराखेको कुरा खुलाउने:
- (१) शेयरधनीको दर्ता किताब : कम्पनीमा रहेको ।
 - (२) डिवेञ्चरवालाको दर्ता किताब : हालसम्म डिवेञ्चर जारी नभएको ।
 - (३) सञ्चालक तथा कम्पनी सचिवको दर्ता किताब : कम्पनीमा रहेको ।
 - (४) कम्पनीले अर्को कम्पनीलाई दिएको सापटी, अर्को कम्पनीले लिएको ऋण बापत दिएको जमानत वा कम्पनीको धितोपत्रमा गरेको लगानीको विवरण : लागु नहुने ।
- (ध) ऐन बमोजिम कम्पनीले वार्षिक आर्थिक विवरणहरू लेखापरीक्षण गराएको वा नगराएको कुरा ।
- कम्पनीले वार्षिक आर्थिक विवरणहरू ऐन बमोजिम लेखापरीक्षण गराएको ।
- (न) कम्पनीले ऐन बमोजिम सञ्चालक समितिको प्रतिवेदन तयार गरेको वा नगरेको कुरा ।
- सञ्चालक समितिको प्रतिवेदन ऐन बमोजिम गरेको ।
- (प) ऐन विपरीत कम्पनीले आफ्ना सञ्चालक, पदाधिकारी, आधारभूत शेयरधनी वा निजहरूको नातेदारहरूलाई ऋण प्रदान गरेको वा नगरेको कुरा ।
- लागु नहुने ।
- (फ) कम्पनीले डिष्काउन्टमा शेयर जारी गरेको भए सो सम्बन्धमा ऐनका व्यवस्थाहरूको पालना गरेको वा नगरेको कुरा ।
- डिष्काउन्टमा शेयर जारी नगरेको ।
- (ब) कम्पनीले बोनस शेयर जारी गरेको भए सो सम्बन्धमा ऐन बमोजिमका व्यवस्थाहरूको पालना भएको वा नभएको कुरा ।
- समिक्षा अवधीमा कम्पनीले बोनस शेयर जारी नगरेको ।
- (भ) कम्पनीले प्रिमियम मूल्यमा शेयर जारी गरेको भए सो सम्बन्धमा ऐन बमोजिमका व्यवस्थाहरूको पालना भएको वा नभएको कुरा ।
- प्रिमियम मूल्यमा शेयर जारी नगरेको ।
- (म) कम्पनीले आफ्नो शेयर खरीद गर्न आफ्ना शेयरधनी वा अन्य व्यक्तिलाई कुनै ऋण वा आर्थिक सहयोग प्रदान गरेको वा नगरेको कुरा ।
- त्यस्तो सहयोग प्रदान नगरेको ।
- (य) कम्पनीको स्वार्थसँग बाझिन सक्ने आफ्ना निजी स्वार्थहरू भए सो सम्बन्धमा कम्पनीलाई तोकिएको म्यादभित्र जानकारी गराएको वा नगराएको कुरा ।
- निजी स्वार्थ नदेखिएको ।
- (र) सञ्चालकले आफ्नो कम्पनी वा सो कम्पनीको सहायक वा प्रमुख कम्पनीको अन्य सहायक कम्पनीको शेयर वा डिवेञ्चरमा हक प्राप्त गरेको भए म्यादभित्र कम्पनीलाई जानकारी गराएको वा नगराएको कुरा ।
- कम्पनीका सञ्चालकहरूले समिक्षा अवधीमा त्यस्तो हक प्राप्त गरेको कुरा जानकारीमा नआएको ।
- (ल) कम्पनीले लाभांश वा अन्तरिम लाभांश बाँड्दा ऐनको पालना गरेको वा नगरेको कुरा ।
- ऐनको पालना गरेको ।
- (व) कम्पनीका साधारण सभामा शेयरधनीलाई लाभांश बाहेक कम्पनीको कोषमा व्ययभार पर्ने गरी नगद वा जिन्सीको रूपमा कुनै रकम भुक्तानी गरेको वा नगरेको कुरा ।
- नगरेको ।
- (श) कार्यालयबाट कम्पनीलाई कुनै निर्देशन दिएको भए सो निर्देशनको पालना भएको वा नभएको कुरा ।
- समिक्षा अवधीमा कार्यालयबाट कुनै निर्देशन जारी नभएको ।

- (ष) सूचीकृत कम्पनी भए वार्षिक साधारण सभाको सूचनाको साथमा संक्षिप्त आर्थिक विवरण शेयरधनीलाई पठाएको वा नपठाएको कुरा ।
– लागु नहुने ।
- (स) लेखापरीक्षण समिति गठन गर्नुपर्ने सूचीकृत कम्पनी भए ऐन बमोजिम त्यस्तो समिति गठन गरिएको वा नगरिएको कुरा ।
– लागु नहुने ।
- (ह) ऐनको उल्लङ्घन गरेको अभियोगमा कम्पनी विरुद्ध कुनै कारबाही चलिरहेको वा त्यस्तो कसूर ठहर भई कम्पनीले कुनै दण्ड सजाय व्यहोर्नु परेको भए सो को व्यहोरा ।
– नभएको ।
- (क्ष) ऐनको दफा ८१ अनुसार कम्पनीका सञ्चालक तथा पदाधिकारीले कार्यालयलाई तिरेको जरिवानाको विवरण ।
– कुनै जरिवाना नलागेको ।
- (त्र) कम्पनीको सुशासन तथा पारदर्शिताको दृष्टिकोणबाट कम्पनी सचिवले खुलाउन आवश्यक ठानेका अन्य आवश्यक कुराहरु ।
– त्यस्तो खुलाउनु पर्ने कुनै व्यहोरा नरहेको ।
- (त) अन्य आवश्यक कुरा
– केही नभएको ।

प्रस्तुत प्रतिवेदन यस कम्पनीको मिति २०८०/०७/२४ मा बसेको ११५ औं सञ्चालक समितिको बैठकबाट पारित भएको व्यहोरा प्रमाणित गर्दछौं ।

.....
सचिन्द्र दुङ्गाना
कम्पनी सचिव

मिति : २०८०/०७/२४

.....
सिए. मनिश अमात्य
एन. अमात्य एण्ड कम्पनी,
चार्टर्ड एकाउण्टेण्ट्स

N. Amatya & Co.

Chartered Accountants

UDIN: 231124CA00209SzNQ1

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF NIMB ACE CAPITAL LIMITED

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **NIMB ACE Capital Limited** (the Company), which comprise the statement of financial position as at Ashad 31, 2080 (July 16, 2023), and the statement of profit or loss and other comprehensive income, the statement of changes in shareholders' equity, the statement of cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at Ashad 31, 2080 (July 16, 2023), and its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis for opinion

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

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the year ended on Ashad 31, 2080 (July 16, 2023). These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matters	How our audit addressed the key audit matter
Investments (Refer Note 14 "Financial instruments and fair value measurement" and Note 15 of the financial statements)	
Investment of the Company comprises of quoted and unquoted marketable equity shares of various companies, fixed deposits in various banks and financial institutions, investment in mutual fund as seed capital, investment in marketable mutual fund, private equity and debentures. The valuation of the investments is done in compliance with Nepal Financial Reporting Standards (NFRS) – 9: Financial Instruments. Investment in marketable equity securities and mutual funds are valued at fair value through profit and loss (FVPL). The investment in debentures and fixed deposits with	Our audit procedures included the following: <ul style="list-style-type: none">▪ Tested the design implementation and operating effectiveness of key controls over valuation process of investments.▪ Assessed appropriateness of the valuation techniques with reference to NAS 39 – Financial Instruments: Recognition and Measurement read together with NFRS 9 – Financial Instruments along with the Company's own valuation policy.▪ We have agreed a sample of year-end investment holdings to external valuations



Key audit matters	How our audit addressed the key audit matter
<p>various banks and financial institutions are valued at amortized cost.</p> <p>The valuation of the investment requires special attention and further in view of the significance of the amount of the investment in the financial statements, the same is considered a key audit matter in our audit.</p>	<p>and custody sources to verify the valuation and existence of these investments.</p> <ul style="list-style-type: none"> ▪ Obtained an understanding of price verification control, which is designed to review the appropriateness of valuation methodologies to derive model inputs. ▪ Based on our audit procedures performed, we concluded that the valuation of level 1 and level 3 financial instruments is appropriate.
Revenue Recognition <i>(Refer Note 3 "Revenue" and Note 3.1 of the financial statements)</i>	
<p>Revenue comprises of issue and sales management income, underwriting fee, share registrar income, portfolio management service income, fund management fee, mutual fund depository fee, DP income, collection commission income, advisory income and other operating income.</p> <p>The Company also recognizes net changes in gain / (losses) on financial assets and liabilities at FVPL as a part of revenue in its financial statements.</p> <p>Since the management considers revenue as key measure of evaluation of performance, there is a risk of revenue being recorded before service is rendered and is not recognised in the correct period.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> ▪ Obtained and read the Company's revenue accounting policy on revenue recognition in accordance with the requirements of NFRS 15 – Revenue from Contracts with Customer. ▪ Understood and tested the design, implementation and operating effectiveness of key controls over revenue generation and its recognition. ▪ Obtained clear understanding of the process of operating and deriving income from mutual funds and portfolio management services as per directives issued by the Securities Board of Nepal (SEBON) and understood the process of booking such revenue. ▪ Tested on a sample basis the recorded revenue to ensure that the revenue is recorded when the right to receive has been established and the management is certain to receive such amount. ▪ Verified on a sample basis the related documents including portfolio management service income calculations and mutual fund management fee income therein as per regulatory requirements and internal policies of the Company along with cash receipt with special attention to the timestamp thereto so as to ascertain the correctness of period of revenue recognition. ▪ Based on our audit procedures performed, we concluded that the revenue from merchant banking operation recognition is appropriate.

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

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



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

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

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

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

The management of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with NFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's responsibilities for the audit of the financial statements

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

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

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



up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

Report on Other Legal and Regulatory Requirements

We report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of those books.
- c. The enclosed statement of financial position, statement of profit or loss and other comprehensive income and statement of cash flows have been prepared in conformity with provision of the Company Act, 2063 and the same are in agreement with the books of account maintained by the Company.
- d. In our opinion and to the best of our information and according to the explanations given to us, the board or any member thereof or any employee of the Company has not acted against the provision of law relating the accounts nor caused loss or damage to the Company or misappropriated the funds of the Company.


Manish Amatya
Partner
N. Amatya & Co.
Chartered Accountants



Place: Kathmandu

Date: November 10, 2023 (Kartik 24, 2080)

NIMB ACE CAPITAL LTD.

1. Statement of Financial Position

As on Ashad 31, 2080 (Corresponding to 16 July 2023)

Amount in NRs.

Particulars	Notes	As at 16 July 2023	As at 16 July 2022
STOCKHOLDERS' EQUITY:			
Paid up capital	7	470,000,000	270,000,000
Retained Earnings	8	212,141,722	188,376,990
Reserves	8	50,562,612	31,263,841
Total Stockholders' Equity		732,704,334	489,640,831
NON CURRENT LIABILITIES			
Deferred Tax Liability	6.3	-	-
Employment Benefits	19	2,190,548	2,032,145
Total Non-Current Liabilities		2,190,548	2,032,145
CURRENT LIABILITIES			
Trade and Other Payables	10.1	1,164,790,530	721,299,332
Other Current Liabilities	10.2	72,768,832	36,044,842
Provisions	20	2,631,180	2,246,086
Lease Liabilities	18	315,985	-
Employee Benefits	19	506,817	-
Current Tax Liabilities	6.2	-	-
Total Current Liabilities		1,241,013,344	759,590,260
Total Liabilities and Stockholders' Equity		1,975,908,226	1,251,263,236
NON-CURRENT ASSETS			
Property, plant and equipment	11	81,964,432	35,399,653
Intangible Assets	12	4,013,087	1,907,072
Right of Use (ROU) Assets	13	193,790	-
Investments	15	316,176,304	60,921,804
Advance for Investment in Equity Instruments		10,000,000	27,500,000
Staff Loan		54,863,587	53,545,600
Total Non-Current Assets		467,211,200	179,274,129
CURRENT ASSETS			
Investments	15	1,268,749,687	822,639,943
Trade Receivables, advances and deposits	17.1	82,059,664	106,716,160
Current Tax Assets	6.2	16,120,976	7,013,584
Deferred Tax Asset	6.3	2,909,122	4,470,649
Cash and cash equivalents	17.2	138,857,577	131,148,771
Total Current Assets		1,508,697,026	1,071,989,107
Total Assets		1,975,908,226	1,251,263,236
Contingent Liabilities	18		

As per our report of even date,

Sachin Tibrewal
Chairman

Srijana Pandey
Director

Rabindra Bhattarai
Independent Director

Manish Amatya, FCA
Partner
N. Amatya & Co.
Chartered Accountants

Ananda Kumar Bhattarai
Independent Director

Shivanth Bahadur Pandé
CEO

Sachindra Dhungana
GM

Anup Shakya
Head – Finance and Accounts

Date: 24 Kartik 2080 (November 10, 2023)

NIMB ACE CAPITAL LTD.

2. Statement of Profit or Loss and Other Comprehensive Income

From Shrawan 1, 2079 to Ashad 31, 2080 (July 17, 2022 to July 16, 2023)

Amount in NRs.

Particulars	Notes	For the Year Ended	
		16 July 2023	15 July 2022
Revenue:			
Revenue from operation	3.1	183,641,082	198,763,059
Other income	3.2	94,168,191	107,583,257
Net changes in gain/(losses) on financial assets and liabilities at FVTPL	15.1	1,171,574	(24,167,890)
Total revenue		278,980,847	282,178,426
Expenses:			
Operating Expenses	4	30,083,033	23,137,196
General and Administrative Expenses	5	118,370,620	103,794,985
Finance Cost on Lease Liabilities		1,153	-
Depreciation and Amortization	11,12 & 13	13,679,308	9,818,680
Total expenses		162,134,114	136,750,861
Income before income taxes		116,846,733	145,427,565
Tax expense /(income)	6.1	35,592,520	42,623,154
Profit for the year		81,254,213	102,804,411
Gains /(losses) on re-measuring available for sale financial assets		-	-
Gain/(loss) on Actuarial valuation of defined benefit liability		-	-
Total Other Comprehensive income/(Loss) – A		-	-
Income tax income /(expense) relating to components of other comprehensive income - B		-	-
Other Comprehensive income /(loss) for the year, net of income tax (A-B)		-	-
Total comprehensive income for the year		81,254,213	102,804,411

As per our report of even date,

Sachin Tibrewal
Chairman

Srijana Pandey
Director

Rabindra Bhattarai
Independent Director

Manish Amatya, FCA
Partner
N. Amatya & Co.
Chartered Accountants

Ananda Kumar Bhattarai
Independent Director

Shivanth Bahadur Pandé
CEO

Sachindra Dhungana
GM

Anup Shakya
Head – Finance and Accounts

Date: 24 Kartik 2080 (November 10, 2023)

NIMB ACE CAPITAL LTD.

3. Statement of Cash Flow

For the Year Ended Ashad 31, 2080 (Corresponding to 16 July 2023)

Amount in NRs.

	FY 2022.23	FY 2021.22
A. Cash Flows From Operating Activities:		
Cash Inflows	281,053,900	288,635,515
Interest Income	86,258,959	70,023,332
Issue and Sales Management & Underwriting Fee	28,579,715	19,089,123
Advisory Income	3,482,866	2,239,208
Share Registrar	5,153,730	2,947,428
Portfolio Management	11,680,845	24,991,362
Fund Management Fee	47,354,577	58,648,069
MF Depository	6,648,593	7,985,715
DP Income	72,712,347	58,300,968
Income from Investment	1,521,509	24,384,430
Other Income	17,660,760	20,025,879
Cash Outflows	202,342,373	180,344,101
SEBON Fee	5,577,639	7,378,130
CDS Fee	25,625,397	3,502,904
DP Commission Expense	841,892	2,270,971
Staff Expenses	89,091,178	78,786,309
Office and other Overhead Expenses	47,901,876	31,741,018
Income Tax Paid	33,304,391	56,664,768
Cash Flow Before Changes in Working Capital	78,711,527	108,291,414
(Increase)/Decrease in Current Assets	(115,361,824)	706,094,469
(Increase)/Decrease in Short Term Investments	(137,713,479)	762,736,943
(Increase)/Decrease in Other Assets	22,351,655	(56,642,474)
Increase/(Decrease) in Liabilities	129,910,489	(1,573,961,429)
Increase/(Decrease) in Other Liabilities	129,910,489	(1,573,961,429)
Net Cash Flows from Operating Activities	93,260,193	(759,575,547)
B. Cash Flows from Investing Activities:	(55,927,088)	(14,572,743)
Purchase of Fixed Assets	(57,360,471)	(14,572,743)
Proceeds from disposal of Fixed Assets	1,433,384	-
C. Cash Flows from Financing Activities:	(54,000,000)	(70,200,000)
Dividend Paid	(54,000,000)	(70,200,000)
Current Year's Cash Flow from All Activities	(16,666,895)	(844,348,290)
Opening Balance of Cash and Bank Balance	131,148,771	975,497,061
Cash flows from Business Combination	24,375,701	-
Closing Balance of Cash and Bank Balance	138,857,577	131,148,771

As per our report of even date,

Sachin Tibrewal
Chairman

Srijana Pandey
Director

Rabindra Bhattarai
Independent Director

Manish Amatya, FCA
Partner
N. Amatya & Co.
Chartered Accountants

Ananda Kumar Bhattarai
Independent Director

Shivanth Bahadur Pandé
CEO

Sachindra Dhungana
GM

Anup Shakya
Head – Finance and Accounts

Date: 24 Kartik 2080 (November 10, 2023)

NIMB ACE CAPITAL LTD.

4. Statements of Changes in Shareholders' Equity

For the Year Ended Ashad 31, 2080 (Corresponding to 16 July 2023)

Amount in NRS

Particulars	Accumulated Other Comprehensive Income/(Losses)								Total Equity
	Share Capital	Net unrealized gain (loss) on available-for-sale investments	Net actuarial gain (loss) on defined benefit plans	Other	Accumulated Other Comprehensive Income (Loss)	CSR Fund	General Reserve	Retained Earnings	
Balance as at 16 July 2022	270,000,000	-	-	-	-	990,302	30,273,539	188,376,990	489,640,831
Profit for the year	-	-	-	-	-	-	-	81,254,213	81,254,213
Other comprehensive (loss) income	-	-	-	-	-	-	-	-	-
Dividends (Distributed)/ Recapitalized	-	-	-	-	-	-	-	(54,000,000)	(54,000,000)
Shares issued for dividend reinvestment plan	-	-	-	-	-	-	-	-	-
Transfer of net actuarial loss on defined benefit plans	-	-	-	-	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-	-	8,125,421	(8,125,421)	-
Transfer to CSR Fund	-	-	-	-	-	812,542	-	(812,542)	-
Less: CSR Expenses During the year	-	-	-	-	-	(790,643)	-	790,643	-
Previous Year Adjustment	-	-	-	-	-	-	-	653,629	653,629
Addition through Business Combination	200,000,000	-	-	-	-	653,263	10,498,188	4,004,210	215,155,661
Balance as at 16 July 2023	470,000,000	-	-	-	-	1,665,464	48,897,148	212,141,722	732,704,334

As per our report of even date,

Sachin Tibrewal
Chairman

Ananda Kumar Bhattarai
Independent Director

Anup Shakya
Head – Finance and Accounts

Rabindra Bhattarai
Independent Director

Sachindra Dhungana
GM

Manish Amatya, FCA
Partner
N. Amatya & Co.
Chartered Accountants

Date: 24 Kartik 2080 (November 10, 2023)



NIMB ACE CAPITAL LTD.

Notes to the Financial Statements as of Ashad End 2080 (16th July 2023)

1. Corporate Information

NIMB Ace Capital Limited is a limited liability company incorporated in Nepal at office of company registrar (OCR) under Companies Act of Nepal with its registered office at Lazimpat, Kathmandu. The Company is a subsidiary of Nepal Investment Mega Bank Limited.

The company has been established with objectives of providing merchant banking services in Nepal. The company has obtained merchant banking license from Securities Board of Nepal (SEBON) and also has obtained license of Depository participant from SEBON and CDS & Clearing Limited. The company has obtained Fund Manager License under Specialized Investment Fund Regulations, 2075.

The Company is engaged in business of issue and sales management, underwriting, portfolio management, share registrar, depository participants and other advisory services. The Company is also fund manager and mutual fund depository for NIBL mutual fund and Mega Mutual Fund and currently manages Four schemes namely NIBL Pragati Fund, NIBL Sahabagita Fund, NIBL Samriddhi Fund II and NIBL Growth Fund under NIBL Mutual Fund and Mega Mutual Fund – 1 under Mega Mutual Fund. The close end fund, NIBL Samriddhi Fund I was matured on 2078 Poush 22 (2022 January 6).

The financial statements have been authorized for issue on 10 November 2023 by the Board of Directors.

1.1 Acquisition of company

The 100% holding company of the entity, Nepal Investment Bank Limited (NIBL) has merged with Mega Bank Nepal Limited (MBNL) with effect from Poush 27, 2079 (i.e., 11th January 2023) which created a new company Nepal Investment Mega Bank Limited (NIMB).

Following the holding company's merger and regulatory requirements of SEBON, the company signed a Memorandum of Understanding (MoU) with Mega Capital Markets Ltd. for acquisition of the later entity on 29th Chaitra 2079 (i.e., 12th April 2023). Following the MoU, the company has acquired Mega Capital Markets Limited with effect from 18th Ashad 2080 (i.e., 3rd July 2023) and Mega Capital Markets Ltd. ceased to exist from 17th Ashad 2080 (i.e., 2nd July 2023). The entity's operation has been continued by the acquirer and has started its joint operation from 18th Ashad 2080 (i.e., 3rd July 2023) in the name of NIMB Ace Capital Ltd. as per the prevailing laws. The acquisition was done applying the pooling of interest method as prescribed in NFRS 3 (i.e., acquired on the book value as on acquisition date).

2. Basis of preparation and presentation of financial statements

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

2.1 Statement of compliance

The financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). These financial statements are also prepared in accordance with the relevant presentation requirements of the Companies Act, 2063 of Nepal.

2.2 Basis of Measurement

The financial statements have been prepared under historical cost convention basis except for certain items that are measured and presented at fair value as required by relevant NFRS as explained in respective notes. These financial statements cover the reporting period from 1st Shrawan 2079 to 31 Ashad 2080.

2.4 Basis of preparation

The financial statements are prepared on accrual and going concern basis. The accounting policies are applied consistently to all the period presented in the financial statements.

2.5 Functional and presentation currency

These financial statements are prepared in Nepalese Rupee, which is functional currency of the company. All amounts have been rounded to the nearest rupee, unless otherwise indicated.

Functional currency is the currency of the primary economic environment in which the Company operates. Company's transactions including income, investment and expenses are denominated in Nepalese Rupee, which the management determines to be the functional currency of the Company.

2.6 Significant Accounting judgments, estimates and assumptions

Preparation of financial statements in accordance with Nepal Financial Reporting Standards (NFRS) requires the management to make use of significant accounting judgments, estimates and assumptions that affect the reported amount of asset and liabilities, income and expenses, and disclosures of contingent items during the reporting period. These accounting policies adopted are used on consistent basis. Estimates are reviewed on continuous basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

The significant accounting policies adopted, judgments and estimates while preparing these financial statements in accordance with NFRS are set out in corresponding notes.

3. Revenue

Revenue is recognized on accrual basis and is measured at the fair value of the consideration received or receivable. The management of the Company determines the amount of revenue based on the applicable service agreement. Fees and commission arising from transactions are recognized on basis of completion of underlying transaction. Accounting policies, estimates and judgments used by management for each item of revenue is detailed below:

Item of revenue	Accounting policy, significant estimates and judgments used for revenue recognition																																			
Issue management fee	Issue management fee is recognized based on completion of work for the issue of securities to the extent that it is probable that economic benefit will flow to the Company and the amount can be measured reliably. Management determines that the volume of work is completed to the extent of fifty percent of total work at time of signing of agreement for issue management, and accordingly recognizes fifty percent of total fee as income from issue management immediately after signing the contract which is generally non-refundable. The balance of agreed fee is recognized as income when allotment of the related issue is completed.																																			
Collection commission	Collection commission is recognized as revenue after the related allotment is completed. ASBA commission income is also included in collection commission revenue on completion of process for allotment of IPO.																																			
Refund commission	Refund commission income is recognized one month after the certificate distribution has been started. However, refund commission revenue is recognized when allotment is made for issue management whose refund commission has been predetermined.																																			
Underwriting fee	Underwriting fee is recognized based on the recoverability of fee and non-refundability of fixed amount of fee. Management estimates that recoverability of fee can be reliably measured at the date of issue.																																			
RTS & RTA fee	RTS/ RTA fee is recognized on accrual basis of service offered throughout the year.																																			
Mutual fund depository and fund management fee	Fund management and depository fee revenue is recognized as per the rate agreed with the fund sponsor based on the fund size as guided by Mutual Fund Regulation 2067. The rate of Fund Management and Depository Fee has been revised as per revised Mutual Fund Regulation 2067 from Falgun 1, 2076. Following is the agreed rate for fund management and depository fee for each scheme of mutual fund: <table><thead><tr><th>Fund</th><th>Fund management fee</th><th>Revised Fund management fee</th><th>Depository fee</th><th>Revised Depository fee</th></tr></thead><tbody><tr><td>NIBL Samriddhi Fund I</td><td>1.75 %</td><td>1.50%</td><td>0.50 %</td><td>0.20%</td></tr><tr><td>NIBL Pragati Fund</td><td>1.50 %</td><td>1.50%</td><td>0.50 %</td><td>0.20%</td></tr><tr><td>NIBL Sahabhogita Fund</td><td>1.25 %</td><td>1.25%</td><td>0.40 %</td><td>0.20%</td></tr><tr><td>NIBL Samriddhi Fund II</td><td></td><td>1.50%</td><td></td><td>0.20%</td></tr><tr><td>NIBL Growth Fund</td><td></td><td>1.50%</td><td></td><td>0.20%</td></tr><tr><td>Mega Mutual Fund - 1</td><td></td><td>1.50%</td><td></td><td>0.20%</td></tr></tbody></table>	Fund	Fund management fee	Revised Fund management fee	Depository fee	Revised Depository fee	NIBL Samriddhi Fund I	1.75 %	1.50%	0.50 %	0.20%	NIBL Pragati Fund	1.50 %	1.50%	0.50 %	0.20%	NIBL Sahabhogita Fund	1.25 %	1.25%	0.40 %	0.20%	NIBL Samriddhi Fund II		1.50%		0.20%	NIBL Growth Fund		1.50%		0.20%	Mega Mutual Fund - 1		1.50%		0.20%
Fund	Fund management fee	Revised Fund management fee	Depository fee	Revised Depository fee																																
NIBL Samriddhi Fund I	1.75 %	1.50%	0.50 %	0.20%																																
NIBL Pragati Fund	1.50 %	1.50%	0.50 %	0.20%																																
NIBL Sahabhogita Fund	1.25 %	1.25%	0.40 %	0.20%																																
NIBL Samriddhi Fund II		1.50%		0.20%																																
NIBL Growth Fund		1.50%		0.20%																																
Mega Mutual Fund - 1		1.50%		0.20%																																
Portfolio management fee	Entry load is recognized as revenue when agreement with client is signed. Performance fee, annual fee and service fee is recognized as revenue when it is due.																																			
Depository participants (DP) fee	Due to uncertainty on recoverability of DP income that will flow to the entity, management estimates that the income recognized on realized income basis shall provide reliable and more relevant information about the effects of transactions, and conditions on financial performance of the entity. DP income is recognized on realized basis on the rate given in CDS Bylaws and the regulations issued by the SEBON.																																			
Dividend income	Dividend income is recognized when right to receive is established. Management determines the right to receive is established when shareholders approve the resolution of dividend distribution by the entity at general meeting of shareholders.																																			
Interest income	Interest income is recognized as it accrues using effective interest rate method.																																			
Other income	Other incomes are recognized when it is probable that consideration associated with the transaction will flow to the company and the amount of revenue can be measured reliably.																																			

3.1. Revenue from operation

Following table summarizes the operating revenue recognized during the period:

Amount in NRs

Particulars	FY 2022.23	FY 2021.22
Issue and Sales Management Income	6,500,660	2,819,643
Underwriting Fee	11,486,615	739,219
Share Registrar Income	5,794,690	5,715,195
Portfolio Management Service Income	11,395,915	18,539,058
Fund Management Fee	56,333,754	51,775,748
Mutual Fund Depository Fee	7,913,614	7,074,563
DP Income	60,746,226	69,225,662
Collection Commission Income	6,265,902	27,503,856
Advisory Income	3,835,920	3,730,503
Other operating income	13,367,786	11,639,612
Total	183,641,082	198,763,059

3.2. Other income

Following table summarizes other income recognized during the period:

Amount in NRs

Particular	FY 2022.23	FY 2021.22
Interest Income	88,614,260	85,666,639
Dividend Income	73,758	17,449
Return on Investment on Mutual Fund	1,750,578	15,401,336
Other Non-Operating Income	3,729,595	6,497,833
Total	94,168,191	107,583,257

4. Operating Expenses

Amount in NRs

Particular	FY 2022.23	FY 2021.22
SEBON Fee	6,095,484	6,153,388
CDS Fee	11,531,789	13,771,263
DP Commission Expenses	617,670	1,392,503
RTS and Issue Management Related Expenses	11,305,075	1,585,886
PMS- Commission Expense	533,015	234,156
Total	30,083,033	23,137,196

Apart from SEBON Fee and CDS Fee in regard to DP - AMC Fee collection which has been booked on cash basis, all other expenses has been booked on accrual basis.

5. General and Administrative Expenses

Amount in NRs

Particular	FY 2022.23	FY 2021.22
Employee Costs	69,117,996	54,912,689
Employee Training and Development	2,861,000	2,755,913
Staff Bonus Expenses	12,982,970	16,158,618
Office Advertisement and Business Promotion Expenses	9,578,529	5,650,779
AGM Expenses	26,408	96,128
Membership Fee, Renewal and Subscription Fee	1,744,396	1,285,808
Audit Fee	254,250	254,250
Internal Audit Fee	200,000	200,000
Audit Expenses	56,842	-

Bank Charges	42,975	102,775
Cleaning Expenses	1,368,704	1,137,632
Dashain, Tihar & Pooja Expenses	241,976	292,172
Non-Capital Assets	207,860	220,802
Other Office Expenses	2,484	27,600
CSR Expenses	790,643	1,312,419
Security Expenses	1,581,755	2,053,335
Office Gardening Expenses	121,285	44,440
Electricity Expenses	108,843	268,150
Printing & Stationary Expense	2,687,761	2,196,596
Newspaper & Periodicals Subscription Fee	61,576	15,430
Communications Expense	3,574,433	3,452,609
Courier & Postage Expenses	96,704	122,668
Fuel Expense	1,319,395	913,686
Vehicle Annual Charge	155,713	110,183
Insurance	111,778	166,785
Rental	3,585,710	4,206,481
Software Expenses – Office	1,378,542	1,351,092
Repair and Maintenances	1,132,999	1,735,083
BOD Meeting Expenses & Other Related Expenses	849,000	855,760
Miscellaneous Expenses	62,483	60,704
Transportation & Freight Expenses	-	147,973
Consulting & Legal Advisory Expense	673,697	186,450
Budget Meeting Expenses	38,000	829,575
Annual Day Celebration	740,968	
Data Management and Entry Fee	12,945	70,400
Management Fee	600,000	600,000
Total	118,370,620	103,794,985

6. Income taxes

Tax Expense for the year

Tax expense comprises current tax expense and deferred tax expense (deferred tax income).

Current tax

Current tax is the expected tax payable on taxable income for the year calculated as per taxation law and rates applicable at date of statement of financial position. Current tax expenses include any adjustments to income tax payable or recoverable in respect of previous years.

Deferred tax

Deferred tax is recognized based on temporary difference between financial statement's carrying amounts of asset and liabilities and their respective income tax bases. Deferred tax is determined using the tax rates that has been enacted or substantively enacted by the statement of financial position date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled. The carrying amount of deferred tax is reviewed at each reporting date and reduced to the extent of non-recoverability of deferred tax assets.

Current and deferred tax for the year

Current and deferred tax for the year are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case current and deferred tax are also recognized in other comprehensive income or equity respectively.

Offsetting of current and deferred tax assets and liabilities

Current and deferred tax assets and liabilities are offset when the company has legally enforceable right to offset the recognized amount and intention to settle on net basis.

6.1 Income tax expenses

Following is the details of tax expenses recognized in statement of Profit or Loss.

Amount in NRs

Particulars	Year Ended 16 July 2023	Year Ended 16 July 2022
Current tax expenses		
in respect of current year	34,030,993	53,179,300
in respect of prior years – Expenses / (Income)	-	263,715
	34,030,993	53,443,015
Deferred tax expenses/ (income)		
In respect of current year	1,561,527	(10,819,861)
Total income tax expenses recognized in current year	35,592,520	42,623,154

Following table shows the reconciliation of taxable profit with the accounting profit.

Amount in NRs

Particulars	Year Ended 16 July 2023	Year Ended 16 July 2022
Profit/ (loss) before tax for the year as per accounting	116,846,733	145,427,565
<u>As per accounting</u>		
Add: Depreciation Expenses not allowed	13,679,308	9,818,680
<u>As per Income Tax</u>		
Less: Depreciation Expenses allowed	(16,651,801)	(11,747,971)
Less: Dividend Income - Final Tax Holding Income	(73,758)	(17,449)
Less: Unrealized Gain on Investment	(1,628,301)	-
Less: Realized Loss as per cost value	(455,877)	-
Less: Realized Gain on Investment as per book value	-	(1,503,974)
Add: Disallowed Expenses	-	-
■ Provisional Expenses – Leave	1,059,976	608,313
■ Staff Bonus – Allocation to Staff Welfare Fund	200,000	200,000
■ Unrealized Losses on Investment	-	25,671,864
■ Realized Gain on Investment as per cost value	456,727	-
■ Realized Gain on Investment as per cost value	-	8,547,636
■ Finance cost on lease liabilities	1,153	-
■ Miscellaneous and Provisional Expenses	2,484	259,667
Profit/(loss) as per Income Tax	113,436,644	177,264,331
Effective Tax Rate	30%	30%
Current Tax Expenses	34,030,993	53,179,300

6.2 Current tax asset or liabilities

Amount in NRs

Particulars	Year Ended 16 July 2023	Year Ended 16 July 2022
Current tax assets		
Opening balance (net offset with current tax liabilities)	7,013,584	-
+ Advance Tax during the year	43,138,385	60,192,884
Closing balance (A)	50,151,969	60,192,884
Current tax liabilities		
Opening balance (net offset with current tax assets)	-	-
+ Current tax payable during the year	34,030,993	53,179,300
+ Tax payable due to Business Combination	-	-
Closing balance (B)	34,030,993	53,179,300
Net current tax asset/ (liabilities) (A-B)	16,120,976	7,013,584

6.3 Deferred tax asset or liabilities

Amount in NRs

Particulars	Carrying Value	Tax Base	Difference
Fixed Assets	85,977,519	83,363,713	(2,613,806)
Provision for Leave	2,697,365	-	2,697,365
Provision for Expenses	2,631,180	-	2,631,180
Investment	1,584,925,991	1,591,908,326	6,982,335
Total Temporary Difference			9,697,074
Total Deferred tax Assets/(Liabilities) for the Year			2,909,122
Less: Deferred Tax Assets/(Liabilities) relating to OCI			-
Less: Deferred Tax Assets/(Liabilities) up-to Previous Year			4,470,649
Deferred Tax Income /(Expense) of this Year			(1,561,527)

7. Share Capital

The company applies NAS 32 Financial Instruments: Presentation to determine whether the contribution received is either outsiders' liability/debt or equity. Financial instruments issued or their component is classified as liabilities if contractual arrangements give rise to the Company having present obligation to either deliver cash or another financial asset, or a variable number of equity shares to the holders of instrument. Otherwise, it is recognized as equity instrument. Any incremental costs directly attributable to the issue of new shares are shown in equity as deduction from the proceeds.

Share capital represents residual interests of equity holders in the company. The company's share capital is as follows:

Particulars	Value per share	As at 16 July 2023		As at 16 July 2022	
		No of shares	NRs.	No of Shares	NRs.
Authorized capital	100	5,000,000	500,000,000	5,000,000	500,000,000
Issued and subscribed capital	100	4,700,000	470,000,000	2,700,000	270,000,000
Paid in capital	100	4,700,000	470,000,000	2,700,000	270,000,000

Following is the reconciliation of outstanding no of shares at the reporting period end.

Particulars	As at 16 July 2023	As at 16 July 2022
No of Paid in Capital at beginning	2,700,000	2,700,000
+ Additional issue of equity instruments	-	-
+ Issue of bonus shares	-	-
+ Acquired through business combination	2,000,000	-
No of paid shares outstanding at period end	4,700,000	2,700,000

7.1 Shared held by holding company

Out of the ordinary shares issued by the Company, 100% of the shares are held by the holding company Nepal Investment Mega Bank Ltd.

8. Retained Earnings

All accumulated profit less distribution is represented under retained earnings. The other comprehensive income/ (loss) has been presented separately under Retained Earnings as at reporting period. Following is the table of retained earnings.

Amount in NRs

Particulars	As at 16 July 2023	As at 16 July, 2022
Opening Balance	188,376,990	165,768,645
+ Previous Year Adjustment	653,629	-
+ Acquired through Business Combination	4,004,210	-
+ Profit for the year	81,254,213	102,804,411
-Distribution During the period	(54,000,000)	(70,200,000)
- Transfer to General Reserve	(8,125,421)	(10,280,441)

- Transfer to CSR Fund	(812,542)	(1,028,044)
+CSR Expenses, Charged to Fund	790,643	1,312,419
Sub- Total	212,141,722	188,376,990
+/(-)Other Comprehensive Income / (Loss)	-	-
Closing Balance of Retained Earning	212,141,722	188,376,990

Reserves

■ General Reserve

As per Revised Mutual Fund Regulations 2067 implemented from Falgun 1, 2076, Section 38 Ka, every fund manager merchant banking company shall allocate 10% of Net Profit After Tax every year to a General Reserve Fund for risk management and maintenance of corporate financial stability. The company shall not distribute dividend from the allocated amount to such reserve.

Following is the table of General Reserve:

Amount in NRs

Particulars	As at 16 July 2023	As at 16 July, 2022
Opening Balance	30,273,539	19,993,098
+ Acquired through Business Combination	10,498,188	
+ General Reserve allocated during the year	8,125,421	10,280,441
Closing Balance of General Reserve	48,897,148	30,273,539

■ Corporate Social Responsibility (CSR) Fund

As per Revised Securities Businessperson (Merchant Banker) Regulation, 2064 implemented from Falgun 1, 2076, Section 30 Ka, every merchant banking company shall form a Corporate Social Responsibility (CSR) Fund and shall allocate 1% of Net Profit after Tax every year to a CSR Fund. The expenses in related to CSR activities shall be done, charging to the Fund during the year.

Following is the table of CSR Fund that has been shown under reserves:

Amount in NRs

Particulars	As at 16 July 2023	As at 16 July, 2022
Opening Balance	990,302	1,274,677
+ Acquired through Business Combination	653,263	-
+ CSR Fund allocated during the year	812,542	1,028,044
- CSR Expenses, charged to fund during the year	(790,643)	(1,312,419)
Closing Balance of CSR Fund	1,665,464	990,302

9. Capital Management

The primary objectives of capital management policy are to ensure that the Company complies with externally imposed capital requirements and that the company maintains strong credit ratings and healthy capital ratios in order to support its business and maximize shareholders value.

When managing capital, which is a broader concept than the equity in the statement of financial position, the objectives of the company are:

- To comply with the capital requirements set by the regulatory authority where the company operates
- To safeguard the company's ability to continue as a going concern so that it can continue to provide returns to shareholders and benefits to other stakeholders; and
- To maintain a strong capital base to support the development of its business.

SEBON requires minimum of NRs. 200,000,000 equity capital to carry out all services that the company provides.

The management monitors its capital structure and required level of regulatory capital requirement based on the changes in economic condition in which company operates. The management may adjust the structure by adopting the policies of dividend payments, issues of new shares, acquiring new or retiring existing debts.

10. Current Liabilities

The company classifies a liability as current when such liability is expected to be settled within twelve months after the reporting period end and it does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period, and such liabilities are primarily held for ordinary purpose of business. Current liabilities of the company have been classified into different group of Trade and payables, other current liabilities and provision balances. Following tables details the current liabilities of the company.

10.1 Trade and Other Liabilities

Trade liabilities include the current liabilities directly related to the operating income or expenses.

Amount in NRs

Particulars	As at 16 July 2023	As at 16 July 2022
Issue Collection Refundable	139,882,558	159,815,191
RTS Client Dividend Warrant Payable	1,006,285,344	531,153,226
RTA Bonus and Tax Payables	4,578,856	4,474,747
CDS Fee Payable	6,654,237	16,788,958
SEBON Fee Payable	3,276,535	1,888,932
Other Payables	1,195,824	3,551,125
Advance received from Customer	2,392,156	2,877,911
DP Commission Payables	525,020	749,242
Total	1,164,790,530	721,299,332

10.2 Other current liabilities

Other current liabilities of the company include payable balances on account of general and administrative expenses. Following is the list of other current liabilities.

Amount in NRs

Particulars	As at 16 July 2023	As at 16 July 2022
Audit fee payable	250,875	250,875
Salary, Wages and Bonus Payable	21,078,328	17,896,999
Statutory Liabilities	1,878,288	1,917,484
Staff Housing loan insurance premium	9,343,273	6,718,847
Advance Received for Investment	33,905,340	-
Other sundry payables	6,312,728	9,260,637
Total	72,768,832	36,044,842

11. Property, Plant and Equipment

Recognition and measurement

Property, plant and equipment (PPE) are those tangible assets used for business operation, administrative purpose or for rental to others. An item of PPE is recognized at the statement of financial position at cost less accumulated depreciation and impairment allowances if any when it is probable that future economic benefits associated with such item of PPE will flow to the Company for more than one accounting period, and the cost of the item can be measured reliably.

Costs includes purchase price and directly attributable costs incurred in bringing the assets to the present location and conditions of being operable as intended by the management. Borrowing costs incurred for qualifying assets are capitalized.

Depreciation

Depreciation is recognized to write off the costs of item of PPE less their estimated residual values using straight line method over their estimated useful lives and is recognized in statement of profit or loss. Management estimates the useful life for each component of assets separately. Following estimations of useful life on each category of asset is used by management for depreciation.

Category of Assets	Estimated Useful Life
Data Processing Hardware	5 Years
Office Equipment	10 Years
Office Furniture and Fixtures	6.67 Years
Vehicles	6.67 Years
Leasehold assets	Over the lease term

De-recognition & Impairment

An item of PPE is de recognized upon disposal or when no future economic benefits are expected to flow to the Company from continued use of the asset. Any gain or loss arising on disposal or retirement of an item of PPE is determined as the difference between net sales proceeds and carrying amount of the assets and is recognized in statement of Profit or loss.

Following is details of PPE.

Amount in NRs

Particulars	Vehicle	Data Processing Hardware	Office Equipment	Office Furniture & Fixtures	Leasehold Assets	Total PPE
(A) Cost or Valuation						
Opening balance as at 16 July 2022	11,443,425	31,919,902	8,568,262	13,300,241	14,058,921	79,290,751
+Additions during the year	2,911,556	6,255,999	7,423,139	12,681,871	31,744,330	61,016,895
- Disposal	(1,800,000)	-	-	-	(223,600)	(2,023,600)
Balance as at 16 July 2023	12,554,981	38,175,901	15,991,401	25,982,112	45,579,651	138,284,046
(B) Accumulated Depreciation, amortization and impairment						
Opening balance as at 16 July 2022	3,126,986	22,895,623	1,611,574	8,937,963	7,318,951	43,891,097
+Additions during the year	1,611,234	3,260,609	1,351,171	2,768,886	3,915,499	12,907,399
-Deletion	(441,616)	-	-	-	(37,267)	(478,883)
Balance as at 16 July 2023	4,296,604	26,156,232	2,962,745	11,706,849	11,197,183	56,319,613
(C) Carrying Amount						
As at 16 July 2022	8,316,439	9,024,279	6,956,687	4,362,279	6,739,970	35,399,653
As at 16 July 2023	8,258,377	12,019,669	13,028,656	14,275,263	34,382,468	81,964,432

Impairment losses for the year have not been provided on any assets and no assets have been pledged as security against borrowing or commitments.

12. Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at costs less accumulated amortization and accumulated impairment losses. Amortization is recognized on straight line basis over their estimated useful life. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for as per Note 2.6 Following estimate of useful life on each item of intangible assets is used by management.

Item of intangible asset	Estimated useful life
Software	5 Years

Intangible assets with indefinite useful lives that are acquired separately are carried at costs less any accumulated impairment losses.

An intangible asset is derecognized on disposal or when no future economic benefits are expected from their use. Gain or losses arising from derecognition of an intangible asset is measured as the difference between net proceeds from disposal and carrying amount of the asset and are recognized in statement of profit or loss.

Following is the details of intangible assets as at the period end.

Amount in NRs

Particulars	Software	Total Intangibles
(A) Cost or Valuation		
Opening balance as at 16 July 2022	5,802,602	5,802,602
+Additions during the year	2,856,045	2,856,045
-Disposal		
Balance as at 16 July 2023	8,658,647	8,658,647
(B) Accumulated Depreciation, amortization and impairment		
Opening balance as at 16 July 2022	3,895,530	3,895,530
+Additions during the year	750,030	750,030
-Deletion	-	-
Balance as at 16 July 2023	4,645,560	4,645,560
(C) Carrying Amount		
As at 16 July 2022	1,907,072	1,907,072
As at 16 July 2023	4,013,087	4,013,087

13. Right of Use (ROU) Assets

The company has taken on lease the 2nd floor of the building along with a parking area from National Holding Pvt. Ltd. The non-cancellable period of the lease is 5 years. After the end of such non-cancellable period, the contract provides the right to terminate the contract to both the parties after giving 6 months' prior notice. The agreement has been continued after acquisition of former, Mega Capital Markets Ltd.

The details of ROU Assets by classifying them on the basis of class of underlying assets has been provided under:

Amount in NRs

Particulars	ROU Assets	Total ROU Assets
(A) Cost or Valuation		
Opening balance as at 16 July 2022	-	-
+Additions during the year	215,669	215,669
-Disposal		
Balance as at 16 July 2023	215,669	215,669
(B) Accumulated Depreciation, amortization and impairment		
Opening balance as at 16 July 2022	-	-
+Additions during the year	21,879	21,879
-Deletion	-	-
Balance as at 16 July 2023	21,879	21,879
(C) Carrying Amount		
As at 16 July 2022	-	-
As at 16 July 2023	193,790	193,790

All the above ROU assets are used by the acquirer after the acquisition date for continued operation of business as mentioned in note 1.1. Hence, impairment is not required and carried in the same book value on consistent basis.

14. Financial Instruments and Fair Value Measurement

Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at measurement date in the principal, or in its absence, the most advantageous market to which the company has access at that date.

The fair value of the financial assets and liabilities that is traded in an active market is based on the quoted market prices at the close of trading date on the reporting date. The company uses the last traded market price.

The fair value for all other financial instruments not traded in an active market is determined by using the valuation techniques deemed to be appropriate in the circumstances. These valuation techniques include the market approach, income approach or cost approach, or other valuation techniques commonly used by market participants making the maximum use of observable inputs and relying as little as possible on unobservable inputs.

For instruments for which active market is not available, the company may also use the internally developed valuation model as per company's valuation guideline which describes about the methods and techniques generally recognized as standard within the industry. Valuation models are primarily used for the unlisted equity securities or other financial instruments for which market is not active during the year. Some of the inputs to these models may not be market observable and hence requires the management judgments and thus valuation is estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques used may not fully reflect all factors relevant to the conditions the company holds. Valuations are therefore adjusted wherever appropriate to adjust the factors including model risk, liquidity risk.

Fair value hierarchy

The company measures the fair value using the following fair value hierarchy that reflects the significance of the input used in measurements.

- Level 1 (L1): Inputs that are quoted market prices (unadjusted) in an active market for identical instruments.
- Level 2 (L2): Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3 (L3): Inputs that are unobservable. This category includes all instruments for which the valuation techniques include inputs not based on observable data and whose unobservable inputs have a significant effect on the instruments' valuation.

Financial Instruments Classification and Measurement

Financial instruments included in the statement of financial position are measured at fair value through profit or loss or measured at amortized costs. Financial instruments measured at fair value through profit or loss (FVTPL) or fair values through other comprehensive income (FVOCI) are classified into following:

- **Financial assets or financial liabilities held for trading:** financial assets are classified as held for trading if they are acquired for purpose of selling or repurchasing in near future. This category includes equities and other fixed income securities. These assets are acquired principally for the purpose of generating a profit from short term changes in price.
- **Financial assets and financial liabilities designated at fair value** these financial assets and liabilities are designated upon initial recognition on the basis that they are part of a group of financial assets that are managed and have their performance evaluation on a fair value basis in accordance with the policy and strategy of the company.
- **Financial assets available for sale:** financial asset that are not classified as held for trading or designated at fair value are classified as available for sale. Available-for-sale financial assets are those intended to be held for an indeterminate period of time and may be disposed due to changes in interest rates, underlying prices or other requirements. Gains and losses arising from changes in the fair value of investments classified as available-for-sale are recognized directly in other comprehensive income, until the financial assets are sold or impaired or retires, when cumulative gain or losses previously recognized in other comprehensive income is recognized in statement of profit or loss

Financial assets and liabilities measured at Amortized Cost

Financial assets and liabilities held to maturity are classified and measured at amortized cost. These financial asset or liabilities are initially recognized at fair value including direct and incremental costs and subsequently measured at amortized costs, using the effective interest method, less any impairment allowances.

Recognition

The company recognizes financial assets or liabilities when it becomes the party to contractual provisions of the instrument. Recognition takes place on the trade date where the purchase or sale of an investment is under a contract whose terms requires delivery of the investment within the timeframe established by the market concerned.

Derecognition

Financial assets are de recognized when the contractual right to receive cash has expired or the company has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contracts is discharged, cancelled or expired.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if there is enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liabilities simultaneously.

Following table details the financial instruments included in the statements of financial position are measured at fair value or amortized costs.

Financial instruments measured at fair value	Fair Value method
Cash and cash equivalents	Carrying amount (approximation to fair value assumed due to short-term nature)
Investments held for trading	Closing price of scrips (L1) as at the statement of financial position dates. or L2 or L3 value as determined by management
Available for sale investments	Closing price of scrips (L1) as at the statement of financial position dates. or L2 or L3 value as determined by management
Financial instruments measured at Amortized Cost	Fair Value method
Receivables, short term payables and accrued charges	Carrying amount (approximation to fair value assumed due to short term nature)
Employee Loan	Fair value calculated using effective interest rate.
Fixed deposits investments	Carrying amount as effective interest rate shall be the interest rate of each deposit instrument.

15. Investments

Following table details the investments and analysis within the fair value hierarchy as at date of reporting period end.

Amount in NRs

Investments in	Fair Value as at 16 July 2023	FY 2022.23			Fair Value as at 16 July 2022	FY 2021.22		
		L1	L2	L3		L1	L2	L3
(A) Held for trading (classified as current assets)								
Mutual Funds	123,358,272	123,358,272	-	-	46,737,640	46,737,640	-	-
Equity Securities	68,891,415	68,827,782	-	63,633	24,002,303	23,938,670	-	63,633
Total	192,249,687	192,186,054	-	63,633	70,739,943	70,676,310	-	63,633
(B) Available for Sale (Classified as Non-Current Assets)								
Equity Securities	182,901,400	-	182,901,400	-	24,462,900	-	24,462,900	-
Total	182,901,400	-	182,901,400	-	24,462,900	-	24,462,900	-
(B) Measured at Amortized Cost								
Fixed Deposit at Bank	1,134,000,000				752,150,000			
Investments on Debentures	75,774,904				36,208,904			
Total Value of Investment	1,584,925,991				883,561,747			

Investments in	Fair Value as at 16 July 2023	FY 2022.23			Fair Value as at 16 July 2022	FY 2021.22		
		L1	L2	L3		L1	L2	L3
A. Current Assets								
Held for Trading	192,249,687				70,739,943			
Measured at Amortized Costs	1,076,500,000				751,900,000			
Total	1,268,749,687				822,639,943			
B. Non-Current Assets								
Available for Sale	182,901,400				24,462,900			
Measured at Amortized Cost	133,274,904				36,458,904			
Total	316,176,304				60,921,804			

15.1 Net change in fair value of investments

Amount in NRs

Particulars	FY 2022.23 Net Gain / (Losses)	FY 2021.22 Net Gain / (Losses)
(A) Held for trading		
Mutual Fund	2,268,360	(17,196,598)
Equity Securities	(640,059)	(8,475,266)
Total	1,628,301	(25,671,864)
Net Change in fair value	1,628,301	(25,671,864)
+ Realized gain/(loss) on Investments	(456,727)	1,503,974
Net changes in gain/(losses)	1,171,574	(24,167,890)

The net change in fair value of investments has been recognized on Mark to Market basis.

15.2 Details of Investment

A. Investment on Mutual Funds

Name of Company	Fiscal Year 2022.23				
	Unit	Market Value per unit as on 16 July 2023	Market Value as on 16 July 2023 Amount (A)	Book Value as on 16 July 2023 Amount (B)	Gain/(Loss) (A-B)
NIBL Pragati Fund	1,051,384	9.71	10,208,939	10,534,868	(325,929)
Laxmi Equity Fund	320,176	9.59	3,070,488	3,169,742	(99,255)
Sanima Equity Fund	22,600	11.80	266,680	288,150	(21,470)
NIBL Sahabagita Fund	2,503,201	10.68	26,734,187	26,350,325	383,862
Sanima Large Cap Fund	100,000	8.92	892,000	932,000	(40,000)
Sunrise Bluechip Fund	543,150	7.85	4,263,728	4,616,865	(353,137)
NIBL Samriddhi Fund-II	1,236,200	9.11	11,261,782	10,439,138	822,644
Mega Mutual Fund - 1	223,500	7.99	1,785,765	1,785,765	0
Global IME Balance Fund - I	250,000	9.34	2,335,000	2,500,000	(165,000)
NMB Sulav Investment Fund - II	500,000	9.99	4,995,000	5,000,000	(5,000)
NIBL Growth Fund	2,232,100	10.64	23,749,544	22,321,000	1,428,544
Sunrise Focused Equity Fund	1,000,000	9.68	9,680,000	10,000,000	(320,000)
NABIL BALANCED FUND-2	752,382	8.80	6,620,962	6,440,390	180,572
RBB Mutual Fund 1	500,000	8.08	4,040,000	3,775,000	265,000
Siddhartha Equity Fund	602,778	9.43	5,684,197	5,244,169	440,028
Sunrise First Mutual Fund	250,000	11.08	2,770,000	2,692,500	77,500
Citizens Super 30 Mutual Fund	500,000	10.00	5,000,000	5,000,000	0
Total	12,587,471		123,358,272	121,089,912	2,268,360

Fiscal Year 2021.22					
Name of Company	Unit	Market Value per unit as on 16 July 2022	Market Value as on 16 July 2022 Amount (A)	Book Value as on 16 July 2022 Amount (B)	Gain/(Loss) (A-B)
NIBL Pragati Fund	1,051,384	10.02	10,534,868	15,613,052	(5,078,185)
Laxmi Equity Fund	320,176	9.90	3,169,742	4,418,429	(1,248,686)
Sanima Equity Fund	22,600	12.75	288,150	379,454	(91,304)
NIBL Sahabagita Fund	1,526,641	10.71	16,350,325	23,640,098	(7,289,773)
Sanima Large Cap Fund	100,000	9.32	932,000	1,050,000	(118,000)
Kumari Equity Fund	42,210	10.07	425,055	443,205	(18,150)
Sunrise Bluechip Fund	500,000	8.74	4,370,000	5,080,000	(710,000)
NIBL Samriddhi Fund-II	1,000,000	8.67	8,670,000	10,810,000	(2,140,000)
Mega Mutual Fund - 1	250,000	7.99	1,997,500	2,500,000	(502,500)
Total	4,813,011		46,737,640	63,934,238	(17,196,598)

B. Investment on Listed Shares

Fiscal Year 2022.23					
Name of Company	Unit	Market Value per unit as on 16 July 2023	Market Value as on 16 July 2023 Amount (A)	Book Value as on 16 July 2023 Amount (B)	Gain/(Loss) (A-B)
Nepal Life Insurance Co. Ltd.	1	744.00	744	747	(3)
Butwal Power Co. Ltd.	3	330.50	992	966	26
Mero Microfinance Bittiya Sanstha Limited	37	661.00	24,457	28,798	(4,341)
National Microfinance Bittiya Sanstha Ltd.	18	1,366.00	24,588	29,025	(4,437)
Nepal Investment Mega Bank Ltd.	496	173.80	86,205	119,954	(33,749)
Rasuwigadi Hydropower Co.Ltd	7,000	300.00	2,100,000	1,911,000	189,000
Deprosc Laghubitta Bittiya Sanstha Ltd.	2,799	826.00	2,311,974	2,392,170	(80,196)
Forward Microfinance Laghubitta Bittiya Sanstha Ltd.	263	1,321.00	347,423	500,850	(153,427)
Upper Tamakoshi Hydropower Ltd	6,000	426.80	2,560,800	3,252,000	(691,200)
Sanjen Jalavidhyut Company Ltd	6,000	296.90	1,781,400	1,560,000	221,400
NIC Asia Bank Ltd	9,105	793.80	7,227,549	6,337,080	890,469
Ngadi Group Power Ltd.	1	233.90	234	297	(63)
Jyoti Bikas Bank Ltd.	116	298.00	34,568	302	34,266
RSDC Laghubitta Bittiya Sanstha Ltd.	1	613.10	613	555	58
Siddhartha Bank Ltd.	21,538	253.00	5,449,114	5,448,288	826
Nepal Reinsurance Co. Ltd.	1,155	740.00	854,700	808,500	46,200
Surya Jyoti Life Insurance Company Limited	1,283	610.00	782,630	496,521	286,109
Himalayan Life Insurance Ltd.	1,083	507.00	549,081	545,671	3,410
Nadep Laghubitta Bittiya Sanstha Limited	238	608.20	144,752	247,282	(102,530)
CYC Nepal Laghubitta Bittiya Sanstha Ltd.	649	1,410.00	914,526	978,180	(63,654)
Samaj Laghubitta Bittiya Sanstha Limited	117	543.87	63,633	63,633	0
Ridi Power Company Ltd	5,600	243.00	1,360,800	2,371,252	(1,010,452)
Agricultural Development Bank Limited	6,406	233.90	1,498,363	1,489,395	8,968
Citizen Bank International Limited	5,500	173.10	952,050	935,550	16,500
Kumari Bank Limited	52,542	165.00	8,669,430	8,485,533	183,897
Nabil Bank Limited	57	599.20	34,154	33,858	296
Prabhu Bank Limited	29,181	162.60	4,744,831	4,741,913	2,918
Sanima Bank Limited	4,328	260.50	1,127,444	1,129,608	(2,164)
Panchakanya Mai Hydropower Ltd	15,686	204.00	3,199,944	3,419,548	(219,604)
Sanima Mai Hydropower Ltd.	8,100	355.00	2,875,500	2,924,910	(49,410)

SHIVAM CEMENTS LTD	4,500	651.50	2,931,750	2,731,500	200,250
Chhimek Laghubitta Bikas Bank Limited	1	1,000.00	1,000	960	40
Nerude Laghubitta Bittiya Sanstha Limited	103	688.00	70,864	71,997	(1,133)
Sana Kisan Bikas Bank Ltd	1	899.00	899	931	(32)
IME General Insurance Ltd.	10,295	560.00	5,765,200	6,053,460	(288,260)
Siddhartha Premier Insurance Limited	13,358	778.50	10,399,203	10,419,240	(20,037)
Total	213,561		68,891,415	69,531,474	(640,059)

Fiscal Year 2021.22					
Name of Company	Unit	Market Value per unit as on 16 July 2022	Market Value as on 16 July 2022 Amount (A)	Book Value as on 16 July 2022 Amount (B)	Gain/ (Loss) (A-B)
Nepal Life Insurance Co. Ltd.	1	747.00	747	-	747
Butwal Power Co. Ltd.	3	322.00	966	1,518	(552)
Mero Microfinance Bittiya Sanstha Limited	34	847.00	28,798	41,742	(12,944)
National Microfinance Bittiya Sanstha Ltd.	15	1,935.00	29,025	39,633	(10,608)
Mega Bank Nepal Ltd.	13,800	226.00	3,118,800	4,289,113	(1,170,313)
Rasuwigadi Hydropower Co.Ltd	7,000	273.00	1,911,000	2,884,523	(973,523)
Deprosc Laghubitta Bittiya Sanstha Ltd.	2,544	940.00	2,391,360	3,796,846	(1,405,486)
Forward Microfinance Laghubitta Bittiya Sanstha Ltd.	210	2,385.00	500,850	444,144	56,706
Upper Tamakoshi Hydropower Ltd	6,000	542.00	3,252,000	3,425,088	(173,088)
Sanjen Jalavidhyut Company Ltd	6,000	260.00	1,560,000	2,396,667	(836,667)
NIC Asia Bank Ltd	9,105	696.00	6,337,080	8,256,419	(1,919,339)
Ngadi Group Power Ltd.	1	297.00	297	-	297
Jyoti Bikas Bank Ltd.	1	302.20	302	-	302
RSDC Laghubitta Bittiya Sanstha Ltd.	1	554.80	555		555
Siddhartha Bank Ltd.	5,712	303.00	1,730,736	2,318,399	(587,663)
Nepal Reinsurance Co. Ltd.	1,100	735.00	808,500	1,458,449	(649,949)
Surya Life Insurance Co. Ltd.	1,283	387.00	496,521	1,089,363	(592,842)
Prime Life Insurance Co. Ltd.	959	569.00	545,671	758,521	(212,850)
Nadep Laghubitta Bittiya Sanstha Limited	238	1,039.00	247,282	226,040	21,242
Aadhikhola Laghubitta Bittiya Sanstha Ltd.	714	1,370.00	978,180	895,693	82,487
Samaj Laghubitta Bittiya Sanstha Limited	117	543.87	63,633	155,412	(91,779)
Total	54,838		24,002,303	32,477,569	(8,475,266)

C. Investment on Unlisted Shares

Fiscal Year 2022.23					
Name of Company	Unit	Fair Value per unit as on 16 July 2023	Fair Value as on 16 July 2023 Amount (A)	Book Value as on 16 July 2023 Amount (B)	Gain/ (Loss) (A-B)
M. Nepal Ltd.	244,629	100	24,462,900	24,462,900	-
International Media Network Nepal Pvt. Ltd. - Ordinary Share	8,000	100	800,000	800,000	-
International Media Network Nepal Pvt. Ltd. - Preference Share	192,000	100	19,200,000	19,200,000	-
H. Medical and Diagnostic Pvt. Ltd. - Ordinary Share	200,000	100	20,000,000	20,000,000	-
H. Medical and Diagnostic Pvt. Ltd. - Preference Share	800,000	100	80,000,000	80,000,000	-
Citytech Group Pvt. Ltd. - Ordinary Share	330,575	116.28	38,438,500	38,438,500	-
Total	1,775,204		182,901,400	182,901,400	-

Name of Company	Fiscal Year 2021.22				Gain/(Loss) (A-B)
	Unit	Fair Value per unit as on 16 July 2022	Fair Value as on 16 July 2022 Amount (A)	Book Value as on 16 July 2022 Amount (B)	
M. Nepal Ltd.	244,629	100	24,462,900	24,462,900	-
Total	244,629		24,462,900	24,462,900	-

The fair value of the investment in equity shares of unlisted companies has been considered at the book value of NRs. 100 per share as its strategic investment with smooth operation of business. As a result, the Company has valued the same at book value per share and also, classified the investment under Level 2 under the Fair Value Hierarchy for financial instrument.

D. Investment on Debentures

Name of Company	Fiscal Year 2022.23		
	Unit	Cost Price per Unit	Total Cost Amount
Siddhartha Bank Debentures 2082	2,500	1000.00	2,500,000
Sunrise Debenture 2080	2,500	1000.00	2,500,000
Goodwill Finance Debenture 2083	2,521	1000.00	2,521,000
8.5% Nepal Bank Ltd Debenture 2087	12,500	850.26	10,628,212
8.5% GBIME Debenture 2086/87	18,300	850.26	15,559,692
10.50% Century Debenture 2088	2,500	1000.00	2,500,000
10.75% SBL Debenture 2089	4,863	1000.00	4,863,000
10.50% BOK Debenture 2086 (ka)	4,703	1000.00	4,703,000
10.5% Himalayan Bank Bond 2086	5,000	1000.00	5,000,000
11% LBBL Debenture 2089	25,000	1000.00	25,000,000
Total	80,387		75,774,904

Name of Company	Fiscal Year 2021.22		
	Unit	Cost Price per Unit	Total Cost Amount
Siddhartha Bank Debentures 2082	2,500	1000.00	2,500,000
Sunrise Debenture 2080	2,500	1000.00	2,500,000
Goodwill Finance Debenture 2083	2,521	1000.00	2,521,000
8.5% Nepal Bank Ltd Debenture 2087	12,500	850.26	10,628,213
8.5% GBIME Debenture 2086/87	18,300	850.26	15,559,692
10.50% Century Debenture 2088	2,500	1000.00	2,500,000
Total	40,821		36,208,905

E. Investment on Fixed Deposit

Details	Fiscal Year 2022.23	Fiscal Year 2021.22
	Amount	Amount
Fixed Deposit with Commercial Banks	0	40,250,000
Fixed Deposit with Development Banks	510,500,000	447,900,000
Fixed Deposit at Finance Companies	623,500,000	264,000,000
Total Fixed Deposit	1,134,000,000	752,150,000

The Company has invested the fund available for dividend warrants distribution and IPO Refund Amounts of NRs. 1,054,000,000 (2021.22 Rs. 571,000,000) as FD placement, especially for the short-term period. As the dividend distribution takes a certain period of time to complete, the Company mobilizes the fund available in its custody for the purpose of distribution.

15.3 Seed Capital Investment

The Company is the Fund Manager and Depository and its holding company, Nepal Investment Mega Bank Limited is the Sponsor of scheme, viz. NIBL Pragati Fund, NIBL Sahabhagita Fund, NIBL Samriddhi Fund II and NIBL Growth Fund under NIBL Mutual Fund and Mega Mutual Fund – 1 under Mega Mutual Fund. The Company has invested 1% of the Fund under NIBL Mutual Fund as seed capital. As a close ended fund and open-ended fund, the scheme is required to be held till the maturity date. Although there is no regulatory requirement that restricts the Fund manager to transfer and sale of this investment in seed capital, the Company has considered to hold the investment till the maturity. The investments are classified as held for trading and is measured at fair value through profit or loss statement.

15.4 Investment Commitments

As approved Qualified Institutional Investor in regard to Book Building Processed IPO, the company have committed the investment on IPO through Book Building Process of following companies:

Investment Commitment	For	FY 2022.23 (NRs)	FY 2021.22 (NRs)
Sarbottom Cement Ltd.	IPO	5,012,500	6,262,500
Reliance Spinning Mills Limited	IPO	5,500,000	5,500,000
Total Investment Commitment		10,512,500	11,762,500

16. Risk Management

The company is exposed to various risks in nature of activities it carries. These risks particularly include market risk and interest rate risk. The company's objective of managing risk is for the protection and creation of shareholders and investors value. The company's investment policy has established a risk management framework, which is the continuous process of identification, measurement, monitoring and control of risks.

Risk management structure

The board of directors is ultimately responsible for the overall risk management. The management of the company has been delegated and instructed for the responsibility for identifying and controlling risks of the company.

Risk measurement and reporting system

The company uses various techniques to identify and measure the risks. These measures reflect the company's philosophy of management and risk tolerance as determined by the management. Determination of risk tolerance level is the judgement, philosophy and actions of the management in response to the circumstances in given environment. The management uses various tools and methods to measure and monitor the risks in relation to the aggregate risk across all risk type and activities.

Following are three broad methods used by the company.

Risk mitigation

The company's investment and risk management committee decides the risk management framework and guidelines that encompasses overall investment strategy, limit and tolerance of risk. The company uses other instruments for trading and risk management purpose.

Excessive risk concentration

Concentration risk arises when a number of financial instruments are entered with similar or identical characteristics. Those characteristics may be identified as sector of business; same counterparty, or have similar economic features that are similarly affected by the changes in economic, political or typical industrial and other conditions. To avoid excessive concentration risk, the Company focuses on managing diversified portfolio.

Market risk

Market risk is the risk that fair value or future cash flow of financial instrument will change due to changes in market variables such as interest rates, equity prices. The maximum risk resulting from financial instruments the company held equals their fair value.

(a) Price risk

Price risk is the risk of unfavourable changes in fair value of instruments as a result of changes in the level of equity indices and the value of individual instruments. The company manages prices risk by investing in a variety of scrips in a particular sector and diversifying investment in particular sector.

(b) Interest rate risk

Interest rate risk arises from the possibility of changes in interest rate which will affect the future cash flow or fair value of financial instrument. The company makes investment in fixed income securities and demand deposits in bank. The interest income from such instruments will be affected by the changes in interest rate. The company's demand deposit only is exposed to the interest rate risk.

Liquidity risk

Liquidity risk is the risk that the company may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous.

The company is exposed to settlement of operational obligations and investment commitments in portfolio companies. The company policy to invest in listed securities in active trading market is readily disposable in normal market conditions and hence is assumed highly liquid. Further the company has the ability to borrow in short term to ensure settlements. No such borrowings have been raised during the year. The company does not have any foreign exchange currency risk during the year

Credit Risk

Credit risk refers to the risk that counterparty will default on its contractual obligation resulting in financial loss to the Company. Management of the Company determines the creditworthiness of counterparty as a mean of mitigating risk of financial loss from defaults before entering into any business arrangement. Company's exposure to and the credibility of counterparties are continuously monitored.

17. Current Assets

The company classifies assets as current when such asset is expected to be realized or consumed within twelve months after the reporting period end and such assets are primarily held for ordinary purpose of business. Current assets of the company have been classified into different group based on their nature of asset held. Following tables details the current asset of the company.

17.1 Trade Receivables, Advances and Deposits

These current assets include the assets directly held for the ordinary purpose of business. Following is the details.

Amount in NRs		
Particulars	AS AT 16 July 2023	AS AT 16 July 2022
RTS Service Fee Receivable	10,153,555	9,376,584
Underwriting & Issue management Fee Receivable	15,780,795	17,723,721
Fund Management Fee Receivable	22,425,059	10,029,112
Fund Depository Fee Receivable	3,136,092	1,415,502
Other Sundry Receivables	1,927,266	1,557,545
Prepaid Expenses	8,411,309	30,754,134
Staff Loan	4,379,094	4,981,686
Other Current Assets	9,743,615	4,840,606
PMS Income Receivables	3,105,824	2,040,453
DP Income Receivables	2,997,055	23,996,817
Total	82,059,664	106,716,160

17.2 Cash and Cash Equivalents

For the purpose of the cash flow statement, Cash and cash equivalents includes cash balance in hand, demand deposits with bank, other short term highly liquid investments with original maturity of three months or less. Following is the details of cash and cash equivalents.

Amount in NRs		
Particulars	AS AT 16 July 2023	AS AT 16 July 2022
Cash in Hand	-	-
Balance at Bank	138,857,577	131,148,771
Total	138,857,577	131,148,771

Restricted cash balances that are not available for use by the Company includes the amount collected from issue managements and dividend warrant distribution amount. Following is the details of amount not available for use during the reporting period.

Amount in NRs

Particulars	AS AT 16 July 2023	AS AT 16 July 2022
Dividend Warrants	66,285,344	85,627,973
IPO Collection	30,461,413	38,815,191
Total	96,746,757	124,443,164

The Company does not have amount of undrawn borrowing facilities that are available for use in future operating activities or to settle capital commitments.

18. Lease, Commitments and Guarantees (Contingent Liabilities)

Determination of whether an arrangement contains a lease is based on the substance of the arrangement at the inception of the lease.

The Company has an operating lease arrangement. Operating lease payments are recognized as an expense in the statement of profit or loss in the year which it becomes payable. Lease amount payable in respect of operating lease is:

Period	Amount (NRs)
Up to 1 year	999,996
1-5 year	-
Above 5 years	-
Total	999,996

Lease Liabilities for Right of use of assets

At the date of commencement, the company has recognized the right of use of assets and corresponding lease liability at present value of the future lease payment discounted at rate of 10.00% p.a. over the lease period. The interest rate has been assumed to be the effective rate of interest implicit in the lease for the purpose of discounting. Interest expense accrued on lease liability, being a component of finance cost is presented separately as a charge in the statement of Profit or Loss.

Particulars	AS AT 16 July 2023	AS AT 16 July 2022
Current lease liability	315,985	-
Non-Current lease liability	-	-
Total	315,985	-

Contingent Liabilities

Contingent liabilities are possible obligations whose existence will be confirmed only by uncertain future events or present obligations where the transfer of economic benefits is not probable or cannot be reliably measured. Capital Commitment is the possible liability in the near future arising out of capital expenditure.

Following table details, the underwriting commitments issued for the IPOs as at end of reporting period.

Particulars	AS AT 16 July 2023	AS AT 16 July 2022
Underwriting Commitment	1,958,343,228	545,916,221

19. Employment Benefits

The Company has schemes of employee benefits namely provident fund, employee gratuity and earned leave pay as per Employee Service Bylaws, 2068.

Defined contribution plan - Provident fund and Gratuity

Under defined contribution plan, the Company makes payment of pre-determined amounts to separate fund and does not have any legal or other obligation to pay additional amount. Contribution to defined contribution scheme is charged to

statement of profit or loss in the year to which they relate to as the company as no further defined obligation beyond such contribution.

The company and employee contribute 10% each on the salary of each employee to an approved Provident Fund maintained at NIBL Retirement Fund.

From Bhadra 19, 2074, the Company has contributed the monthly gratuity liability of 8.33% of the basic salary in the respective retirement fund account of the employees with NIBL Retirement Fund as per the Labour Act 2074 by charge to statement of profit or loss. The total charge for the year amounts to NRs. 2,108,824 (2021.22 NRs. 1,775,949).

Defined benefit plan - Leave Pay

The Company provides for defined benefit in form of leave pay. The liabilities or asset recognized in the statement of financial position in respect of defined benefit obligation at the end of the presorting period less fair value of plan assets.

These defined benefit obligations are measured on the present value of the expected future payments to be made in respect of services rendered by the employees upto the end of the reporting period using the projected unit credit method. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognized in the Statement of Profit or Loss. These benefits are unfunded.

The characteristics of leave plan are as below:

Home Leave Plan Features	
Salary for Encashment	Salary as defined by Company Policy
Benefit Payable on	Death or Resignation / Withdrawal or Retirement
Maximum Accumulation	Home Leaves upto 60 days
Encashment Formula	Leave Days * Salary / Leave Denominator
Leave Denominator	Employee (30)
Leaves Credited Homely	Home Leaves of 18 days
Retirement Age	60 Years
Sick leave Plan Features	
Salary for Encashment	Salary as defined by Company Policy
Benefit Payable on	Death or Resignation / Withdrawal or Retirement
Maximum Accumulation	Sick Leaves upto 30 days
Encashment Formula	Leave Days * Salary / Leave Denominator
Leave Denominator	Employee (30)
Leaves Credited Homely	Home Leaves of 15 days
Retirement Age	60 Years

The summary of the employee data for valuation is as follows:

Particulars	2023 July 16 (Amount "NRs.")	2022 July 16 (Amount "NRs.")
Number of Employees	118	86
Average Age (Years)	31.83	31.35
Total Leave Days* for Home Leave	1,505	1,156
Total Leave Days* for Sick Leave	1,682	1,612

* Total leave days are considered after maximum accumulation

Age wise distribution of data

Age Band	2023 July 16		2023 July 22	
	Number of Employees	Percentage	Number of Employees	Percentage
< 25	18	15.25%	20	23.26%
26 – 35	69	58.47%	45	52.33%
36 – 45	26	22.03%	18	20.93%
46 – 55	4	3.39%	3	3.49%
> 55	1	0.85%	0	0.00%
Total	118	100%	86	100%

The summary of the assumptions used in the valuations is given below:

a) Financial Assumptions:

Particulars	2023 July 16	2022 July 16
Discount Rate	8.50%	8.50%
Salary Growth Rate	9.25%	9.25%

b) Demographic Assumptions:

Withdrawal Rates (p.a.)

Age Band	2023 July 16	2022 July 16
25 & Below	18.00%	18.00%
26 to 35	18.00%	18.00%
36 to 45	18.00%	18.00%
46 to 55	18.00%	18.00%
56 & above	18.00%	18.00%

c) Mortality Rates:

Nepali Assured Lives Mortality 2009 Table: Sample Rates of Nepali Assured Lives Mortality

Age (in years)	2023 July 16	2022 July 16
20	0.103%	0.103%
30	0.122%	0.122%
40	0.220%	0.220%
50	0.572%	0.572%
60	1.438%	1.438%

Employee Benefits liabilities of the company are unfunded.

Valuation Results:

The assumptions and methodology used in actuarial valuation are consistent with the requirements of Nepal Accounting Standard NAS 19 and the results are particularly sensitive to some assumptions such as the discount rate, level of salary inflation and level of assumed mortality. Base on above stated assumptions, the actuarial value of Defined Benefit Obligation calculated and the amount to be provided in the Balance Sheet as 'Provision towards Home Leave Benefits Liability' and as 'Provision towards Sick Leave Benefits Liability' as at the reporting period are as below:

Particulars	2023 July 16 (Amount)	2022 July 16 (Amount)
Provision towards Home Leave Benefits Liability	1,336,186	953,443
Provision towards Sick Leave Benefits Liability	1,361,179	1,209,381
Total	2,697,365	2,162,824

The bifurcation of liability is as below:

Particulars	2023 July 16 (Amount)	2022 July 16 (Amount)
Provision towards Home Leave Benefits Liability		
a) Current Liability	255,004	167,533
b) Non – Current Liability	1,081,182	785,910
Total	1,336,186	953,443
Provision towards Sick Leave Benefits Liability		
a) Current Liability	251,813	212,509
b) Non – Current Liability	1,109,366	996,872
Total	1,361,179	1,209,381

The reconciliation of defined benefit obligation in regard to provision towards Home Leave Benefits Liability and Provision towards Sick Leave Benefits Liability are as below:

Particulars	2023 July 16 (Amount)	2022 July 16 (Amount)
	12 Months	12 Months
For Provision towards Home Leave Benefits Liability		
Opening Defined Benefit Obligation	953,443	NA
Service Cost		
a. Current Service Cost	113,626	-
Interest Cost	81,043	-
Benefit Payments directly by Employer	(376,872)	-
Actuarial Loss (Gain) – Experience	564,946	-
Total Actuarial Loss (Gain)	564,946	-
Closing Defined Benefit Obligation	1,336,186	-
For Provision towards Sick Leave Benefits Liability		
Opening Defined Benefit Obligation	1,209,381	-
Service Cost		
a. Current Service Cost	60,026	-
Interest Cost	102,797	-
Benefit Payments directly by Employer	(148,563)	-
Actuarial Loss (Gain) – Experience	137,538	-
Total Actuarial Loss (Gain)	137,538	-
Closing Defined Benefit Obligation	1,361,179	-

The Expected Future Cash flows for Next 10 years in regard to provision towards Home Leave Benefits Liability and Provision towards Sick Leave Benefits Liability are as below:

Particulars	2023 July 16 (Amount)	2022 July 16 (Amount)
	12 Months	12 Months
For Provision towards Home Leave Benefits Liability		
Year 1	276,679	181,773
Year 2	223,903	162,664
Year 3	200,351	145,561
Year 4	179,266	130,250
Year 5	160,386	116,540
Year 6 – 10	581,138	422,356
For Provision towards Sick Leave Benefits Liability		
Year 1	273,217	230,572
Year 2	229,680	206,329
Year 3	205,518	184,628
Year 4	183,890	165,203
Year 5	164,527	147,814
Year 6 – 10	596,190	536,315

The sensitivity to Key assumptions, in regard to Provision towards Home Leave Benefits Liability and Provision towards Sick Leave Benefit Liability are as below:

Particulars	2023 July 16 (Amount)	2022 July 16 (Amount)
	12 Months	12 Months
Provision towards Home Leave Benefits Liability		
Discount Rate Sensitivity		
Increase by 1%	1,271,411	906,433
(% change)	-4.85%	-4.93%
Decrease by 1%	1,407,760	1,005,430
(% change)	5.36%	5.45%
Salary Growth Rate Sensitivity		
Increase by 1%	1,393,808	995,450
(% change)	4.31%	4.41%
Decrease by 1%	1,283,012	914,702
(% change)	-3.98%	-4.06%
Withdrawal Rate (W.R.) Sensitivity		
Increase by 1%	1,333,662	951,595
(% change)	-0.19%	-0.19%
Decrease by 1%	1,338,976	955,489
(% change)	0.21%	0.21%
Provision towards Sick Leave Benefits Liability		
Discount Rate Sensitivity		
Increase by 1%	1,294,748	1,149,753
(% change)	-4.88%	-4.93%
Decrease by 1%	1,434,618	1,275,324
(% change)	5.40%	5.45%
Salary Growth Rate Sensitivity		
Increase by 1%	1,420,390	1,262,666
(% change)	4.35%	4.41%
Decrease by 1%	1,306,561	1,160,242
(% change)	-4.01%	-4.06%
Withdrawal Rate (W.R.) Sensitivity		
Increase by 1%	1,358,579	1,207,034
(% change)	-0.19%	-0.19%
Decrease by 1%	1,364,058	1,211,979
(% change)	0.21%	0.21%

Short-term employee benefits

Short term employee benefit includes any benefits accruing to employee in respect of wages, salaries, allowances and other pay in the period of related service. Short term employee benefits are charged to statement of profit or loss in period which service are rendered by the employee.

Other benefits include various types of loan to its staffs at prescribed rates as per the provisions of Employees' Byelaws of the Company. The types of staff's loans are namely EMI Loan (provided at base rate of Nepal Investment Mega Bank Ltd.) and Housing Loan (Tied up with insurance policy). Difference between the fair value of loan given to employee and loan amount given to employee at lower interest rate as compared to market interest rate are charged to statement of profit or loss as employee benefits.

Employee Bonus Expenses: Employee Bonus Expenses has been provided on the basis of profit before staff bonus and tax.

20. Provision and contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Provisions are measured at present value of management's best estimate of the expenditure required to be settle the present obligation at the end of the reporting period.

A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources or an obligation for which the future outcome cannot be ascertained with reasonable certainty. When there is a possible obligation or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Provision for expenses of NRs. 2,631,180 has been recognized at the end of reporting period. The company does not have any contingent liabilities at the reporting period end.

The details of Provisions are as below:

Particulars	AS AT 16 July 2023	AS AT 16 July 2022
Provision for Other Expenses	1,711,821	1,326,727
Provision for Possible Liabilities and Debts	919,359	919,359
Total	2,631,180	2,246,086

21. Related Party Transactions

A person or entity is considered a related party if it:

- controls or has significant influence to the Company
- is subsidiary, joint venture, associates or in which the Company can have significant influence
- is member of key management personnel of the company or its parent

(A) Nature of Relationship and Name of Related Parties

- **Parent Company:** Nepal Investment Mega Bank Ltd.
- **Associate Company:**

Particular	Percentage of Shareholding
M Nepal Ltd.	22.24%
H. Medical and Diagnostic Pvt. Ltd.	20.00%

- **Sister Company:** Mega Stock Markets Ltd.
- **Board of Directors:**

Mr. Sachin Tibrewal	Chairman
Mr. Deepak Kumar Shrestha	Director
Mrs. Srijana Pandey	Director
Mr. Rabindra Bhattarai	Independent Director
Mr. Ananda Kumar Bhattarai	Independent Director

Mr. Sachin Tibrewal, Mr. Deepak Kumar Shrestha and Mrs. Srijana Pandey have been appointed by the Parent Company. Independent directors have been appointed by existing Board of Directors from AGM.

- **Transaction with Board of Directors:**

The Board of Directors are entitled to meeting allowances as per the Articles of Association of the Company. As per amended Articles of Association as approved by Special General Meeting dated 2074 Mangsir 29, meeting allowances per meeting per member of Board of Directors has been increased to NRs. 12,000 for Chairman and NRs. 10,000 for other directors from existing allowance of NRs 8,000. No other benefits or allowances are provided to the board of directors. During the year, NRs 619,000 has been paid as meeting allowances of Board of Directors for Eleven BOD meeting. The Meeting Allowances per meeting per member of Board of Directors of NRs. 10,000 has been provided for HR Committee Meeting and Investment Risk and Management Committee Meeting. During the

year, NRs 56,000 and NRs. 174,000 has been paid as meeting allowances per member of Board of Directors for Six HR Committee meeting and Six Investment Risk and Management Committee Meeting respectively.

■ Key Management Personnel

Shivanth Bahadur Pandé	Chief Executive Officer
Mekh Bahadur Thapa Thada	Deputy Chief Executive Officer
Suvash Thapa	Deputy Chief Executive Officer
Sachindra Dhungana	General Manager

Chief Executive Officer has been deputed by the Parent Company and is entitled to monthly allowance of NRs. 160,000 (NRs. One Lakhs Sixty Thousand only). During the year, NRs. 2,080,000 (NRs. Twenty Lakhs Eighty only) has been paid to the CEO as remuneration.

Deputy Chief Executive Officer has been deputed by the Parent Company and is entitled to monthly allowance of NRs. 50,000 (NRs. Fifty Thousand only). During the year, NRs. 650,000 (NRs. Six Lakhs Fifty Thousand only) has been paid to the DCEO as remuneration.

Following is the key management compensation during the period.

	Amount in NRs	
	FY 2022.23	FY 2021.22
Short term employee benefits		
- Salary & Allowances including Dashain Allowance	6,943,024	4,979,840
Total Short Tern Employee Benefits (A)	6,943,024	4,979,840
Post-Employment Benefits		
- Provident Fund	220,231	151,963
- Gratuity	183,453	126,585
- Leave Encashment	44,305	39,945
Total Post-Employment Benefits (B)	447,989	318,493
Total Benefits (A+B)	7,391,014	5,298,333

(B) Related party transactions

i. Related Party Transactions with Parent

The following is the related party transactions with the Parent

Amount in NRs					
SN	Particular	FY 2022.23	FY 2021.22	Nature of Transactions	Remarks
1	Deposit at NIMB (Operating account)	2,673,779	1,232,898	Bank Deposit	
2	Deposit at NIMB (Other bank balances)	43,995,393	7,127,453	Bank Deposit	
3	Interest earned from account maintained at NIBL (Operating Account) and Fixed Deposit Account	4,800,525	4,502,342	Interest Income	
4	Registrar to Share Fee from holding company	500,000	500,000	Share Registrar Income	
5	Human Resource Expenses – expenses reimbursed	1,249,286	1,212,899	Staff Expenses	Staff from the holding company has been deputed as RTA/RTS officer of the company for day to day operations.
6	Depository Participant Fee	617,670	881,460	DP Commission Expenses	Paid during the year.
7	Service Level Agreement (SLA).	600,000	600,000	SLA Expenses	Paid during the year.

ii. Related Party Transactions with NIBL Mutual Funds and Mega Mutual Fund

The Company is also fund manager and mutual fund depository for NIBL mutual fund and currently manages Four schemes namely NIBL Pragati Fund, NIBL Sahabthagita Fund, NIBL Samriddhi Fund II and NIBL Growth Fund under

NIBL Mutual Fund and Mega Mutual Fund – 1 under Mega Mutual Fund. The following is the related party payment during the period.

Amount in NRs

Related Party	Fiscal Year 2022.23			
	Relation	Transaction Amount	Outstanding Balance	Nature of Transaction
NIBL Pragati Fund	Fund Manager	12,875,825	3,258,370	Receivable
NIBL Sahabdagita Fund	Fund Manager	17,506,437	6,354,632	Receivable
NIBL Samriddhi Fund – II	Fund Manager	22,124,041	5,724,620	Receivable
NIBL Growth Fund	Fund Manager	11,063,472	5,683,763	Receivable
Mega Mutual Fund - 1	Fund Manager	677,592	4,539,766	Receivable

Amount in NRs

Related Party	Fiscal Year 2021.22			
	Relation	Transaction Amount	Outstanding Balance	Nature of Transaction
NIBL Samriddhi Fund – I	Fund Manager	10,736,764	-	Receivable
NIBL Pragati Fund	Fund Manager	16,107,021	3,529,940	Receivable
NIBL Sahabdagita Fund	Fund Manager	7,444,144	2,191,644	Receivable
NIBL Samriddhi Fund – II	Fund Manager	24,562,378	5,723,034	Receivable

The company has not provided any provision or impairment allowances on such outstanding related party balances and has not recognized any expenses for bad or doubtful debts on such balance. The company has not obtained any guarantee on such transactions.

iii. Related Party Transactions with M Nepal Ltd.

During the year, the company has advance receivable of NRs. 1,000,000 (2021.22 NRs. 1,000,000) as the advance for expenses to M Nepal Ltd.

iv. Related Party Transactions with Mega Stock Markets Ltd.

The following is the related party payment during the period, with its sister company, Mega Stock Markets Ltd.

Amount in NRs

Fiscal Year 2022.23			
Related Party	Transaction Amount	Outstanding Balance	Nature of Transaction
Mega Stock Markets Ltd.	112,057	112,057	Receivables

Amount in NRs

Fiscal Year 2021.22			
Related Party	Transaction Amount	Outstanding Balance	Nature of Transaction
Mega Stock Markets Ltd.	-	-	Receivables

22. Events after the Reporting Period

The Company follows NAS 10 - Events after the Reporting Period for accounting and reporting of events that occur after the reporting period, which requires to classify those events into adjusting and non-adjusting events.

There are no material events either adjusting or non-adjusting events for the reporting period end.

कुन STOCK मा लगानी गर्ने CONFUSED हुनुहुन्छ?

NIMB को पोर्टफोलियो व्यवस्थापन सेवा (पि.एम.एस) ले
दिन्छ तपाईंको लगानीमा अधिकतम प्रतिफल



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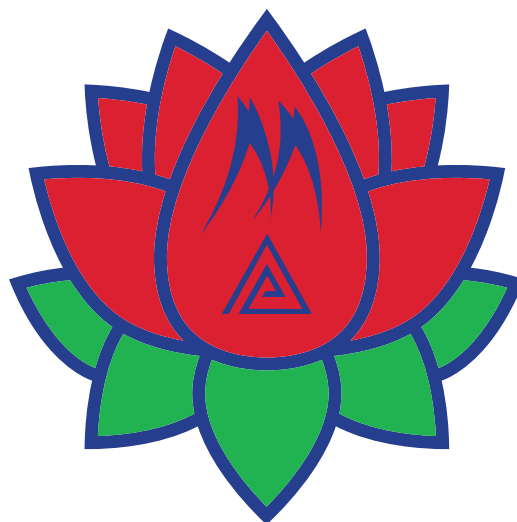


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NIBL Sahabhogita Fund

NIBL Sahabhogita Fund (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as Nepal's first Open Ended Mutual Fund, a diversified investment scheme. The primary objective of the scheme is to explore and establish open ended Mutual Fund in Nepalese Capital Market and provide investor's with alternative investment instrument across the country with ease of investment and liquidity. This scheme also encourages the conversion of savings into investments regularly for long period of time. On the other side, the investment objective of the scheme is to provide steady returns to unit-holders over the long period of time.

Fund	NIBL Mutual Fund
Scheme	NIBL Sahabhogita Fund
Fund Sponsor	Nepal Investment Mega Bank Limited (NIMB) (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class A bank)
Fund Management	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Authorized Units of Scheme	200,000,000 (Two Hundred Million Units)
Outstanding Units of Scheme	186,154,193 (One Hundred Eighty-Six Million, One Hundred Fifty-Four Thousand, One Hundred Ninety Three)
Total Unit Capital	NPR. 1,861,541,930 (One Billion, Eight Hundred Sixty-One Million, Five Hundred Forty-One Thousand, Nine Hundred Thirty)
Scheme type	Open-ended

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS OF NIBL SAHABHAGITA FUND

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NIBL Sahabagita Fund ("the Mutual Fund" which comprise the statement of financial position as at Ashad 31, 2080 [July 16, 2023], the statement of profit or loss, the statement of other comprehensive income, the statement of changes in unit holders fund & the statement of cash flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory notes.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of the Mutual Fund as at Ashad 31, 2080 (July 16, 2023) and its financial performance, changes in Unit Holders Fund and its cash flows for the year then ended on that date in accordance with Nepal Financial Reporting Standards(NFRSs) and comply with Securities Act 2063, Security Board Regulation 2064, Mutual Fund Regulations 2067, Mutual Fund Guidelines 2069 and other prevailing legislations.

Basis of Opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Mutual Fund in accordance with the Institute of Chartered Accountant of Nepal's code of ethics for professional accountants together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

S.N	Key Audit Matters	Our Audit Approach and Response
1.	Investment Decision by the Fund Manager	
	<ul style="list-style-type: none"> The mutual fund manager makes investments on the behalf of unitholders. The investment decisions as such shape a material portion of the scheme. 	<p>Our audit procedures included but not limited to:</p> <ul style="list-style-type: none"> Evaluate the results and returns from the investments on an average. On sample basis, evaluate the performance of the investments in comparison to market returns.



S.N Key Audit Matters	Our Audit Approach and Response
2. Unit Transactions with Unitholders	<p>Our audit procedures included but not limited to:</p> <ul style="list-style-type: none"> - Review of the new units issued during the year on sample basis against the published net assets value. - On sample basis, review the units redeemed during the year as per the published net assets value.
3. Fees Payable to Supervisor, Manager and Depository	<p>Our audit procedures included but not limited to:</p> <ul style="list-style-type: none"> - Review of the approved rates for the fees. - Evaluate the periodic gross net assets values factored to calculate the fees payable.

Other Information

The directors are responsible for the other information presented in the Mutual Fund's annual report. Our opinion on the financial statements does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. We have nothing to report in this respect.

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

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

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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



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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such comment.

Report on Other Legal and Regulatory Requirements

We have obtained satisfactory information and explanations asked for, which to the best of our knowledge and belief were necessary for the purpose of our audit as per NSA.

The financial statement including the statement of comprehensive income, statement of changes in Unit Holders fund, statement of cash flows including a summary of significant accounting policies and other explanatory notes have been prepared in all material respect in accordance with the provisions of Securities Act 2063, Security Board Regulations 2064, Mutual Fund Regulations 2067, Mutual Fund Guidelines 2069 and other prevailing legislations.

In our opinion, proper books of account as required by law have been kept by the Mutual Funds, in so far as appears from our examination of those books of account and the financial statements dealt by this report, are in agreement with the books of accounts.

To the best of our knowledge and according to the explanation given to us and from the examination of the books of accounts of the mutual fund, we have not come across any case where the board of directors or any employee of the Mutual Fund have acted contrary to legal provisions relating to accounts, or committed any misappropriation or caused any loss or damage to the Mutual Fund or its property and violated any directives or regulations issued by SEBON.

For N. B. S. M. & Associates
Chartered Accountants

CA. Rajesh Kumar Sah, FCA
Partner

Date : July 27, 2023

Place: Kathmandu, Nepal

UDIN : 230728CA00546MzaWy



NIBL Sahabhagita Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Financial Position

as at 31st Ashad 2080 (16th July, 2023)

NPR

Particulars	Notes to Account	Current Year	Previous Year
Assets			
Current Assets			
Cash and Cash Equivalents	3.2	517,457,251	187,267,866
Other Current Assets	4.5	29,347,509	8,565,047
Financial Assets Held at Amortized Cost	13	425,568,810	154,954,810
Financial Assets Held at Fair Value Through Profit or Loss	4.6	1,027,484,342	330,995,826
Total		1,999,857,912	681,783,550
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	5.2	12,344,158	3,206,000
Liabilities (Excluding Net Assets Attributable to Unitholders)		12,344,158	3,206,000
Unit Holder's Funds			
Net Assets Attributable to Unit Holders	6	1,987,513,754	678,577,550
Total		1,999,857,912	681,783,550
Outstanding Units		186,154,193	63,294,535
NAV per Unit		10.68	10.72

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

CA. Rajesh Kumar Sah
Partner
N. B. S. M. & Associates,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 27th July, 2023
Place : Kathmandu

NIBL Sahabhagita Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Profit or Loss and Other Comprehensive Income

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	Notes to Account	Current Year	Previous Year
Income			
Interest Income	7.2	46,980,245	16,668,009
Dividend Income	7.3	2,340,118	307,671
Underwriting Incomes	7.4	325,000	-
Net Gains/(Losses) on Financial Assets at Fair Value through Profit or loss	14(b)	70,594,493	(90,179,988)
Exit Load Incomes		364,621	231,597
Other Income		9,835	70,006
Total		120,614,312	(72,902,706)
Expenses and Losses			
Fund Management Fees	8.1	15,091,756	6,417,366
Depositary Fees	8.1	2,414,681	1,026,779
Fund Supervisors Fees	8.1	1,448,809	616,067
Scheme Listing & Registration Charge- SEBON		1,000,000	-
Publication Expenses		304,035	195,880
Audit Fees		113,000	113,000
Certification Charges		56,500	-
Bank Charges		13,092	4,804
Book Building Expenses-NEPSE		5,000	15,000
Communication Expenses		510,395	122,011
Annual Operating Expenses		419,440	319,440
DP & Other Expenses		14,831	11,750
Total expenses		21,391,539	8,842,096
Net Gains/(Losses) for the Period		99,222,773	(81,744,802)
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		99,222,773	(81,744,802)

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

CA. Rajesh Kumar Sah
Partner
N. B. S. M. & Associates,
Chartered Accountants

Rabindra Bhattacharj
Director

Ananda Kumar Bhattacharj
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 27th July, 2023
Place : Kathmandu

NIBL Sahabhagita Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Cash Flow

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	Current Year	Previous Year
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	99,222,773	(81,744,802)
Adjustments For :		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	(21,977,200)	126,972,556
Increase/(Decrease) in Liabilities	9,138,158	508,316
(Increase)/Decrease in Share	(674,511,315)	(217,187,539)
(Increase)/Decrease in Debenture	(85,114,000)	(17,957,810)
(Increase)/Decrease in Fixed Deposit	(185,500,000)	(18,500,000)
(Increase)/Decrease in Other Assets	(20,782,462)	36,479,231
Net Cash Generated /(used) in Operations (1)	(879,524,046)	(171,430,050)
B. Cash Flow from Financing Activities		
Issue of Unit Capital	1,260,138,183	368,905,285
Dividend Paid during the year	(50,424,752)	(157,701,280)
Net Cash Generated / (used) in financing (2)	1,209,713,431	211,204,005
C. Cash Flow from Investing Activities	-	-
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	330,189,385	39,773,955
Cash and Cash Equivalents at beginning of the year/period	187,267,866	147,493,911
Cash and Cash Equivalents at end of period	517,457,251	187,267,866
Components of Cash and Cash Equivalents		
Balance with Banks	517,457,251	187,267,866

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

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Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 27th July, 2023
Place : Kathmandu

NIBL Sahabhagita Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Change in Unitholder's Fund

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particular	Current Year	Previous Year
Unit Holders' Fund at the Beginning of the Year/Period	678,577,550	549,118,347
Issue of Unit Capital	1,228,596,581	318,270,686
Unit Reserve Capital	31,541,602	50,634,599
Increase in Net Assets Attributable to Unit Holders:		
Net Gains/(Losses) for the Period	99,222,773	(81,744,802)
Other Comprehensive Income	-	-
Distribution to Unit Holders'	(50,424,752)	(157,701,280)
Unit Holders' Fund at the End of the Year/Period	1,987,513,754	678,577,550

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

CA. Rajesh Kumar Sah
Partner
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Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 27th July, 2023
Place : Kathmandu



NIBL Sahabhagita Fund

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Notes to the Financial Statements as of 31st Ashad 2080 (16th July 2023)

1. General Information of the Scheme

Fund	NIBL Mutual Fund
Scheme	NIBL Sahabhagita Fund
Fund Sponsor	Nepal Investment Mega Bank Limited (NIMB) (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class A bank)
Fund Management	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Authorized Units of Scheme	200,000,000 (Two Hundred Million Units)
Outstanding Units of Scheme	186,154,193 (One Hundred Eighty-Six Million, One Hundred Fifty-Four Thousand, One Hundred Ninety Three)
Total Unit Capital	NPR. 1,861,541,930 (One Billion, Eight Hundred Sixty-One Million, Five Hundred Forty-One Thousand, Nine Hundred Thirty)
Scheme type	Open-ended

NIBL Sahabhagita Fund (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as Nepal's first Open Ended Mutual Fund, a diversified investment scheme. The primary objective of the scheme is to explore and establish open ended Mutual Fund in Nepalese Capital Market and provide investors with alternative investment instrument across the country with ease of investment and liquidity. This scheme also encourages the conversion of savings into investments regularly for long period of time. On the other side, the investment objective of the scheme is to provide steady returns to unit-holders over the long period of time.

The Scheme commenced its operation on 24th Ashad, 2076 (Scheme allotment date) B.S. The scheme is not required to be listed in Nepal Stock Exchange (NEPSE) and the units are traded on the Fund Managers' end. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) held on 11th Shrawan, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

The Unit Capital of the Scheme comprises of the following:

Holder	Status	No. of Units	Holding Amount @ 10 Each	Holding (%)
Nepal Investment Mega Bank Ltd.	Fund Sponsor	26,218,237	262,182,365	14%
NIMB Ace Capital Limited	Fund Manager/Depository	2,503,201	25,032,012	1%
General Public		157,432,755	1,574,327,553	85%
Total		186,154,193	1,861,541,930	100%

2. Summary of Significant Accounting Policies

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

2.1 Statement of Compliance:

The Financial Statements are presented in Nepalese Rupees, rounded to the nearest Rupee. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). Further the financial statements are in compliance with Securities Act, 2063, Mutual Fund regulation 2067 (Amendments 2076), other regulation and other relevant laws.

2.2 Basis of Preparation

The fund while complying with the reporting standards makes critical accounting judgment as having potentially material impact on the financial statements. The significant accounting policies that relate to the financial statements as a whole along with the judgment made are described herein.

Where an accounting policy is generally applicable to a specific item, the policy is described within that relevant note. NFRS requires the fund to exercise judgment in making accounting estimates. Description of such estimates has been given in the relevant sections wherever they have been applied.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities.

The statement of financial position is presented on liquidity basis. Assets and liabilities are presented in decreasing order of liquidity. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unit-holders.

2.3 Reporting Pronouncements

The fund has, for the preparation of financial statements, adopted the NFRS pronounced by Accounting Standard Board (ASB). NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.4 Accounting Conventions

The financial statements have been prepared on a historical cost basis, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

The financial statements have been prepared on a going concern basis where the accounting policies and judgments as required by the standards are consistently used and in case of deviations disclosed specifically.

2.5 Presentation

The financial statements have been presented in the nearest Nepalese Rupees.

For presentation of the statement of financial position assets and liabilities have been bifurcated into current and non-current distinction.

The statement of profit or loss has been prepared using classification 'by nature' method.

The cash flows from operation within the statement of cash flows have been derived using the indirect method.

2.6 Presentation currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the fund.

2.7 Accounting Policies and accounting estimates

The fund, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further, the fund is required to make judgments in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. This may later be determined that a different choice could have been more appropriate.

Accounting policies have been included in the relevant notes for each item of the financial statements.

NFRS requires the fund to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The fund applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates is recognized in the period in which the estimates are revised and applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2.8 Financial Periods

The fund follows the Nepalese financial year based on the Nepalese calendar.

2.9 Discounting

Discounting has been applied where assets and liabilities are non-current and the impact of the discounting is material.

2.10 Limitation of NFRS implementation

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

3. Cash and Cash Equivalents

3.1. Accounting policy

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash at bank.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

3.2. Explanatory notes

The carrying amount of cash and cash equivalents are representative of their fair values as at the respective reporting date;

Particulars	31 Ashad 2080	32 Ashad 2079
Cash at Bank	517,457,251	187,267,866
Total	517,457,251	187,267,866

4. Financial Instruments

Accounting policy

- 4.1** The Fund's principal financial assets comprise assets held at fair value through profit and loss, assets measured at amortized cost, loans and receivables. The main purpose of these financial instruments is to generate a return on the investment made by unit-holders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In Accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's interest receivables, fixed deposits and debentures are classified as "Financial Assets measured at Amortized Cost". Equity securities are classified as fair value through profit and loss. The amount attributable to unit holders is classified as equity and is carried at the redemption amount being net asset value. Payables are designated as 'other financial liabilities' at amortized cost.

4.2 Classification

The Fund's investments are classified as fair value through profit or loss, fair value at amortized cost and loans and receivables. They comprise:

■ Financial Assets and Liabilities Held at Fair Value through Profit or Loss

Financial assets, held for trading are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted and unquoted equity securities held for trading. The dividend income from the quoted equity securities is recorded in the profit or loss.

■ Recognition / De recognition

The Fund recognizes financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognizes changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognized when the right to receive cash flows from the investments has expired or the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged or expired.

Realized gains and realized losses on de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

4.3 Measurement

a. Financial Assets and Liabilities Held at Fair Value through Profit or Loss

At initial recognition, the Fund measures a financial asset at its fair value.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category is presented in the statement of Profit or Loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

b. Financial Assets Measured at Amortized Cost

Financial assets at this category are measured initially at fair value plus transaction costs and subsequently amortized using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

Receivables may include amounts for dividends, interest and trade receivables. Dividends are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(6) above.

Receivable are recognized and carried at amortized cost, less a provision for any uncollectable debts. An estimate for doubtful debt is made when collection of an amount is no longer probable.

Recoverability of receivable is reviewed on an ongoing basis at an individual portfolio level. Individual debts that are known to be uncollectable are written off when identified. An impairment provision is recognized when there is objective evidence that the Fund will not be able to collect the receivable. Financial difficulties of the debtor, default payments are considered objective evidence of impairment. The amount of the impairment loss is the receivable carrying amount compared to the present value of estimated future cash flows, discounted at the original effective interest rate.

4.4 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Explanatory note

4.5 Other Current Assets

S.N.	Particulars	Ashad End 2080	Ashad End 2079
1	Dividend Income Receivable	33,846	45,619
2	Interest Receivables	14,796,704	5,635,973
3	Broker Receivables	14,501,264	1,008,157
4	Prepaid Expenses	15,695	80,498
5	Other Receivables	-	137,000
6	IPO Application Advance	-	1,657,800
	Total Amount	29,347,509	8,565,047

4.6 Financial Assets Held at Fair Value Through Profit or Loss

Particulars	Ashad End 2080	Ashad End 2079
Financial Assets Held for Trading		
Equity Security	1,027,484,342	330,995,826
Total Financial Assets held for Trading (A)	1,027,484,342	330,995,826
Designated Financial Assets at Fair Value Through Profit or Loss		
Total Designated at Fair Value Through Profit or Loss (B)	-	-
Total Financial Assets Held at Fair Value Through Profit or Loss (A+B)	1,027,484,342	330,995,826

Comparative Investment in Listed Shares

S.N.	Name of Companies	Ashad End 2080			Ashad End 2079		
		Unit	Value per Unit	Value Amount	Unit	Value per Unit	Value Amount
	Listed Companies						
1	Prabhu Bank Limited	88,550	163	14,398,230	22,479	207	4,653,153
2	Siddhartha Bank Limited	62,667	253	15,854,751	26,942	303	8,163,426
3	Global IME Bank Limited	75,818	186	14,102,148	22,154	251	5,569,516
4	Neco Insurance Co. Ltd.	31,934	891	28,456,387	12,747	694	8,846,418
5	Garima Bikas Bank Limited	100,124	405	40,550,220	17,113	387	6,622,731
6	Nabil Bank Limited	60,546	599	36,279,163	9,803	824	8,077,672
7	Prime Commercial Bank Ltd.	97,823	195	19,075,485	29,648	265	7,856,720
8	Machhapuchhre Bank Limited	89,158	232	20,666,824	25,300	254	6,426,200
9	Prime Life Insurance Company Limited	-	-	-	12,007	569	6,831,983
10	NIC Asia Bank Ltd.	82,534	794	65,515,489	32,342	696	22,510,032
11	Mega Bank Nepal Ltd.	-	-	-	32,550	226	7,356,300
12	Chhimek Laghubitta Bikas Bank Limited	18,157	1,000	18,157,000	9,364	1,100	10,300,400
13	Deprosc Laghubitta Bittiya Sanstha Limited	13,746	826	11,354,196	10,082	940	9,477,080
14	Adhikhola Laghubitta Bittiya Sanstha Limited	-	-	-	114	1,370	156,180
15	NMB Bank Limited	77,042	226	17,411,492	19,498	261	5,088,978
16	Jyoti Bikas Bank Limited	25,377	298	7,562,346	5,220	302	1,577,484
17	Premier Insurance Co. Ltd.	-	-	-	13,383	576	7,708,608
18	Life Insurance Co. Nepal	15,723	1,555	24,449,265	9,232	1,415	13,063,280
19	Nepal Reinsurance Company Limited	32,817	740	24,284,580	15,014	735	11,035,290
20	Surya Life Insurance Company Limited	-	-	-	20,299	387	7,855,713
21	Samaj Laghubitta Bittiya Sanstha Limited	120	166	19,945	120	166	19,945
22	Sanjen Jalavidhyut Company Limited	14,584	297	4,329,990	14,584	260	3,791,840
23	Rasuwadaghi Hydropower Company Limited	31,618	300	9,485,400	18,146	273	4,953,858
24	Mountain Energy Nepal Ltd.	14,515	995	14,442,425	10,190	800	8,152,000
25	National Life Insurance Co. Ltd.	46,599	645	30,056,355	19,734	577	11,386,518
26	Mero Microfinance Bittiya Sanstha Ltd.	2,435	661	1,609,535	2,214	847	1,875,258
27	Nepal Infrastructure Bank Limited	-	-	-	8,030	240	1,927,200
28	Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	5,525	633	3,497,325	5,525	756	4,176,900
29	Nerude Laghubitta Bikas Bank Limited	4,298	688	2,957,024	3,523	880	3,100,240
30	Nirdhan Utthan Laghubitta Bittiya Sanstha Limited Promoter Share	25,116	600	15,069,600	21,105	600	12,663,000
31	Nepal Bangladesh Bank	-	-	-	6,141	399	2,450,259
32	Kamana Sewa Bikas Bank Limited	66,578	327	21,771,006	14,074	350	4,924,493
33	Soaltee Hotel Limited	23,971	485	11,625,935	10,000	203	2,025,000
34	Manushi Laghubitta Bittiya Sanstha Ltd.	-	-	-	127	1,002	127,254
35	Sahas Urja Ltd.	44,500	484	21,533,550	7,010	460	3,224,600
36	Himalayan General Insurance Ltd.	-	-	-	10,665	520	5,545,800

37	Citizens Investment Trust	-	-	-	2,429	2,515	6,108,935
38	Nepal Credit Commercial Bank Ltd.	-	-	-	21,075	211	4,444,718
39	Century Commercial Bank Limited	-	-	-	23,809	183	4,357,047
40	Shivam Cements Ltd.	25,899	652	16,873,199	1,500	760	1,140,000
41	Rastra Utthan Laghubitta Sanstha Ltd.	-	-	-	425	926	393,550
42	Himalayan Distillery Limited	-	-	-	1,660	3,410	5,660,600
43	Upakar Laghubitta Bittiya Sanstha Ltd.	-	-	-	126	2,699	340,074
44	Civil Bank Limited	-	-	-	17,028	213	3,626,964
45	Mountain Hydro Nepal Limited	-	-	-	10,000	272	2,720,000
46	CYC Nepal Laghubitta Bittiya Sanstha Ltd.	-	-	-	211	1,698	358,320
47	Kumari Bank Limited	31,784	165	5,244,360	-	-	-
48	Muktinath Bikas Bank Ltd.	102,722	407	41,807,854	-	-	-
49	Forward Microfinance Laghubitta Bittiya Sanstha Limited	1	1,321	1,321	-	-	-
50	Mahalaxmi Bikas Bank Ltd.	27,046	326	8,803,473	-	-	-
51	Nepal Bank Limited	83,464	249	20,782,536	-	-	-
52	Sunrise Bank Ltd.	26,986	173	4,671,277	-	-	-
53	Citizens Mutual Fund -1	36,777	9.38	344,968	-	-	-
54	Miteri Development Bank Limited	392	404	158,407	-	-	-
55	ICFC Finance Limited	20,000	525	10,500,000	-	-	-
56	Sadhana Laghubitta Bittiya Sanstha Limited	1	741	741	-	-	-
57	First Micro Finance Laghubitta Bittiya Sanstha Limited	16,000	736	11,780,800	-	-	-
58	Api Power Company Ltd.	4,759	197	937,523	-	-	-
59	Arun Kabeli Power Ltd.	40,026	235	9,386,097	-	-	-
60	NIC Asia Flexi CAP Fund	500,000	10.17	5,085,000	-	-	-
61	Himalayan Everest Insurance Limited	33,912	600	20,347,200	-	-	-
62	Global IME Balanced Fund-1	250,000	9.34	2,335,000	-	-	-
63	Ridi Power Company Limited	25,035	243	6,083,505	-	-	-
64	NMB Sulav Investment Fund - 2	500,000	9.99	4,995,000	-	-	-
65	Lumbini Bikas Bank Ltd.	7,000	413	2,891,000	-	-	-
66	Goodwill Finance Limited	35,966	483	17,371,578	-	-	-
67	SuryaJyoti Life Insurance Company Limited	42,801	610	26,108,610	-	-	-
68	Sanima Growth Fund	750,000	9.99	7,492,500	-	-	-
69	Nepal Investment Mega Bank Limited	29,527	174	5,131,793	-	-	-
70	Himalayan Bank Limited	23,392	213	4,977,818	-	-	-
71	Ngadi Group Power Ltd.	10,673	234	2,496,415	-	-	-
72	Siddhartha Premier Insurance Limited	25,290	779	19,688,265	-	-	-
73	Sunrise Focused Equity Fund	1,500,000	9.68	14,520,000	-	-	-
74	Prabhu Smart Fund	1,000,000	9.90	9,900,000	-	-	-
75	Himalayan Life Insurance Limited	29,208	507	14,808,456	-	-	-
76	RBB Mutual Fund 2	650,000	10.00	6,500,000	-	-	-
77	IGI Prudential insurance Limited	17,964	560	10,059,840	-	-	-
78	Taragaon Regency Hotel Limited	15,000	790	11,854,500	-	-	-
79	Prabhu Insurance Ltd.	13,722	747	10,250,334	-	-	-
80	NLG Insurance Company Ltd.	9,995	840	8,395,800	-	-	-
81	Reliance Finance Ltd.	13,000	386	5,016,700	-	-	-
82	Prabhu Select Fund	37,850	8.85	334,973	-	-	-
83	Central Finance Co. Ltd.	13,000	393	5,109,000	-	-	-
84	Nabil Equity Fund	100	9.61	961	-	-	-
85	Siddhartha Investment Growth Scheme 3	350,000	10.00	3,500,000	-	-	-
Total				851,062,469		258,671,536	

Comparative Investment in Unlisted Shares

S.N.	Name of Companies	Ashad End 2080			Ashad End 2079		
		Unit	Value per Unit	Value Amount	Unit	Value per Unit	Value Amount
Unlisted Companies							
1	0087 Citizen Unit Scheme	100,000	100	10,000,000	100,000	100	10,000,000
2	0101 Citizen Unit Scheme	100,000	100	10,000,000	100,000	100	10,000,000
3	0144 Citizen Unit Scheme	300,000	100	30,000,000	300,000	100	30,000,000
4	0205 Citizen Unit Scheme	130,000	100	13,000,000	130,000	100	13,000,000
5	0214 Citizen Unit Scheme	34,000	100	3,400,000	34,000	100	3,400,000
6	0226 Citizen Unit Scheme	64,000	100	6,400,000	-	-	-
7	0244 Citizen Unit Scheme	50,000	100	5,000,000	-	-	-
8	0253 Citizen Unit Scheme	100,000	100	10,000,000	-	-	-
9	0257 Citizen Unit Scheme	50,000	100	5,000,000	-	-	-
10	0270 Citizen Unit Scheme	100,000	100	10,000,000	-	-	-
11	0274 Citizen Unit Scheme	250,000	100	25,000,000	-	-	-
12	0291 Citizen Unit Scheme	100,000	100	10,000,000	-	-	-
13	Bindhyabasini Hydropower Development Co. Ltd.-IPO	-	-	-	900	155	139,869
14	Adarsha Laghubitta Sanstha-IPO	-	-	-	40	203	8,127
15	NIC Asia Flexi Cap Fund-IPO	-	-	-	500,000	10.00	5,000,000
16	Himalayan Hydropower Ltd.-IPO	-	-	-	1,378	101	138,902
17	Upper Solu Hydro Electric Co. Ltd.-IPO	-	-	-	1,370	112	152,865
18	Upper Hewakhola Hydrpower Co. Ltd.-IPO	-	-	-	1,050	111	116,288
19	Swet Ganga Hydropower & Construction Ltd.-IPO	-	-	-	1,673	112	187,811
20	Rapti Hydro & General Construction Ltd.-IPO	-	-	-	1,775	102	180,429
21	Nabil Flexi Cap Fund-IPO	500,000	9.90	4,950,000	-	-	-
22	Kumari Sunaulo Lagani Yojana	1,000,000	10.59	10,590,000	-	-	-
23	Citizens Super 30 Mutual Fund-IPO	950,000	10.00	9,500,000	-	-	-
24	Nepal Republic Media Ltd.-IPO	9,834	111	1,091,377	-	-	-
25	Ghorahi Cement Industry Ltd.-IPO	6,400	465	2,977,920	-	-	-
26	Three Star Hydropower Ltd.-IPO	788	158	124,599	-	-	-
27	Upper Syange Hydropower Ltd.-IPO	693	109	75,336	-	-	-
28	Kutheli Bukhari Small Hydropower Ltd.-IPO	134	262	35,050	-	-	-
29	IME Life Insurance Co. Ltd.-IPO	13,194	435	5,742,029	-	-	-
30	Arun Kabeli-Right Entitlement	30,026	118	3,535,562	-	-	-
Total		176,421,873			72,324,290		

5. Payables

5.1 Accounting policy

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

5.2 Explanatory notes

Accrued Expenses and Other Payables

Particulars	Ashad End 2080	Ashad End 2079
Provision For Audit Fee	111,500	111,500
Provision For Reporting Expense	20,000	20,000
TDS Liability	188,250	66,254
Business Payables- Brokers	414,369	-

Unit Transactions Payables	3,796,225	422,935
Fund Management Fee Payable- NIMB Ace Capital	5,478,131	1,889,348
Depository Fee Payables- NIMB Ace Capital	876,501	302,296
Supervisor Fee Payables	453,823	156,519
Other Payables	74,111	5,000
Unit Purchase Advance	600,100	11,000
Software AMC Payable- PCS	97,948	97,948
Provision For Software AMC & Unit Dematerization- CDSC	167,450	118,200
Provision For Qualified Institutional Investor AMC- NEPSE	10,000	5,000
Sundry Creditors- Initiative Solutions Pvt. Ltd.	55,750	-
Total	12,344,158	3,206,000

Fund management fee and depository fee includes fee payable to NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) for fund management and depository services. Supervisor's SEBON Fee Payables includes an amount payable to SEBON which is equal to 5% of Supervisor fee.

Provision for reporting expenses includes cost payable for monthly NAV report publication for the month of Ashad-2080 and audited financials publication for fiscal year 2079-80 as per prevailing regulation.

Provision for Software AMC & Unit dematerization fee includes Software Annual Maintenance Charge and Unit dematerization fees for FY 2079-80 payable to CDS and Clearing Ltd. as per CDSC Bylaws 2068.

Provision for Qualified Institutional Investor AMC includes fees payable to Nepal Stock Exchange Ltd. for FY 2079-80 as per Book Building Guidelines 2077.

6. Net Assets Attributable to Unit-holders

Unit-holders' funds have been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unit-holders, as at the statement of financial position date.

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' expenses over market value of the total investment plus investment income divided by number of units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapital.com. The said information is also shared with the Board members of the Fund Manager & the Fund Supervisors via e-mail. Further, the NAV per unit calculated on a monthly basis is published on a national daily newspaper and uploaded on the website of the Fund Manager with prior notification of the same forwarded to the Fund Supervisors & SEBON in writing.

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit-holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit-holders are classified as a liability. The amount of net assets attributable to unit-holders can change significantly on a daily basis.

Distribution to unit holders is recognized in the statement of changes in unit-holders' funds. Income not distributed is included in net assets attributable to unit-holders.

Particular	Ashad End 2080	Ashad End 2079
Unit Holders' Fund at the Beginning of the Year/Period	678,577,550	549,118,347
Issue of Unit Capital	1,228,596,581	318,270,686
Unit Reserve Capital	31,541,602	50,634,599
Increase in Net Assets Attributable to Unit Holders:		
Net Gains/(Losses) for the Period	99,222,773	(81,744,802)
Other Comprehensive Income	-	-
Distribution to Unit Holders'	(50,424,752)	(157,701,280)
Unit Holders' Fund at the End of the Year/Period	1,987,513,754	678,577,550

Unit Reserve Capital reflects the net difference between the face value and traded daily NAV of unit transactions of the Scheme.

7. Investment Income

Accounting Policy

- 7.1** Interest income is recognized in profit or loss for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/ (losses) on financial instruments.

The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Dividend income is recognized on the ex-dividend date.

Explanatory notes

7.2 Interest Income

S.N.	Particulars	Ashad End 2080	Ashad End 2079
1	Interest Income on Debentures	8,830,895	4,156,480
2	Interest Income on Fixed Deposit	17,896,324	6,733,294
3	Interest income on fixed income instruments	9,699,485	3,601,634
4	Interest Income on Call Deposits	10,553,541	2,176,602
	Total Amount	46,980,245	16,668,009

7.3 Dividend Income

Particulars	Ashad End 2080	Ashad End 2079
Dividend Income Realized	2,340,118	307,671
Total	2,340,118	307,671

7.4 Underwriting Income

Particulars	Ashad End 2080	Ashad End 2079
Underwriting Income	325,000	-
Total	325,000	-

8. Expenses

8.1 Fund Management, Depository and Supervisor Fees

Fund Management, Depository and Supervisors fees, are recognized in profit or loss on accrual basis.

The management participation fees of the fund of the period 1st Shrawan 2079 to 31st Ashad 2080 are as follows:

- Fund Management Fees : 1.25% of Net Assets Value (NAV)
- Depository Fees : 0.2% of NAV
- Fund Supervisor Fees : 0.12% of NAV

Total Fund Management, Depository & Fund Supervisor's Fees are calculated and recognized as per the Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069.

The total fees are presented in Nepalese currency and charged as under:

Particulars	Ashad End 2080	Ashad End 2079
Fund Management Fee	15,091,756	6,417,366
Depository Fee	2,414,681	1,026,779
Fund Supervisor Fee	1,448,809	616,067
Total	18,955,246	8,060,211

9. Income Tax

Income Tax Act, 2058 has not specifically charged corporate tax liability on Mutual Fund. TDS is not applicable on withholding tax on interest, dividend income and gain on disposal of shares of Mutual Fund Scheme. Accordingly, Mutual Fund Scheme is not considered as tax-entity and corporate tax on Fund is not considered. However, the Office of the Auditor's General in its 56th Annual Report has raised concern on taxability of the mutual fund. Further, the finance ordinance of FY 2078/79 has included Mutual Fund under Section 10 of the Income Tax Act, 2058 as tax exempt entities. TDS on return from mutual fund (i.e. dividend) paid to individual is deducted at 5% which is final and to entity is tax deducted at 15% (which is not final). Therefore, the fund management is of the view that return from the fund is duly taxed as per the principal of income tax and is not subject to further tax liability for FY 2079/80.

10. Distributions

The distributions, if any to unit-holders are recognized in statement of changes in unit-holders' funds.

11. Financial Risk Management

The Fund's activities are exposed to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's investment policy. It also seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The management of these risks is carried out by the NIMB Ace Capital Ltd. (Then NIMB Ace Capital Ltd.), the fund management company. The fund supervisors provide principles for overall risk management, as well as written policies covering specific areas, such as interest rate risk, credit risk and non-derivative financial instruments and the investment of excess liquidity.

The Fund uses different methods to measure and mitigate different types of risk to which it is exposed.

11.1 Market Risk

a. Price Risk

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Paragraph below sets out how this component of price risk is managed and measured. Investments are classified in the statement of financial position as at fair value through profit or loss and loans and receivables. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the management company.

All of the Fund's equity investments in companies are listed in NEPSE. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund Management Company.

b. Foreign Exchange Rate Risk

The Fund is not exposed to the fluctuations in exchange rates as all investments and transactions of the fund are made in investments denominated in NPR.

c. Cash Flow and Fair Value Interest Rate Risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates.

Financial instruments with fixed rates expose the Fund to fair value interest rate risk. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund has direct exposure to interest rate changes on the valuation and cash flows of its interest-bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Fund invests and impact on the valuation of certain assets that use interest rates as an input in their valuation model.

11.2 Credit Risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. However, there is no investment in debt securities.

Credit risk on cash and cash equivalents, other receivable balances.

11.3 Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable units. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market or can be readily disposed.

The Fund's listed securities are considered readily realizable, as all are listed on the Nepal Stock Exchange.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period.

In accordance with the Fund's policy, the Management Company monitors the Fund's liquidity position on a regular basis.

12. Fair Value Measurement

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- (a) Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (b) Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (c) Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

ii. Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

Equities which are listed but no transactions are made during the period is valued at last traded price of the stock at NEPSE considering it as level two input.

The Fair value of IPO Investments after allotment till listing is valued applying the valuation model as specified below:

- I) 50% of the Latest Net Worth Published by the Company.
- II) 50% based on the Earnings Capitalization, based on the projections of the company by considering latest interest rate of the Government Bonds after applicable tax deductions as discount factor which is considered as level 3 input.

After the book closure date and till the rights are listed, right entitlements are valued as difference between the right price and ex-right price. This is explained with the help of following formula:

$$V_r = n / m \times (P_{ex} - P_{of})$$

Where,

V_r = Value of Rights

n = Number of rights offered

m = Number of original shares held

P_{ex} = Ex-right price

P_{of} = Rights offer price

Valuation of total Right Entitlement = $V_r \times \text{No. of shares held before Ex-date}$

13. Financial Assets Held at Amortized Cost

Particulars	Ashad End 2080	Ashad End 2079
Debentures	140,068,810	54,954,810
Fixed Deposit	285,500,000	100,000,000
Total	425,568,810	154,954,810

Note (a):

The investment on fixed deposit is recognized on cost. The maturity period of the fixed deposits are not more than one year from the reporting date. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the fixed deposits are recognized daily as per accrual basis. The interest are received on quarterly and on maturity as per the deals executed with the banks. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

14. Net Gain/Losses on financial assets held at fair value through profit or loss

a. Accounting policy

Realized gain is the difference between the cost price and realized price on the sale of the shares after deducting the selling expenses.

Unrealized gain is the difference between the cost price and the closing market price available at the end of the reporting period or the latest trading price if the closing price as on the year end is not available.

b. Explanatory notes

Particulars	Ashad End 2080	Ashad End 2079
Net Realized Gains/(Losses) on Financial Assets at Fair Value Through Profit or loss	48,617,293	36,792,568
Net Unrealized Gains/(Losses) on Financial Assets at Fair Value Through Profit or Loss	21,977,200	(126,972,556)
Total	70,594,493	(90,179,988)

Computation of Unrealized Gains for FY 2079/80:

Name of Companies	Fiscal Year 2079-80				
	Unit	Value per Unit	Value Amount	Cost Price	Total Cost
Listed Companies					
Prabhu Bank Limited	88,550	163	14,398,230	247	21,854,276
Siddhartha Bank Limited	62,667	253	15,854,751	338	21,192,324
Global IME Bank Limited	75,818	186	14,102,148	248	18,771,561
Neco Insurance Co. Ltd.	31,934	891	28,456,387	874	27,911,250
Garima Bikas Bank Limited	100,124	405	40,550,220	386	38,623,708
Nabil Bank Limited	60,546	599	36,279,163	716	43,378,218
Prime Commercial Bank Ltd.	97,823	195	19,075,485	265	25,889,962
Machhapuchhre Bank Limited	89,158	232	20,666,824	258	22,968,658
NIC Asia Bank Ltd.	82,534	794	65,515,489	812	67,004,524
Chhimek Laghubitta Bikas Bank Limited	18,157	1,000	18,157,000	1,007	18,284,062
Deprosc Laghubitta Bittiya Sanstha Limited	13,746	826	11,354,196	1,034	14,210,336

NMB Bank Limited	77,042	226	17,411,492	266	20,504,408
Jyoti Bikas Bank Limited	25,377	298	7,562,346	295	7,494,389
Life Insurance Co. Nepal	15,723	1,555	24,449,265	1,718	27,018,528
Nepal Reinsurance Company Limited	32,817	740	24,284,580	831	27,267,661
Samaj Laghubitta Bittiya Sanstha Limited	120	166	19,945	100	12,000
Sanjen Jalavidhyut Company Limited	14,584	297	4,329,990	431	6,290,004
Rasuwadaghi Hydropower Company Limited	31,618	300	9,485,400	388	12,281,949
Mountain Energy Nepal Ltd.	14,515	995	14,442,425	1,069	15,510,817
National Life Insurance Co. Ltd.	46,599	645	30,056,355	664	30,936,143
Mero Microfinance Bittiya Sanstha Ltd.	2,435	661	1,609,535	1,023	2,491,190
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	5,525	633	3,497,325	1,085	5,992,279
Nerude Laghubita Bikas Bank Limited	4,298	688	2,957,024	1,181	5,076,975
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited Pro-moter Share	25,116	600	15,069,600	358	8,992,161
Kamana Sewa Bikas Bank Limited	66,578	327	21,771,006	367	24,431,237
Soaltee Hotel Limited	23,971	485	11,625,935	498	11,942,604
Sahas Urja Ltd.	44,500	484	21,533,550	524	23,336,874
Shivam Cements Ltd.	25,899	652	16,873,199	693	17,938,211
Kumari Bank Limited	31,784	165	5,244,360	214	6,790,823
Muktinath Bikas Bank Ltd.	102,722	407	41,807,854	400	41,125,945
Forward Microfinance Laghubitta Bittiya Sanstha Limited	1	1,321	1,321	0.00	0.00
Mahalaxmi Bikas Bank Ltd.	27,046	326	8,803,473	321	8,675,679
Nepal Bank Limited	83,464	249	20,782,536	274	22,871,457
Sunrise Bank Ltd.	26,986	173	4,671,277	187	5,056,217
Citizens Mutual Fund -1	36,777	9.38	344,968	8.96	329,364
Miteri Development Bank Limited	392	404	158,407	379	148,688
ICFC Finance Limited	20,000	525	10,500,000	542	10,846,196
Sadhana Laghubitta Bittiya Sanstha Limited	1	741	741	0.00	0.00
First Micro Finance Laghubitta Bittiya Sanstha Limited	16,000	736	11,780,800	731	11,701,475
Api Power Company Ltd.	4,759	197	937,523	203	963,943
Arun Kabeli Power Ltd.	40,026	235	9,386,097	363	14,525,872
NIC Asia Flexi CAP Fund	500,000	10.17	5,085,000	10.00	5,000,000
Himalayan Everest Insurance Limited	33,912	600	20,347,200	639	21,682,283
Global IME Balanced Fund-1	250,000	9.34	2,335,000	10.00	2,500,000
Ridi Power Company Limited	25,035	243	6,083,505	380	9,507,858
NMB Sulav Investment Fund - 2	500,000	9.99	4,995,000	10.00	5,000,000
Lumbini Bikas Bank Ltd.	7,000	413	2,891,000	411	2,876,817
Goodwill Finance Limited	35,966	483	17,371,578	504	18,131,672
SuryaJyoti Life Insurance Company Limited	42,801	610	26,108,610	706	30,209,633
Sanima Growth Fund	750,000	9.99	7,492,500	10.00	7,500,000
Nepal Investment Mega Bank Limited	29,527	174	5,131,793	322	9,503,951
Himalayan Bank Limited	23,392	213	4,977,818	258	6,029,679
Ngadi Group Power Ltd.	10,673	234	2,496,415	276	2,949,340
Siddhartha Premier Insurance Limited	25,290	779	19,688,265	794	20,070,364
Sunrise Focused Equity Fund	1,500,000	9.68	14,520,000	10.00	15,000,000
Prabhu Smart Fund	1,000,000	9.90	9,900,000	10.00	10,000,000
Himalayan Life Insurance Limited	29,208	507	14,808,456	564	16,484,392
RBB Mutual Fund 2	650,000	10.00	6,500,000	10.00	6,500,000
IGI Prudential insurance Limited	17,964	560	10,059,840	574	10,306,716
Taragaon Regency Hotel Limited	15,000	790	11,854,500	800	11,993,109
Prabhu Insurance Ltd.	13,722	747	10,250,334	760	10,421,978
NLG Insurance Company Ltd.	9,995	840	8,395,800	865	8,647,895

Reliance Finance Ltd.	13,000	386	5,016,700	388	5,045,207
Prabhu Select Fund	37,850	8.85	334,973	9.26	350,366
Central Finance Co. Ltd.	13,000	393	5,109,000	407	5,284,784
Nabil Equity Fund	100	9.61	961	10.09	1,009
Siddhartha Investment Growth Scheme 3	350,000	10.00	3,500,000	10.00	3,500,000
Sub-Total (A)			851,062,469		935,139,020
Unlisted Companies					
0087 Citizen Unit Scheme	100,000	100	10,000,000	100	10,000,000
0101 Citizen Unit Scheme	100,000	100	10,000,000	100	10,000,000
0144 Citizen Unit Scheme	300,000	100	30,000,000	100	30,000,000
0205 Citizen Unit Scheme	130,000	100	13,000,000	100	13,000,000
0214 Citizen Unit Scheme	34,000	100	3,400,000	100	3,400,000
0226 Citizen Unit Scheme	64,000	100	6,400,000	100	6,400,000
0244 Citizen Unit Scheme	50,000	100	5,000,000	100	5,000,000
0253 Citizen Unit Scheme	100,000	100	10,000,000	100	10,000,000
0257 Citizen Unit Scheme	50,000	100	5,000,000	100	5,000,000
0270 Citizen Unit Scheme	100,000	100	10,000,000	100	10,000,000
0274 Citizen Unit Scheme	250,000	100	25,000,000	100	25,000,000
0291 Citizen Unit Scheme	100,000	100	10,000,000	100	10,000,000
Nabil Flexi Cap Fund-IPO	500,000	9.90	4,950,000	10.00	5,000,000
Kumari Sunaulo Lagani Yojana	1,000,000	10.59	10,590,000	10.00	10,000,000
Citizens Super 30 Mutual Fund-IPO	950,000	10.00	9,500,000	10.00	9,500,000
Nepal Republic Media Ltd.-IPO	9,834	111	1,091,377	100	983,400
Ghorahi Cement Industry Ltd.-IPO	6,400	465	2,977,920	435	2,784,000
Three Star Hydropower Ltd.-IPO	788	158	124,599	100	78,800
Upper Syange Hydropower Ltd.-IPO	693	109	75,336	100	69,300
Kutheli Bukhari Small Hydropower Ltd.-IPO	134	262	35,050	100	13,400
IME Life Insurance Co. Ltd.-IPO	13,194	435	5,742,029	237	3,125,791
Arun Kabeli-Right Entitlement	30,026	118	3,535,562	-	-
Sub-Total (B)			176,421,873		169,354,691
Grand Total			1,027,484,342		1,104,493,711
			Unrealized Gain/(Loss)		(77,009,370)
			Less: Previous Year Unrealized Gain/(Loss)		(98,986,570)
			Unrealized Gain/(Loss) This Year		21,977,200

15. Impairment

Accounting policy

The fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets.

16. Related Party Transactions

(As identified by the management and relied upon by the auditors)

Related Parties

- Fund Sponsor: Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)
- Fund Manager and Depository: NIMB Ace Capital Limited- a subsidiary of the Sponsor (Then NIBL Ace Capital Ltd.)
- Shareholders holding substantial interest in the Fund Manager: Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)
- Subsidiaries of Major Shareholders of Fund Manager with whom the Fund transacted: None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard - on 'Related Party Disclosures'.

- Unit Holding of Nepal Investment Mega Bank Limited (Fund Sponsor) amounts to NPR. 262,182,365 (at par value of NPR 10 per unit)
- Unit Holding of NIMB Ace Capital Limited (Fund Manager) amounts to NPR. 25,032,012 (at par value of NPR. 10 per unit)
- NIBL Sahabagita Fund has earned interest amounting to NPR 19,45,055 (NPR. One Million Nine Hundred Forty-Five Thousand Fifty-Five Only) including Fixed Deposit investment from Nepal Investment Mega Bank Limited.
- Fund Management and Depository Fee incurred by NIBL Sahabagita Fund during the year amounts to NPR. 17,506,437 (Seventeen Million Five Hundred Six Thousand Four Hundred Thirty-Seven Only). The amount is payable to NIMB Ace Capital Limited (Then NIMB Ace Capital Ltd.)
- Fund management and depository fee payable by NIBL Sahabagita Fund to NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) NPR. 6,354,632 (Six Million Three Hundred Fifty-Four Thousand Six Hundred Thirty-Two Only).
- The Scheme has a Call/Current account bank balance of NPR. 113,087,052 (One Hundred Thirteen Million Eighty-Seven Thousand Fifty-Two Only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Mega Bank Limited (Then NIBL Ace Capital Ltd.)

17. Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

18. Contingent Liability

The Fund have the following contingent liability in respect of underwriting commitments;

Underwriting Commitment to	For	Ashad End 2080	Ashad End 2079
Sun Nepal Life Insurance Co. Ltd.	IPO	12,99,99,872	-
Total Underwriting Commitment		12,99,99,872	

19. Proposed Dividend

The scheme has proposed 4% Cash Dividend (including applicable withholding tax) for fiscal year 2079/80 to its outstanding unit-holders as of 27th July, 2023 (11th Shrawan, 2080) which is also the Announcement and Book Closure Date.

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

CA. Rajesh Kumar Sah
Partner
N. B. S. M. & Associates,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

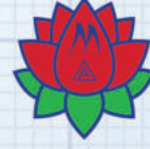
Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 27th July, 2023
Place : Kathmandu



नेपालकै पहिलो
**OPEN ENDED
MUTUAL FUND**
NIBL SAHABHAGITA FUND
(As Per Mutual Fund Regulations, 2067)

छोराछोरीको College Fees गर्छ सुनिश्चित



NIMB Ace Capital को Systematic Investment Plan मा लगानी गर्नुहोस्,
आफ्नो नानीबाबुको उज्ज्वल भविष्य सुरक्षित गर्नुहोस्।

योजनाका विशेषताहरु:

- नेपालकै पहिलो र सबैभन्दा ठूलो खुलामुखी योजना
- न्यूनतम रु. १००० बाट नै शुरू गर्न सकिने
- इच्छा अनुसार किस्ता रकम बढाउन, घटाउन, ठिक्कन वा रोक्न सकिने

Mutual Funds are subject to market risks. Please read all documents carefully.
NIMB Sahabagita Fund is Nepal's first open ended mutual fund after implementation of Mutual Fund Regulation, 2067

+977-01-4525280, 9802071444
www.nimbacecapital.com
info@nimbacecapital.com

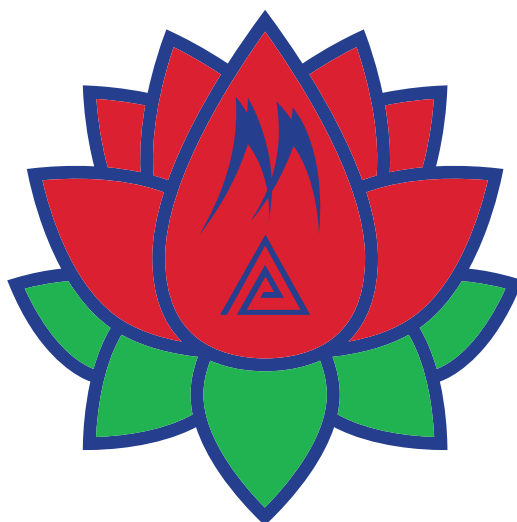


**NIMB ACE
CAPITAL LIMITED**
Managing Shares. Managing Investments.

wholly owned
subsidiary of



NIMB
नेपाल उद्योगधरोहण मेगा बैंक लि.
NEPAL INVESTMENT MEGA BANK LTD.



NIBL Samriddhi Fund-II

NIBL Samriddhi Fund- II (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to generate returns by investing in a mix of securities comprising of equity, equity related instruments & fixed income instruments as allowed by prevailing rules/regulations on mutual fund. The Scheme commenced its operation on 24th Baishakh 2078 (Scheme allotment date) B.S. with maturity period of 10 years (i.e. 23rd Baishakh 2088 B.S.). It was listed in NEPSE on 11th Ashad 2078. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 13th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Fund:	NIBL Mutual Fund
Scheme:	NIBL Samriddhi Fund- II
Fund Sponsor:	Nepal Investment Mega Bank Limited (NIBL) (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' Bank)
Fund Management:	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Ltd.)
Fund Supervisors:	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme:	150,000,000 (One Hundred Fifty Million Units)
Total Unit Capital:	NPR 1,500,000,000 (NPR One Billion Five Hundred Million)
Scheme type:	Close-ended

**INDEPENDENT AUDITOR'S REPORT TO
THE FUND MANAGER AND UNIT HOLDERS OF NIBL SAMRIDDHI FUND- II**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **NIBL Samriddhi Fund- II** ("the Scheme"), which comprise the Statement of Financial Position as at Ashad 31, 2080, (July 16, 2023), the Statement of Profit or Loss (including Other Comprehensive Income), the Statement of Change in Unit Holders' Fund and the Statement of Cash Flows for the year then ended on that date, and a summary of the significant accounting policies and other explanatory information (hereafter referred to as "the financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid the financial statements presents fairly, in all material respects, the financial position of the Scheme, as at Ashad 31, 2080 (July 16, 2023), and its financial performance, changes in Unit Holders' Fund, cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information, in accordance with Nepal Financial Reporting Standards (NFRS) and other prevailing laws.

Basis for Opinion

We conducted our audit of the financial statements in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Scheme in accordance with the Handbook of The Code of Ethics for Professional Accountants issued by The Institute of Chartered Accountants of Nepal (ICAN), and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of The Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of financial statement as a whole, and in forming the auditor opinion thereon, and the auditor does not provide a separate opinion on these matters.

We have determined that there are no any key audit matters to communicate in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Scheme's Management is responsible for the preparation of the other information. The other information comprises the information included in the Management report, Report of the Board of Directors and Chairman's statement but does not include the financial statements and our auditor's report thereon.

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

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

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



Responsibility of Management and Those Charged with Governance for the Financial Statements

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

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

The Board of Directors / Scheme managers are responsible for overseeing the Scheme's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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



Report on Other Legal and Regulatory Requirements

Based on our examination, we would like to further report that:

- i. The Financial Statement dealt by this report are prepared in accordance with Nepal Financial Reporting Standards (NFRS); Securities Act, 2063; Securities Board Regulations, 2064; Mutual Fund Regulations, 2067; Mutual Fund Guidelines, 2069 and other prevailing laws and are in agreement with the books of account maintained by the Scheme.
- ii. During our examination of the books of account of the Scheme, we have not come across the cases where any office holder or any employee of the Scheme has acted contrary to the provisions of law or caused loss or damage to the Scheme.
- iii. The Fund manager has maintained the required internal control system.
- iv. We have not come across any cases where the Scheme has conducted any activities against the interest of unit holders and the capital market.
- v. The Scheme has an effective internal audit system.
- vi. The Scheme has invested its funds according to Mutual Fund Regulations 2067 except for the investment disclosed in notes no. 16.1 of notes to accounts of the financial statement.
- vii. The operations of the Scheme were found satisfactory.

Place: Kathmandu
Date: 30th August, 2023
UDIN: 230906CA00485OZH4C

For, S. R. Pandey & Co.
Chartered Accountants


.....
Arun Raut, FCA
Partner



NIBL Samriddhi Fund-II

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Financial Position

as at 31st Ashad 2080 (16th July, 2023)

NPR

Particulars	Notes	31 Ashad 2080	32 Ashad 2079
Assets			
Current Assets			
Cash and Cash Equivalents	3.2	108,794,217	84,798,821
Other Current Assets	4.6	18,682,961	20,571,176
Financial Assets Held at Amortized Cost	13	352,844,323	340,344,323
Financial Assets Held at Fair Value Through Profit or Loss	4.7	917,143,553	844,468,930
Total		1,397,465,054	1,290,183,250
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	5.2	6,634,735	6,630,304
Liabilities (Excluding Net Assets Attributable to Unitholders)		6,634,735	6,630,304
Unit Holder's Funds			
Net Assets Attributable to Unit Holders	6	1,390,830,319	1,283,552,946
Total		1,397,465,054	1,290,183,250
NAV per Unit		9.27	8.56

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Partner
S. R. Pandey & Co.
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Samriddhi Fund-II

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Profit or Loss and other Comprehensive Income

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	Notes	31 Ashad 2080	32 Ashad 2079
Income			
Interest Income	7.2	51,303,105	43,099,117
Dividend Income	7.3	4,169,855	1,797,937
Net Profit/(Loss) on Financial Assets Held at Fair Value through Profit and Loss	14b	76,073,694	(233,737,127)
Other Income		-	901
Total		131,546,654	(188,839,172)
Expenses and Losses			
Fund Management fees		19,521,213	21,672,686
Depositary Fees		2,602,828	2,889,691
Fund Supervisors Fees		1,561,697	1,733,815
Publication Expenses		140,468	128,841
Listing Fees		50,000	50,000
DP Expense		150	300
Audit Fees		113,000	113,000
Bank Charges		5,485	10,424
Book Building Registration & AMC Expenses- NEPSE		5,000	15,000
Other Expenses		-	94
Annual Service Charges on Software		99,440	99,440
CDS Dematerialisation Registration Fee		170,000	170,000
Total expenses		24,269,281	26,883,291
Net Gains/(Losses) for the Period		107,277,373	(215,722,463)
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		107,277,373	(215,722,463)

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Partner
S. R. Pandey & Co.
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Samriddhi Fund-II

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Cash Flows

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	31 Ashad 2080	32 Ashad 2079
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	107,277,373	(215,722,463)
Adjustments for:		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	(48,152,335)	315,070,143
Increase/(Decrease) in Liabilities	4,431	(672,576)
(Increase)/Decrease in Share	(24,522,288)	(500,512,028)
(Increase)/Decrease in Debenture	(7,500,000)	(59,422,323)
(Increase)/Decrease in Fixed Deposit	(5,000,000)	-
(Increase)/Decrease in Other Assets	1,888,215	2,378,785
Net cash generated/(used) in Operations (1)	23,995,396	(458,880,462)
B. Cash Flow from Financing Activities		
Issue of Unit Capital	-	-
Dividend Paid during the year	-	-
Net cash generated/(used) in financing (2)	-	-
C. Cash Flow from Investing Activities		
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	23,995,396	(458,880,462)
Cash and Cash Equivalents at beginning of the year/period	84,798,821	543,679,283
Cash and Cash Equivalents at end of period	108,794,217	84,798,821
Components of Cash and Cash Equivalents		
Balance with Banks	108,794,217	84,798,821

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Partner
S. R. Pandey & Co.
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Samriddhi Fund-II

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement in Changes in Unit holders' Fund

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particular	Unit Capital	Realized Profit	Unrealized Profit	Total
Opening Balance	1,500,000,000			1,500,000,000
Issue of Unit Capital	-			-
Net Profit (Loss) Upto Last Year	-	1,493,334	(2,217,925)	(724,591)
Net Profit (Loss) During the year	-	99,347,680	(315,070,143)	(215,722,463)
Dividend Paid	-	-	-	-
Balance as on 32/03/2079	1,500,000,000	100,841,014	(317,288,068)	1,283,552,946
Opening Balance	1,500,000,000	-	-	1,500,000,000
Issue of Unit Capital	-	-	-	-
Net Profit (Loss) Upto Last Year	-	100,841,014	(317,288,068)	(216,447,054)
Net Profit (Loss) During the year	-	59,125,038	48,152,335	107,277,373
Dividend Paid	-	-	-	-
Balance as on 31/03/2080	1,500,000,000	159,966,052	(269,135,733)	1,390,830,319

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Partner
S. R. Pandey & Co.
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Samriddhi Fund -II

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Notes to the Financial Statements as of 31st Ashad 2080 (16th July 2023)

1. General Information of the Scheme

Fund:	NIBL Mutual Fund
Scheme:	NIBL Samriddhi Fund- II
Fund Sponsor:	Nepal Investment Mega Bank Limited (NIBL) (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' Bank)
Fund Management:	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Ltd.)
Fund Supervisors:	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme:	150,000,000 (One Hundred Fifty Million Units)
Total Unit Capital:	NPR 1,500,000,000 (NPR One Billion Five Hundred Million)
Scheme type:	Close-ended

NIBL Samriddhi Fund- II (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to generate returns by investing in a mix of securities comprising of equity, equity related instruments & fixed income instruments as allowed by prevailing rules/regulations on mutual fund. The Scheme commenced its operation on 24th Baishakh 2078 (Scheme allotment date) B.S. with maturity period of 10 years (i.e. 23rd Baishakh 2088 B.S.). It was listed in NEPSE on 11th Ashad 2078. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 13th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Nepal Investment Mega Bank Ltd.- NIMB (Then Nepal Investment Mega Bank Ltd.) is the Fund Sponsor and NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), a subsidiary of NIMB duly licensed by Securities Board of Nepal (SEBON), has been appointed as the Fund Manager of the Scheme by the Sponsor after obtaining due approval from SEBON. Further, the Fund Manager is also providing Depository services to the unit holders of the Scheme in line with the prevailing regulations on mutual fund.

The Unit Capital of the Scheme comprises of the following:

Holder	Status	No. of Units	Holding Amount @ 10 Each	Holding (%)
Nepal Investment Mega Bank Ltd.	Fund Sponsor	29,000,000	290,000,000	19.33%
NIMB Ace Capital Ltd.	Fund Manager/ Depository	1,000,000	10,000,000	0.67%
General Public		120,000,000	1,200,000,000	80.00%
Total		150,000,000	1,500,000,000	100%

2. Summary of Significant Accounting Policies

The Principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied unless otherwise stated.

2.1 Statement of Compliance

The Financial Statements are presented in Nepalese Rupees, rounded to the nearest Rupee. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). Further the financial statements are in compliance with Securities Act, 2063 and its regulation and other relevant laws.

2.2 Basis of Preparation

The fund while complying with the reporting standards, makes critical accounting judgment as having potentially material impact on the financial statements. The significant accounting policies that relate to the financial statements as a whole along with the judgment made are described herein.

Where an accounting policy is generally applicable to a specific item, the policy is described within that relevant note. NFRS requires the fund to exercise judgment in making accounting estimates. Description of such estimates has been given in the relevant sections wherever they have been applied. The financial statements are prepared on the basis of fair value measurement of assets and liabilities.

The statement of financial position is presented on liquidity basis. Assets and liabilities are presented in decreasing order of liquidity. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unit holders.

The statement of profit or loss has been prepared using classification “by nature” method.

The cash flow from operation within the statement of cash flows have been derived using the indirect method.

2.3 Reporting Pronouncements

The fund has, for the preparation of financial statements, adopted the NFRS pronounced by Accounting Standard Board, Nepal and Pronounced by Institute of Chartered Accountant of Nepal (ICAN) as effective on September 13, 2013. NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.4 Accounting Conventions

The financial statements have been prepared on a historical cost basis, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

The financial statements have been prepared on a going concern basis where the accounting policies and judgments as required by the standards are consistently used and in case of deviations disclosed specifically.

2.5 Accounting Policies and accounting estimates

The fund, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further the fund is required to make judgment in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. This may later be determined that a different choice could have been more appropriate.

Accounting policies have been included in the relevant notes for each item of the financial statements.

NFRS requires the fund to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The fund applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates are recognized in the period in which the estimates is revised and are applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2.6 Reporting Periods

The fund follows the Nepalese financial year based on the Nepalese calendar as reporting period.

2.7 Presentation Currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the company.

2.8 Comparatives

The comparatives comprise of the previous year figure for period from 01 Shrawan, 2079 to 31 Ashad, 2080.

2.9 Limitation of NFRS implementation

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

3. Cash and Cash Equivalents

Accounting policy

- 3.1 For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash at bank.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

Explanatory notes

- 3.1 The carrying amount of cash and cash equivalents are representative of their fair values as at the respective reporting date

Particulars	31 Ashad 2080	32 Ashad 2079
Cash at Bank	108,794,217	84,798,821
Total	108,794,217	84,798,821

4. Financial Instruments

Accounting policy

- 4.1 The Fund's Principal financial assets comprise asset held at fair value through profit and loss, loans and receivables and cash and cash equivalents. The main purpose of these financial instruments is to generate a return on the investment made by unit holders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In Accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's interest receivables are classified as 'Financial Assets measured at Amortized Cost'. Equity securities/debentures are classified as fair value through profit and loss. The amount attributable to unit holders is classified as equity and is carried at the redemption amount being net asset value. Payables are designated as 'other financial liabilities' at amortized cost.

4.2 Classification

The Fund's investments are classified as fair value through profit or loss and loans and receivables. They comprise:

■ **Financial instruments classified as fair value through profit or loss**

Financial assets, held for trading are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted equity securities held for trading. The dividend income from the quoted equity securities is recorded in the profit or loss.

■ **Financial assets measured at amortized cost**

These are non-derivative financial assets with fixed or determinable payments.

4.3 Recognition / De-recognition

The Fund recognizes financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognizes changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognized when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged or expired.

Realized gains and realized losses on de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

4.4 Measurement

a. Financial Assets and Liabilities Held at Fair Value through Profit or Loss

At initial recognition, the Fund measures a financial asset at its fair value.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category is presented in the statement of comprehensive income within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

b. Financial Assets Measured at Amortized Cost

Financial assets at this category are measured initially at fair value plus transaction costs and subsequently amortized using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

Receivables may include amounts for dividends, interest and trade receivables. Dividends are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(6) above.

Receivable are recognized and carried at amortized cost, less a provision for any uncollectable debts. An estimate for doubtful debt is made when collection of an amount is no longer probable.

Recoverability of receivable is reviewed on an ongoing basis at an individual portfolio level. Individual debts that are known to be uncollectable are written off when identified. An impairment provision is recognized when there is objective evidence that the Fund will not be able to collect the receivable. Financial difficulties of the debtor, default payments are considered objective evidence of impairment. The amount of the impairment loss is the receivable carrying amount compared to the present value of estimated future cash flows, discounted at the original effective interest rate.

4.5 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Explanatory note

4.6 Other Current Assets

S.N.	Particulars	31 Ashad 2080	32 Ashad 2079
1	Dividend Income Receivable	99,542	196,094
2	Interest Receivables	18,583,419	15,202,797
3	Broker Receivables	-	1,233,455
4	IPO Application Refund Receivable	-	3,714,500
5	Other Receivable	-	224,330
	Total Amount	18,682,961	20,571,176

4.7 Financial Assets Held at Fair Value Through Profit or Loss (FVTPL)

Particulars	31 Ashad 2080	32 Ashad 2079
Financial Assets:		
Equity Security	917,143,553	844,468,930
Financial Assets Held at FVTPL	917,143,553	844,468,930

Comparative Investment in Listed Shares

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
LISTED						
Nabil Bank Limited	35,138	599.20	21,054,690	20,085	824.00	16,550,040
Civil Bank Ltd	-	-	-	16,168	213.00	3,443,784
Shivam Cements Ltd	32,723	651.50	21,319,035	32,723	760.00	24,869,480
Nepal Reinsurance Company Limited	22,365	740.00	16,550,100	20,335	735.00	14,946,225
NMB Microfinance Bittiya Sanstha Ltd.	11,374	640.00	7,279,360	10,341	750.10	7,756,784
Forward Microfinance Laghubitta Bittiya Sanstha Limited	12,035	1,321.00	15,898,235	9,628	2,385.00	22,962,780
Premier Insurance Company (Nepal) Ltd.	-	-	-	26,950	576.00	15,523,200
Surya Life Insurance Company Limited	-	-	-	28,122	387.00	10,883,214
NIC Asia Bank Ltd.	58,443	793.80	46,392,053	53,433	696.00	37,189,368
Prime Life Insurance Company Limited	-	-	-	22,350	569.00	12,717,150
Deprosc Laghubitta Bittiya Sanstha Limited	18,899	826.00	15,610,574	17,182	940.00	16,151,080
Shikhar Insurance Co. Ltd.	40,418	845.00	34,153,210	34,843	807.00	28,118,301
Sabaiko Laghubitta Bittiya Sanstha Limited	6,030	730.00	4,401,900	5,110	1,074.90	5,492,739
Global IME Laghubitta Bittiya Sanstha Ltd.	19,585	1,061.00	20,779,685	17,487	1,299.00	22,715,613
Mero Microfinance Bittiya Sanstha Ltd.	19,797	661.00	13,085,817	17,997	847.00	15,243,459
Nepal Credit And Commercial Bank Ltd.	-	-	-	40,200	210.90	8,478,180
Nepal Bangladesh Bank Limited	-	-	-	22,252	399.00	8,878,548
Prudential Insurance Co. Ltd.	-	-	-	9,501	348.00	3,306,348
Nepal Life Insurance Co. Ltd.	18,637	744.00	13,865,928	18,637	747.00	13,921,839
Neco Insurance Limited	33,639	891.10	29,975,713	29,251	694.00	20,300,194
Life Insurance Corporation (Nepal) Limited	9,966	1,555.00	15,497,130	15,454	1,415.00	21,867,410
Prabhu Bank Limited	79,909	162.60	12,993,203	30,059	207.00	6,222,213
Prime Commercial Bank Ltd.	44,088	195.00	8,597,160	42,393	265.00	11,234,145
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited Promoter Share	118,233	600.00	70,939,800	99,356	600.00	59,613,600
National Life Insurance Co. Ltd.	38,490	645.00	24,826,050	30,991	577.00	17,881,807
Prabhu Select Fund	1,468,090	8.85	12,992,597	1,468,090	9.61	14,108,345
Sanjen Jalavidhyut Company Limited	23,475	296.90	6,969,728	23,475	260.00	6,103,500
Rasuwegadhi Hydropower Company Ltd.	33,159	300.00	9,947,700	33,159	273.00	9,052,407
Sanima Mai Hydropower Ltd.	5,571	355.00	1,977,705	5,571	306.00	1,704,726
Nepal Bank Limited	20,116	249.00	5,008,884	19,722	298.00	5,877,156
Mountain Energy Nepal Limited	13,260	995.00	13,193,700	13,260	800.00	10,608,000
Citizen Investment Trust	8,039	2,089.00	16,793,471	4,947	2,515.00	12,441,705
Standard Chartered Bank Limited	14,374	530.10	7,619,657	14,374	396.30	5,696,416
Mahalaxmi Bikas Bank Ltd.	15,121	325.50	4,921,886	14,540	378.00	5,496,120
Machhapuchhre Bank Limited	44,346	231.80	10,279,403	44,346	254.00	11,263,884
Kamana Sewa Bikas Bank Limited	19,024	327.00	6,220,848	18,221	349.90	6,375,528
Garima Bikas Bank Limited	19,842	405.00	8,036,010	17,560	387.00	6,795,720
Muktinath Bikas Bank Ltd.	24,117	407.00	9,815,619	21,248	439.90	9,346,995
Prabhu Insurance Ltd.	19,844	747.00	14,823,468	18,598	428.00	7,959,944

Soaltee Hotel Limited	-	-	-	19,800	202.50	4,009,500
Vijaya laghubitta Bittiya Sanstha Ltd.	9,856	713.00	7,027,328	8,213	940.00	7,720,220
Swabalamban Laghubitta Bittiya Sanstha Limited	12,135	900.60	10,928,781	10,553	1,169.00	12,336,457
Laxmi Laghubitta Bittiya Sanstha Ltd.	5,024	893.00	4,486,432	4,369	1,275.00	5,570,475
Swarojgar Laghu Bitta Bikas Bank Ltd.	12,200	705.00	8,601,000	10,000	851.00	8,510,000
Global IME Bank Limited	18,354	186.00	3,413,844	17,820	251.40	4,479,948
Century Commercial Bank Ltd.	-	-	-	45,725	183.00	8,367,675
Sana Kisan Bikas Laghubitta Bittiya Sanstha Limited	12,600	899.00	11,327,400	10,000	1,065.00	10,650,000
Ridi Hydropower Development Company Ltd.	-	-	-	5,000	838.00	4,190,000
Manushi Laghubitta Bittiya Sanstha Limited	-	-	-	591	1,002.00	592,182
Sahas Urja Limited	9,720	483.90	4,703,508	9,720	460.00	4,471,200
United Insurance Co. (Nepal) Ltd.	-	-	-	12,000	350.00	4,200,000
Himalayan General Insurance Co. Ltd	-	-	-	11,733	520.00	6,101,160
Siddhartha Bank Limited	33,113	253.00	8,377,589	29,433	303.00	8,918,199
Himalayan Distillery Limited	2,343	2,248.00	5,267,064	4,465	3,410.00	15,225,650
Nabil Balanced Fund-3	16,670	7.57	126,192	16,670	9.43	157,198
NMB Bank Limited	22,606	226.00	5,108,956	22,606	261.00	5,900,166
Mega Bank Nepal Ltd.	-	-	-	20,058	226.00	4,533,108
Chhimek Laghubitta Bittiya Sanstha Ltd.	15,228	1,000.00	15,228,000	12,482	1,100.00	13,730,200
Samata Gharelu Laghubitta Bittiya Sanstha Limited	3,740	702.70	2,628,098	3,253	799.00	2,599,147
NIC ASIA Laghubitta Bittiya Sanstha Ltd.	4,500	729.00	3,280,500	4,500	859.90	3,869,550
Rastra Uthtan Laghubitta Sanstha Limited	-	-	-	1,605	926.00	1,486,230
Rastriya Beema Company Limited	800	16,099.00	12,879,200	800	13,400.00	10,720,000
Balephi Hydropower Limited	-	-	-	3,412	239.70	817,856
Upakar Laghubitta Bittiya Sanstha Limited	-	-	-	441	2,699.00	1,190,259
CYC Nepal Laghubitta Bittiya Sanstha Ltd.	-	-	-	738	1,698.20	1,253,272
River Falls Power Limited	-	-	-	5,005	222.00	1,111,110
Kumari Bank Limited	41,552	165.00	6,856,080	-	-	-
Himalayan Everest Insurance Limited	12,055	600.00	7,233,000	-	-	-
Ridi Power Company Limited	7,000	243.00	1,701,000	-	-	-
Global IME Balanced Fund-1	500,000	9.34	4,670,000	-	-	-
Goodwill Finance Limited	3,459	483.00	1,670,697	-	-	-
SuryaJyoti Life Insurance Company Ltd.	28,122	610.00	17,154,420	-	-	-
Sanima Growth Fund	250,000	9.99	2,497,500	-	-	-
Nepal Investment Mega Bank Limited	17,153	173.80	2,981,191	-	-	-
Himalayan Bank Limited	22,085	212.80	4,699,688	-	-	-
Siddhartha Premier Insurance Limited	30,790	778.50	23,970,015	-	-	-
Sunrise Focused Equity Fund	1,000,000	9.68	9,680,000	-	-	-
IGI Prudential insurance Limited	9,817	560.00	5,497,520	-	-	-
Himalayan Life Insurance Limited	25,256	507.00	12,804,792	-	-	-
RBB Mutual Fund 2	850,000	10.00	8,500,000	-	-	-
Modi Energy Limited	6,676	207.50	1,385,270	-	-	-
United Ajod Insurance Limited	12,600	489.49	6,167,574	-	-	-
Siddhartha Investment Growth Scheme 3	320,000	10.00	3,200,000	-	-	-
Sub-Total (A)			745,872,957			691,808,709

Comparative Investment in Unlisted Shares

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
UNLISTED						
Citizen Unit Scheme	700,000	100	70,000,000	700,000	100.00	70,000,000
Citizen Unit Scheme	200,000	100	20,000,000	200,000	100.00	20,000,000
Citizen Unit Scheme	600,000	100	60,000,000	600,000	100.00	60,000,000
Shubha Laxmi Kosh	250,000	10	2,520,000	-	-	-
Nabil Flexi Cap Fund	500,000	10	4,950,000	-	-	-
Citizens Super 30 Mutual Fund	500,000	10	5,000,000	-	-	-
Nepal Republic Media Ltd.	8,912	111	989,054	-	-	-
Ghorahi Cement Industries Ltd.	5,800	465	2,698,740	-	-	-
Three Star Hydropower Ltd.	715	158	113,056	-	-	-
Upper Syange Hydropower Ltd.	628	109	68,270	-	-	-
Kutheli Bukhari Small Hydropower Ltd.	114	262	29,819	-	-	-
IME Life Insurance Co. Ltd.	11,263	435	4,901,658	-	-	-
Bindhyabasini Hydropower Development Co. Ltd. -IPO	-	-	-	2,750	155.41	427,378
Adarsha Laghubitta Bittiya Sanstha Ltd.-IPO	-	-	-	123	203.17	24,990
Himalayan Hydropower Ltd.-IPO	-	-	-	3,477	100.80	350,482
Upper Solu Hydro Electric Co. Ltd.-IPO	-	-	-	3,458	111.58	385,844
Upper Hewakhola Hydropower Co. Ltd.-IPO	-	-	-	2,650	110.75	293,488
Swet Ganga Hydropower & Construction Ltd.- IPO	-	-	-	4,221	112.26	473,849
Rapti Hydro & General Construction Ltd.-IPO	-	-	-	4,479	101.65	455,290
Mandakini Hydrpower Ltd.-IPO	-	-	-	2,038	122.13	248,901
Sub-Total (B)			171,270,596			152,660,221
Grand Total (A+B)			917,143,553			844,468,930

5. Payables

Accounting policy

- 5.1** Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Explanatory notes

- 5.2** Accrued Expenses and Other Payables

Particulars	31 Ashad 2080	32 Ashad 2079
Reporting Expenses Payables	20,000	22,000
Audit Fee Payables	111,500	111,500
TDS Liability	154,409	154,510
Software AMC (PCS) Payables	97,948	97,948
Fund Management Fee Payable - NIMB Ace Capital	5,051,135	5,049,736
Depository Fee Payables - NIMB Ace Capital	673,485	673,298
Supervisor Fee Payables	348,708	348,611
CDS Fees Payables	167,450	167,450
DP Fee Payables	100	250
Book Building Registration at NEPSE AMC	10,000	5,000
Total	6,634,735	6,630,304

Fund management fee and depository fee includes fee payable to NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) for fund management and depository services.

6. Net Assets Attributable to Unit holders

Unit holders' funds have been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unit holders, as at the statement of financial position date.

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' expenses over market value of the total investment plus investment income divided by number of units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapi.com. The said information is also shared with the Board members of the Fund Manager & the Fund Supervisors via e-mail. Further, the NAV per unit calculated on a monthly basis is published on a national daily newspaper and uploaded on the website of the Fund Manager with prior notification of the same forwarded to the Fund Supervisors & SEBON in writing.

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily changes in Market Price of Share at Nepal Stock Exchange.

Distribution to unit holders is recognized in the statement of changes in unit holders' funds. Income not distributed is included in net assets attributable to unit holders.

Particular	For the Year Ended on 31st Ashad 2080	For the Year Ended on 32nd Ashad 2079
Unit Holders' Fund at the Beginning of the Year/Period	1,283,552,946	1,499,275,409
Increase / (Decrease) in Net Assets Attributable to Unit Holders		
Net Gains/(Losses) for the Period	107,277,373	(215,722,463)
Other Comprehensive income	-	-
Distribution to Unit Holders'	-	-
Unit Holders' Fund at the End of the Year/Period	1,390,830,319	1,283,552,946

7. Investment Income

7.1 Accounting Policy

Interest income is recognized in profit or loss for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/ (losses) on financial instruments.

The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Dividend income is recognized on the ex-dividend date.

Explanatory notes

7.2 Interest Income

Particulars	FY 2079/80	FY 2078/79
Interest income on Debentures, Fixed and Call Deposit	51,303,105	43,099,117
Total	51,303,105	43,099,117

7.3 Dividend Income

Particulars	FY 2079/80	FY 2078/79
Dividend Income Realized	4,169,855	1,797,937
Total	4,169,855	1,797,937

8. Expenses

All expenses, including management fees supervisor fees and depository fees, are recognized in profit or loss on accruals basis.

The management participation fees of the fund of the period 1st Shrawan 2079 to 31st Ashad 2080 are as follows:

Fund Management Fees	: 1.5% of Net Assets Value (NAV)
Depository Fees	: 0.2% of NAV
Fund Supervisor Fees	: 0.12% of NAV

Total Fund Management, Depository & Fund Supervisor's Fees are calculated and recognized as per the Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069.

Total Fund Management, Depository & Fund Supervisor's Fees calculated on the basis of 365 days a year is presented in Nepalese currency and charged as under:

Particulars	FY 2079/80	FY 2078/79
Fund Management Fee	19,521,213	21,672,686
Depository Fee	2,602,828	2,889,691
Fund Supervisor Fee	1,561,697	1,733,815
Total	23,685,738	26,296,192

9. Income Tax

As per section 10 (Tha) of Income Tax Act, 2058 (with amendments), Income earned by mutual fund approved by Securities Board of Nepal as per its objective are tax exempted. TDS on return from mutual fund (i.e., dividend) paid to individual is deducted at 5% which is final and to entity is tax deducted at 15% (which is not final). Therefore, the fund management is of the view that return from the fund is duly taxed as per the principal of income tax and is not subject to further tax liability for FY 2079/80.

10. Distributions

The distributions, if any to unit holders are recognized in statement of changes in unit holders' funds.

11. Financial Risk Management

The Fund's activities are exposed to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's investment policy. It also seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The management of these risks is carried out by the NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), the fund management company. The fund supervisors provide principles for overall risk management, as well as written policies covering specific areas, such as interest rate risk, credit risk and non-derivative financial instruments and the investment of excess liquidity.

The Fund uses different methods to measure and mitigate different types of risk to which it is exposed.

11.1 Market Risk

a. Price Risk

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Paragraph below sets out how this component of price risk is managed and measured. Investments are classified in the statement of financial position as at fair value through profit or loss and loans and receivables. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the management company.

All of the Fund's equity investments in companies are listed in NEPSE. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund Management Company.

Investment Threshold

As per the Mutual Fund Regulation, 2067 in fixed deposit at bank cannot be made more than 15% of total fund size or Net Asset Value (NAV) of the scheme.

b. Foreign Exchange Rate Risk

The Fund is not exposed to the fluctuations in exchange rates as all investments and transactions of the fund are made in investments denominated in NPR.

c. Cash Flow and Fair Value Interest Rate Risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates. Financial instruments with fixed rates expose the Fund to fair value interest rate risk. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund has direct exposure to interest rate changes on the valuation and cash flows of its interest-bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Fund invests and impact on the valuation of certain assets that use interest rates as an input in their valuation model.

11.2 Credit Risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. However, there is no investment in debt securities.

Credit risk on cash and cash equivalents, other receivable balances.

In accordance with the Fund's policy, the Management Company monitors the Fund's credit position on a daily basis. The Fund can maximize the returns derived for the level of risk to which the Fund is exposed. The table below is a summary of the significant sector concentrations within the equity portfolio.

For FY 2079/80

Sector	Value	Cost	Proportionate Exposure	Growth%
Commercial Banks	169,381,187	237,985,928	18.47%	-28.83%
Development Banks	28,994,363	38,614,031	3.16%	-24.91%
Finance	1,670,697	1,759,619	0.18%	-5.05%
Hydro Power	40,089,755	55,295,722	4.37%	-27.50%
Investment	16,793,471	16,439,323	1.83%	2.15%
Life Insurance	89,049,978	130,640,379	9.71%	-31.84%
Manufacturing And Processing	29,284,839	60,108,021	3.19%	-51.28%
Microfinance	211,502,910	264,584,356	23.06%	-20.06%
Mutual Fund	178,137,500	178,500,000	19.42%	-0.20%
Non-Life Insurance	134,699,700	175,825,595	14.69%	-23.39%
Others	17,539,154	26,526,312	1.91%	-33.88%
Total	917,143,553	1,186,279,286	100%	-22.69%

For FY 2078/79

Sector	Value	Cost	Proportionate Exposure	Growth%
Commercial Banks	147,032,830	204,027,659	17.41%	-27.93%
Development Banks	28,014,363	38,614,031	3.32%	-27.45%
Hotels	4,009,500	5,505,193	0.47%	-27.17%
Hydropower	40,694,030	57,631,422	4.82%	-29.39%

Investment	12,441,705	16,439,323	1.47%	-24.32%
Life Insurance	77,271,420	139,173,578	9.15%	-44.48%
Manufacturing & Processing	40,095,130	69,123,329	4.75%	-41.99%
Microfinance	219,469,037	264,934,156	25.99%	-17.16%
Mutual Fund	164,265,543	164,847,600	19.45%	-0.35%
Non-Life Insurance	96,229,147	175,825,595	11.40%	-45.27%
Others	14,946,225	25,635,112	1.77%	-41.70%
Total	844,468,930	1,161,756,998	100%	-27.31%

11.3 Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable units. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market or can be readily disposed.

The Fund's listed securities are considered readily realizable, as all are listed on the Nepal Stock Exchange.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period.

In accordance with the Fund's policy, the Management Company monitors the Fund's liquidity position on a regular basis.

12. Fair Value Measurement

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

ii. Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

Equities which are listed but no transactions are made within last 30 days is valued at 180 days Average Market price provided by NEPSE and Equities which are listed but no transactions are made within last 180 days is valued at last traded price of the stock at NEPSE considering it as level two input.

Listed stocks that are not trading due to suspension by NEPSE citing Merger, Acquisition, Natural calamity and/or any other reasons is valued at the Closing Price available of particular stock of the last day of its trading on NEPSE

The Fair value of IPO Investments after allotment till listing, is valued applying the valuation model as specified below:

- 50% of the Latest Net Worth Published by the Company.

- II) 50% based on the Earnings Capitalization, based on the projections of the company by considering latest interest rate of the Government Bonds after applicable tax deductions as discount factor which is considered as level 3 input.

After the book closure date and till the rights are listed, right entitlements are valued as difference between the right price and ex-right price. This is explained with the help of following formula:

$$V_r = n / m \times (P_{ex} - P_{of})$$

Where

V_r = Value of Rights

n = Number of rights offered

m = Number of original shares held

P_{ex} = Ex-right price

P_{of} = Rights offer price

Valuation of total Right Entitlement = $V_r \times$ No. of shares held before Ex- date

13. Financial Assets Held at Amortized Cost

Particulars	31 Ashad 2080	32 Ashad 2079
Debentures	127,844,323	120,344,323
Fixed Deposit	225,000,000	220,000,000
Total	352,844,323	340,344,323

Comparative Investment in Fixed Deposit

Name of Bank	31 Ashad 2080		32 Ashad 2079	
	Principal Amount	Interest Rate	Principal Amount	Interest Rate
Central Finance Ltd.	-	-	10,000,000	8.25%
Shine Resunga Dev. Bank Ltd.	-	-	20,000,000	8.00%
Goodwill Finance Ltd.	-	-	10,000,000	11.10%
Goodwill Finance Ltd.	-	-	10,000,000	11.10%
Garima Bikas Bank Ltd.	-	-	10,000,000	11.10%
Shine Resunga Dev. Bank Ltd.	-	-	20,000,000	11.00%
Kamana Sewa Bikas Bank Ltd.	-	-	20,000,000	11.10%
Shangrila Dev. Bank Ltd.	-	-	20,000,000	11.10%
Jyoti Bikas Bank Ltd.	-	-	20,000,000	11.10%
Lumbini Bikas Bank Ltd.	-	-	20,000,000	11.10%
Mukthinath Bikas Bank Ltd.	-	-	20,000,000	11.10%
Kumari Bank Ltd.	-	-	40,000,000	10.13%
Shine Resunga Dev. Bank Ltd.	20,000,000	10.50%	-	-
Global IME Bank Limited	10,000,000	9.50%	-	-
Shine Resunga Dev. Bank Ltd.	20,000,000	10.25%	-	-
Garima Bikas Bank Limited	10,000,000	10.25%	-	-
Kamana Sewa Bikas Bank Limited	15,000,000	10.25%	-	-
Jyoti Bikas Bank Limited	5,000,000	10.25%	-	-
Shangrila Development Bank Ltd.	20,000,000	10.25%	-	-
Nepal Investment Mega Bank Ltd	5,000,000	9.50%	-	-
Jyoti Bikas Bank Limited	15,000,000	10.25%	-	-
Siddhartha Bank Limited	5,000,000	9.50%	-	-
Jyoti Bikas Bank Limited	20,000,000	10.25%	-	-
Siddhartha Bank Limited	10,000,000	9.50%	-	-
Global IME Bank Limited	10,000,000	9.50%	-	-
Sindhu Bikash Bank Ltd	20,000,000	10.40%	-	-
Kumari Bank Limited	40,000,000	9.50%	-	-
Total	225,000,000		220,000,000	

Comparative Investment in Debenture

Name of Debenture	31 Ashad 2080		32 Ashad 2079	
	Investment Amount	Interest Rate	Investment Amount	Interest Rate
8.5% NMB Debenture 2087/88	6,352,000	8.50%	6,352,000	8.50%
8.5% Prabhu Bank Debenture 2087	20,000,000	8.50%	20,000,000	8.50%
8.5% RBBL Debenture	14,570,000	8.50%	14,570,000	8.50%
9% Jyoti Bikas Bank Debenture 2087	20,000,000	9.00%	20,000,000	9.00%
9% SADBIL Debenture 2087	15,135,000	9.00%	15,135,000	9.00%
8.5% Machhapuchhre Debenture 2087	7,500,000	8.50%	7,500,000	8.50%
10.25% Civil Bank Debenture 2088	4,286,000	10.25%	4,286,000	10.25%
8.75% Garima Debenture 2085	7,500,000	8.75%	7,500,000	8.75%
8.5% Everest Bank Ltd. Debenture 2086	3,000,000	8.50%	3,000,000	8.50%
8.5% Global IME Bank Debenture 2086/87	21,001,323	8.50%	21,001,323	8.50%
10% Prime Debenture 2088	1,000,000	10.00%	1,000,000	10.00%
10.25% NEPAL SBI BANK DEBENTURE 2083	2,500,000	10.25%	-	-
11% LBBL DEBENTURE 2089	5,000,000	11%	-	-
Total	127,844,323		120,344,323	

Note a:

The investment in debentures are recognized on cost. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the debentures are recognized daily as per accrual basis. The interest are received on half yearly basis. The debentures are listed on the stock exchange. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

Note b:

The investment in fixed deposit are recognized on cost. The maturity period of the fixed deposits are not more than one year from the reporting date. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the fixed deposits are recognized daily as per accrual basis. The interest are received on quarterly and on maturity as per the deals executed with the banks. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

14. Net Gain/Losses on financial assets held at fair value through profit or loss (FVTPL)

a. Accounting policy

Realized gain is the difference between the cost price and realized price on the sale of the shares after deducting the selling expenses.

Unrealized gain is the difference between the cost price and the closing market price available at the end of the reporting period or the latest trading price if the closing price as on the year end is not available.

b. Explanatory notes

Particulars	31 Ashad 2080	32 Ashad 2079
Net Realized Gains/(Losses) on Financial Assets at FVTPL	27,921,359	81,333,016
Net Unrealized Gains/(Losses) on Financial Assets at FVTPL	48,152,335	(315,070,143)
Total	76,073,694	(233,737,127)

Computation of Unrealized Gains/loss for FY 2079/80:

Name	Unit	Value per unit	Value Amount	Cost Price	Total Cost	Gain/(Loss)
LISTED						
Nabil Bank Limited	35,138	599.20	21,054,690	883.32	31,037,938	(9,983,248)
SHIVAM CEMENTS LTD	32,723	651.50	21,319,035	1,587.69	51,954,063	(30,635,028)
Nepal Reinsurance Company Limited	22,365	740.00	16,550,100	1,146.22	25,635,112	(9,085,012)
NMB Microfinance Bittiya Sanstha Ltd.	11,374	640.00	7,279,360	1,165.77	13,259,461	(5,980,101)
Forward Community Microfinance Bittiya Sanstha Ltd.	12,035	1,321.00	15,898,235	1,688.78	20,324,477	(4,426,242)
NIC Asia Bank Ltd.	58,443	793.80	46,392,053	924.72	54,043,189	(7,651,136)
Deprosc Laghubitta Bittiya Sanstha Limited	18,899	826.00	15,610,574	1,347.20	25,460,668	(9,850,094)
Shikhar Insurance Co. Ltd.	40,418	845.00	34,153,210	1,371.04	55,414,690	(21,261,480)
SABAIKO LAGHUBITTA BITTIYA SANSTHA LTD.	6,030	730.00	4,401,900	1,174.09	7,079,788	(2,677,888)
Global IME Laghubitta Bittiya Sanstha Ltd.	19,585	1,061.00	20,779,685	1,904.83	37,306,116	(16,526,431)
Mero Microfinance Bittiya Sanstha Ltd.	19,797	661.00	13,085,817	1,337.10	26,470,494	(13,384,677)
Nepal Life Insurance Co. Ltd.	18,637	744.00	13,865,928	1,731.49	32,269,858	(18,403,930)
Neco Insurance Co. Ltd.	33,639	891.10	29,975,713	1,056.26	35,531,489	(5,555,776)
Life Insurance Co. Nepal	9,966	1,555.00	15,497,130	2,041.09	20,341,525	(4,844,395)
Prabhu Bank Limited	79,909	162.60	12,993,203	305.94	24,446,965	(11,453,761)
Prime Commercial Bank Ltd.	44,088	195.00	8,597,160	400.41	17,653,185	(9,056,025)
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited Promoter Share	118,233	600.00	70,939,800	357.92	42,317,938	28,621,862
National Life Insurance Co. Ltd.	38,490	645.00	24,826,050	844.65	32,510,534	(7,684,484)
Prabhu Select Fund	1,468,090	8.85	12,992,597	10.00	14,680,900	(1,688,304)
SANJEN JALAVIDHYUT COMPANY LIMITED	23,475	296.90	6,969,728	437.72	10,275,412	(3,305,684)
RASUWAGADHI HYDROPOWER COMPANY LTD.	33,159	300.00	9,947,700	448.78	14,881,122	(4,933,422)
Sanima Mai Hydropower Ltd.	5,571	355.00	1,977,705	456.64	2,543,950	(566,245)
Nepal Bank Limited	20,116	249.00	5,008,884	412.53	8,298,509	(3,289,625)
Mountain Energy Nepal Limited	13,260	995.00	13,193,700	1,262.57	16,741,626	(3,547,926)
Citizen Investment Trust	8,039	2,089.00	16,793,471	2,044.95	16,439,323	354,148
Standard Chartered Bank Limited	14,374	530.10	7,619,657	555.12	7,979,282	(359,624)
Mahalaxmi Bikas Bank Ltd.	15,121	325.50	4,921,886	435.11	6,579,253	(1,657,368)
Machhapuchhre Bank Limited	44,346	231.80	10,279,403	349.91	15,517,090	(5,237,687)
Kamana Sewa Bikas Bank Limited	19,024	327.00	6,220,848	526.59	10,017,813	(3,796,965)
Garima Bikas Bank Limited	19,842	405.00	8,036,010	466.96	9,265,512	(1,229,502)
Muktinath Bikas Bank Ltd.	24,117	407.00	9,815,619	528.73	12,751,452	(2,935,833)
Prabhu Insurance Ltd.	19,844	747.00	14,823,468	883.51	17,532,297	(2,708,829)
Vijaya laghubitta Bittiya Sanstha Ltd.	9,856	713.00	7,027,328	1,306.41	12,876,020	(5,848,692)
Swabalamban Laghubitta Bittiya Sanstha Limited	12,135	900.60	10,928,781	1,318.77	16,003,298	(5,074,517)
Laxmi Laghubitta Bittiya Sanstha Ltd.	5,024	893.00	4,486,432	1,701.79	8,549,786	(4,063,354)
Swarojgar Laghu Bitta Bikas Bank Ltd.	12,200	705.00	8,601,000	1,008.99	12,309,710	(3,708,710)
Global IME Bank Limited	18,354	186.00	3,413,844	368.74	6,767,850	(3,354,006)
Sana Kisan Bikas Laghubitta Bittiya Sanstha Limited	12,600	899.00	11,327,400	1,261.20	15,891,084	(4,563,684)
Sahas Urja Limited	9,720	483.90	4,703,508	603.32	5,864,235	(1,160,727)
Siddhartha Bank Limited	33,113	253.00	8,377,589	403.77	13,370,027	(4,992,438)
Himalayan Distillery Limited	2,343	2,248.00	5,267,064	2,403.31	5,630,958	(363,894)
Nabil Balanced Fund-3	16,670	7.57	126,192	10.00	166,700	(40,508)
NMB Bank Limited	22,606	226.00	5,108,956	354.20	8,007,010	(2,898,054)
Chhimek Laghubitta Bittiya Sanstha Limited	15,228	1,000.00	15,228,000	1,097.23	16,708,690	(1,480,690)
Samata Gharelu Laghubitta Bittiya Sanstha Limited	3,740	702.70	2,628,098	1,146.61	4,288,331	(1,660,233)
NIC ASIA Laghubitta Bittiya Sanstha Limited	4,500	729.00	3,280,500	1,275.22	5,738,495	(2,457,995)
Rastriya Beema Company Limited	800	16,099.00	12,879,200	16,342.14	13,073,711	(194,511)

Kumari Bank Limited	41,552	165.00	6,856,080	280.28	11,646,073	(4,789,993)
Himalayan Everest Insurance Limited	12,055	600.00	7,233,000	703.80	8,484,314	(1,251,314)
Ridi Power Company Limited	7,000	243.00	1,701,000	596.58	4,176,078	(2,475,078)
Global IME Balanced Fund-1	500,000	9.34	4,670,000	10.00	5,000,000	(330,000)
Goodwill Finance Limited	3,459	483.00	1,670,697	508.71	1,759,619	(88,922)
SuryaJyoti Life Insurance Company Limited	28,122	610.00	17,154,420	860.02	24,185,499	(7,031,079)
Sanima Growth Fund	250,000	9.99	2,497,500	10.00	2,500,000	(2,500)
Nepal Investment Mega Bank Limited	17,153	173.80	2,981,191	317.96	5,453,973	(2,472,782)
Himalayan Bank Limited	22,085	212.80	4,699,688	258.87	5,717,237	(1,017,549)
Siddhartha Premier Insurance Limited	30,790	778.50	23,970,015	960.32	29,568,315	(5,598,300)
Sunrise Focused Equity Fund	1,000,000	9.68	9,680,000	10.00	10,000,000	(320,000)
IGI Prudential insurance Limited	9,817	560.00	5,497,520	743.92	7,303,100	(1,805,580)
Himalayan Life Insurance Limited	25,256	507.00	12,804,792	739.02	18,664,646	(5,859,854)
RBB Mutual Fund 2	850,000	10.00	8,500,000	10.00	8,500,000	-
Modi Energy Limited	6,676	207.50	1,385,270	100.00	667,600	717,670
United Ajod Insurance Limited	12,600	489.49	6,167,574	707.75	8,917,678	(2,750,104)
Siddhartha Investment Growth Scheme 3	320,000	10.00	3,200,000	10.00	3,200,000	-
Sub-Total (A)			745,872,957		1,017,551,069	(271,678,112)
UNLISTED						
Citizen Unit Scheme	700,000	100.00	70,000,000	100.00	70,000,000	-
Citizen Unit Scheme	200,000	100.00	20,000,000	100.00	20,000,000	-
Citizen Unit Scheme	600,000	100.00	60,000,000	100.00	60,000,000	-
Shubha Laxmi Kosh	250,000	10.08	2,520,000	10.00	2,500,000	20,000
Nabil Flexi Cap Fund	500,000	9.90	4,950,000	10.00	5,000,000	(50,000)
Citizens Super 30 Mutual Fund	500,000	10.00	5,000,000	10.00	5,000,000	-
Nepal Republic Media Ltd.	8,912	110.98	989,054	100.00	891,200	97,854
Ghorahi Cement Industries Ltd.	5,800	465.30	2,698,740	435.00	2,523,000	175,740
Three Star Hydropower Ltd.	715	158.12	113,056	100.00	71,500	41,556
Upper Syange Hydropower Ltd.	628	108.71	68,270	100.00	62,800	5,470
Kutheli Bukhari Small Hydropower Ltd.	114	261.57	29,819	100.00	11,400	18,419
IME Life Insurance Co. Ltd.	11,263	435.20	4,901,658	236.91	2,668,317	2,233,340
Sub-Total (B)			171,270,596		168,728,217	2,542,379
Grand Total			917,143,553		1,186,279,286	(269,135,733)
Unrealised Gain / (Loss)					(269,135,733)	
Less: Previous year unrealised gain/(loss)					(317,288,068)	
Unrealised Gain / (Loss) This Year					48,152,335	

Computation of Unrealized Gains/loss for FY 2078/79:

Name	Unit	Value per unit	Value Amount	Cost Price	Total Cost	Gain/(Loss)
LISTED						
Nabil Bank Limited	20,085	824.00	16,550,040	1,129.82	22,692,336	(6,142,296)
Civil Bank Ltd	16,168	213.00	3,443,784	213.77	3,456,207	(12,423)
SHIVAM CEMENTS LTD	32,723	760.00	24,869,480	1,587.69	51,954,063	(27,084,583)
Nepal Reinsurance Company Limited	20,335	735.00	14,946,225	1,260.64	25,635,112	(10,688,887)
NMB Microfinance Bittiya Sanstha Ltd.	10,341	750.10	7,756,784	1,282.22	13,259,461	(5,502,677)
Forward Community Microfinance Bittiya Sanstha Ltd.	9,628	2,385.00	22,962,780	2,110.98	20,324,477	2,638,303
Premier Insurance Co. Ltd.	26,950	576.00	15,523,200	1,097.15	29,568,315	(14,045,115)
Surya Life Insurance Company Limited	28,122	387.00	10,883,214	860.02	24,185,499	(13,302,285)
NIC Asia Bank Ltd.	53,433	696.00	37,189,368	933.47	49,878,137	(12,688,769)
Prime Life Insurance Company Limited	22,350	569.00	12,717,150	835.11	18,664,646	(5,947,496)

Deprosc Laghubitta Bittiya Sanstha Limited	17,182	940.00	16,151,080	1,481.82	25,460,668	(9,309,588)
Shikhar Insurance Co. Ltd.	34,843	807.00	28,118,301	1,590.41	55,414,690	(27,296,389)
SABAIKO LAGHUBITTA BITTIYA SANSTHA LTD.	5,110	1,074.90	5,492,739	1,385.48	7,079,788	(1,587,049)
Global IME Laghubitta Bittiya Sanstha Ltd.	17,487	1,299.00	22,715,613	2,133.36	37,306,116	(14,590,503)
Mero Microfinance Bittiya Sanstha Ltd.	17,997	847.00	15,243,459	1,470.83	26,470,494	(11,227,035)
Nepal Credit And Commercial Bank Limited	40,200	210.90	8,478,180	289.70	11,646,073	(3,167,893)
Nepal Bangladesh Bank Limited	22,252	399.00	8,878,548	375.05	8,345,602	532,946
Prudential Insurance Co. Ltd.	9,501	348.00	3,306,348	768.67	7,303,100	(3,996,752)
Nepal Life Insurance Co. Ltd.	18,637	747.00	13,921,839	1,731.49	32,269,858	(18,348,019)
Neco Insurance Co. Ltd.	29,251	694.00	20,300,194	1,214.71	35,531,489	(15,231,295)
Life Insurance Co. Nepal	15,454	1,415.00	21,867,410	2,041.09	31,543,042	(9,675,632)
Prabhu Bank Limited	30,059	207.00	6,222,213	418.11	12,568,007	(6,345,794)
Prime Commercial Bank Ltd.	42,393	265.00	11,234,145	416.42	17,653,185	(6,419,040)
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited Promoter Share	99,356	600.00	59,613,600	425.92	42,317,938	17,295,662
National Life Insurance Co. Ltd.	30,991	577.00	17,881,807	1,049.03	32,510,534	(14,628,727)
Prabhu Select Fund	1,468,090	9.61	14,108,345	10.00	14,680,900	(572,555)
SANJEN JALAVIDHYUT COMPANY LIMITED	23,475	260.00	6,103,500	437.72	10,275,412	(4,171,912)
RASUWAGADHI HYDROPOWER COMPANY LTD.	33,159	273.00	9,052,407	448.78	14,881,122	(5,828,715)
Sanima Mai Hydropower Ltd.	5,571	306.00	1,704,726	456.64	2,543,950	(839,224)
Nepal Bank Limited	19,722	298.00	5,877,156	420.77	8,298,509	(2,421,353)
Mountain Energy Nepal Limited	13,260	800.00	10,608,000	1,262.57	16,741,626	(6,133,626)
Citizen Investment Trust	4,947	2,515.00	12,441,705	3,323.09	16,439,323	(3,997,618)
Standard Chartered Bank Limited	14,374	396.30	5,696,416	555.12	7,979,282	(2,282,866)
Mahalaxmi Bikas Bank Ltd.	14,540	378.00	5,496,120	452.49	6,579,253	(1,083,133)
Machhapuchhre Bank Limited	44,346	254.00	11,263,884	349.91	15,517,090	(4,253,206)
Kamana Sewa Bikas Bank Limited	18,221	349.90	6,375,528	549.79	10,017,813	(3,642,285)
Garima Bikas Bank Limited	17,560	387.00	6,795,720	527.65	9,265,512	(2,469,792)
Muktinath Bikas Bank Ltd.	21,248	439.90	9,346,995	600.12	12,751,452	(3,404,457)
Prabhu Insurance Ltd.	18,598	428.00	7,959,944	942.70	17,532,297	(9,572,353)
Soaltee Hotel Limited	19,800	202.50	4,009,500	278.04	5,505,193	(1,495,693)
Vijaya laghubitta Bittiya Sanstha Ltd.	8,213	940.00	7,720,220	1,567.76	12,876,020	(5,155,800)
Swabalamban Laghubitta Bittiya Sanstha Limited	10,553	1,169.00	12,336,457	1,516.47	16,003,298	(3,666,841)
Laxmi Laghubitta Bittiya Sanstha Ltd.	4,369	1,275.00	5,570,475	1,956.92	8,549,786	(2,979,311)
Swarojgar Laghu Bitta Bikas Bank Ltd.	10,000	851.00	8,510,000	1,230.97	12,309,710	(3,799,710)
Global IME Bank Limited	17,820	251.40	4,479,948	379.79	6,767,850	(2,287,902)
Century Commercial Bank Ltd.	45,725	183.00	8,367,675	259.79	11,878,958	(3,511,283)
Sana Kisan Bikas Laghubitta Bittiya Sanstha Limited	10,000	1,065.00	10,650,000	1,589.11	15,891,084	(5,241,084)
Ridi Hydropower Development Company Ltd.	5,000	838.00	4,190,000	835.22	4,176,078	13,922
Manushi Laghubitta Bittiya Sanstha Limited	591	1,002.00	592,182	100.00	59,100	533,082
Sahas Urja Limited	9,720	460.00	4,471,200	603.32	5,864,235	(1,393,035)
United Insurance Co. (Nepal) Ltd.	12,000	350.00	4,200,000	743.14	8,917,678	(4,717,678)
Himalayan General Insurance Co. Ltd	11,733	520.00	6,101,160	723.12	8,484,314	(2,383,154)
Siddhartha Bank Limited	29,433	303.00	8,918,199	454.25	13,370,027	(4,451,828)
Himalayan Distillery Limited	4,465	3,410.00	15,225,650	3,845.30	17,169,266	(1,943,616)
Nabil Balanced Fund-3	16,670	9.43	157,198	10.00	166,700	(9,502)
NMB Bank Limited	22,606	261.00	5,900,166	354.20	8,007,010	(2,106,844)
Mega Bank Nepal Ltd.	20,058	226.00	4,533,108	297.61	5,969,387	(1,436,279)
Chhimek Laghubitta Bittiya Sanstha Limited	12,482	1,100.00	13,730,200	1,338.62	16,708,690	(2,978,490)
Samata Gharelu Laghubitta Bittiya Sanstha Limited	3,253	799.00	2,599,147	1,318.27	4,288,331	(1,689,184)
NIC ASIA Laghubitta Bittiya Sanstha Limited	4,500	859.90	3,869,550	1,275.22	5,738,495	(1,868,945)
Rastra Utthan Laghubitta Sanstha Limited	1,605	926.00	1,486,230	100.00	160,500	1,325,730

Rastriya Beema Company Limited	800	13,400.00	10,720,000	16,342.14	13,073,711	(2,353,711)
Balephi Hydropower Limited	3,412	239.70	817,856	100.00	341,200	476,656
Upakar Laghubitta Bittiya Sanstha Limited	441	2,699.00	1,190,259	100.00	44,100	1,146,159
CYC Nepal Laghubitta Bittiya Sanstha Limited	738	1,698.20	1,253,272	100.00	73,800	1,179,472
River Falls Power Limited	5,005	222.00	1,111,110	100.00	500,500	610,610
Sub-Total (A)			691,808,709		1,009,437,398	(317,628,689)
UNLISTED						
Citizen Unit Scheme	700,000	100.00	70,000,000	100.00	70,000,000	-
Citizen Unit Scheme	200,000	100.00	20,000,000	100.00	20,000,000	-
Citizen Unit Scheme	600,000	100.00	60,000,000	100.00	60,000,000	-
Bindhyabasini Hydropower Development Co. Ltd.-IPO	2,750	155.41	427,378	100.00	275,000	152,378
Adarsha Laghubitta Bittiya Sanstha Ltd.-IPO	123	203.17	24,990	100.00	12,300	12,690
Himalayan Hydropower Ltd.-IPO	3,477	100.80	350,482	100.00	347,700	2,782
Upper Solu Hydro Electric Co. Ltd.-IPO	3,458	111.58	385,844	100.00	345,800	40,044
Upper Hewakhola Hydropower Co. Ltd.-IPO	2,650	110.75	293,488	100.00	265,000	28,488
Swet Ganga Hydropower & Construction Ltd.- IPO	4,221	112.26	473,849	100.00	422,100	51,749
Rapti Hydro & General Construction Ltd.-IPO	4,479	101.65	455,290	100.00	447,900	7,390
Mandakini Hydrpower Ltd.-IPO	2,038	122.13	248,901	100.00	203,800	45,101
Sub-Total (B)			152,660,221		152,319,600	340,621
Grand Total			844,468,930		1,161,756,998	
			Unrealised Gain / (Loss)		(317,288,068)	
			Less: Previous year unrealised gain/(loss)		(2,217,925)	
			Unrealised Gain / (Loss) This Year		(315,070,143)	

15. Impairment

Accounting policy

The fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets.

16. Related Party Transactions

(As identified by the management and relied upon by the auditors)

Related Parties

- Fund Sponsor: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Fund Manager and Depository: NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), a subsidiary of the Sponsor.
- Shareholders holding substantial interest in the Fund Manager: Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.).
- Subsidiaries of Major Shareholders of Fund Manager with whom the Fund transacted: None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard - on 'Related Party Disclosures'.

- Unit Holding of Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)- Fund Sponsor amounts to NPR 290,000,000 (at par value of NPR 10 per unit)
- Unit Holding of NIMB Ace Capital Limited (Then NIMB Ace Capital Ltd.)- Fund Management amounts to NPR 10,000,000 (at par value of NPR 10 per unit)
- NIBL Samriddhi Fund- II have earned interest amounting to NPR. 3,30,259 (NPR. Three Hundred Thirty Thousand Two Hundred Fifty-Nine Only) from Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)
- Fund Management and Depository Fee incurred by NIBL Samriddhi Fund- II during the year amounts to NPR. 22,124,041 (NPR. Twenty-Two Million One Hundred Twenty-Four Thousand Forty-One Only).

- Fund management and depository fee payable at year end by NIBL Samriddhi Fund-II to NIMB Ace Capital Limited NPR. 5,724,620 (NPR. Five Million Seven Hundred Twenty-Four Thousand Six Hundred Twenty Only).
- The Scheme has a current/call account bank balance of NPR. 43,837,639 (NPR. Forty-Three Million Eight Hundred Thirty-Seven Thousand Six Hundred Thirty-Nine Only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) earning interest at the rate of 2.01%.
- The scheme has invested in fixed deposit in Nepal Investment Mega Bank Ltd of NRs 5,000,000 at the interest rate of 9.50% as on Ashad End 2080.
- Depository Participant (DP) Fee for transaction expenses NPR. 150 (NPR. One-Hundred Fifty Only) has been paid to NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) during the year.

16.1 As per regulation no. 36(2) of Mutual Fund Regulation 2067, the fund shall not invest on securities of other schemes under same mutual Fund or on the securities issued by the Sponsor or Depository of that mutual Fund. The sponsor of the fund: Nepal Investment Mega Bank Ltd has started its joint operation from Poush 27, 2079 after merger of Nepal Investment Bank Ltd and Mega Bank Nepal Ltd. The fund has outstanding investment of 17,153 units of share in Nepal Investment Mega Bank Ltd as on year end, 2080 which it has invested in Mega Bank Nepal Ltd before merger. The fair value of this investment is NRs. 2,981,191 as on Ashad End, 2080. The fund is in the process of disposing of this investment.

17. Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

18. Contingent Liability

There is no contingent liability in respect of underwriting commitments, uncalled liability on partly paid shares and other commitments.

19. Event after Reporting Date

The Fund monitors and assess events that may have potential impact to qualify as adjusting and/or non-adjusting events after the end of the reporting period. All adjusting events are adjusted in the books with additional disclosures and non-adjusting material events are disclosed in the notes with possible financial impact, to the extent ascertainable.

There are no material events that has occurred subsequent to 31st Ashad 2080 till the signing of this financial statement.

20. Proposed Dividend

The Scheme has not proposed any cash dividend for fiscal year 2079/80 to its unit-holders.

On Behalf of NIBL Ace Capital Limited
(Fund Management Company)

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

As per our Report of even date

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Arun Raut, FCA
Partner
S. R. Pandey & Co.
Chartered Accountants

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

दिनदिनैको SHARE को किनबेचले हैरान हुनुहुन्छ?

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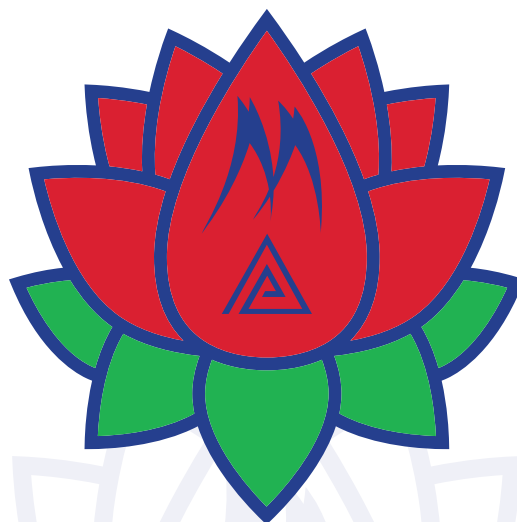
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CAPITAL LIMITED
Managing Shares. Managing Investments.

wholly owned
subsidiary of



NIMB
नेपाल इन्भेस्टमेन्ट मेगा बैंक लि.
NEPAL INVESTMENT MEGA BANK LTD.

*T&C applied



Managing shares. Managing investments.

NIBL Pragati Fund

NIBL Pragati Fund (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to diligently manage the fund with the aim to achieve high return for unit holders, growth of both capital and income from investment in shares and conservation of capital. The Scheme commenced its operation on 27th Poush 2073 (Scheme allotment date) B.S. with maturity period of 7 years (i.e. 26th Poush 2080 B.S.). It was listed in NEPSE on 6th Chaitra, 2073. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 13th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Fund	NIBL Mutual Fund
Scheme	NIBL Pragati Fund
Fund Sponsor	Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' bank)
Fund Management	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme	75,000,000 (Seventy-five million units)
Total Unit Capital	NPR 750,000,000 (NPR Seven hundred fifty Million)
Scheme type	Close-ended

Independent Auditor's Report

The Fund Manager
NIBL Pragati Fund
Kathmandu, Nepal

Report on the Financial Statements

Opinion

We have audited the accompanying Financial Statements of NIBL Pragati Fund, which comprise the Statement of Financial Position as at 31 Ashad, 2080 (16 July 2023), Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Unitholder's fund and Statement of Cash Flows for the year then ended, and a summary of Significant Accounting Policies and Other Explanatory Notes.

In our opinion, the accompanying financial statements presents fairly, in all material respects the financial position of NIBL Pragati Fund as at 31 Ashad, 2080 (16 July 2023), and of its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the *Auditors Responsibilities for the Audit of Financial Statements* section of our Report. We are independent of the NIBL Pragati Fund in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements and ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no any key audit matters to communicate in our report

Information Other than the Financial Statements and Auditor's Report Thereon

The Scheme's Management is responsible for the other information. The other information comprises the information included in the Management Report but does not include the financial statements and our auditor's report thereon. Such information is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read such other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



Responsibility of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with Governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities of the Audit of the Financial Statements

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

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

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

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

Report on Other Legal and Regulatory Requirements

Based on our audit, we would like to further report that:

- i. Financial Statements have been prepared in accordance with Nepal Financial Reporting Standard (NFRS); Securities Act, 2063; Securities Board Regulation, 2064; Mutual Fund Regulations, 2067; Mutual Fund Guidelines, 2069 and are in line with the books of account maintained by the Scheme.



- ii. We have not come across any instances where any employee of the Fund Manager has acted against the provision of relevant laws or other regulatory provisions or has performed any irregularity or have caused any damage or loss to the scheme.
- iii. The Fund Manager has an effective internal control system in place.
- iv. The Fund Manager has an effective internal audit system in place.
- v. We did not come across any action performed against the interest of Unit holder and stock market.
- vi. The funds under the Scheme have been invested in accordance with the Mutual Fund Regulations 2067.
- vii. The operation of the Scheme is found satisfactory.



Aman Uprety
Partner

Place: Kathmandu, Nepal
Date: August 30, 2023

UDIN No.: 230901CA00451IC2bV

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Financial Position

as at 31st Ashad 2080 (16th July, 2023)

NPR

Particulars	Notes	FY 2079/80	FY 2078/79
Assets			
Current Assets			
Cash and Cash Equivalents	3.2	153,556,819	142,557,670
Other Current Assets	4.5	12,427,472	12,223,894
Financial Assets Held at Amortized Cost		-	-
Financial Assets Held at Fair Value Through Profit or Loss	4.6	638,707,842	631,240,368
Total		804,692,133	786,021,931
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	5.2	3,910,071	4,214,731
Liabilities (Excluding Net Assets Attributable to Unitholders)		3,910,071	4,214,731
Unit Holder's Funds			
Net Assets Attributable to Unit Holders	6	800,782,062	781,807,200
Total		804,692,133	786,021,931
NAV per Unit		10.68	10.42

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Aman Uprety, FCA
Proprietor
S.A.R. Associates,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date: 30th August, 2023
Place: Kathmandu

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Profit or Loss and other Comprehensive Income

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	Notes	FY 2079/80	FY 2078/79
Income			
Interest Income	7.2	15,932,112	13,898,027
Dividend Income	7.3	3,463,109	1,252,874
Net Profit/(Loss) on Financial Assets Held at Fair Value through Profit and Loss	13b	45,246,199	(207,137,259)
Underwriting Commission Income		175,000	-
Total		64,816,420	(191,986,359)
Expenses and Losses			
Fund Management fees		11,361,022	14,212,077
Depository Fees		1,514,803	1,894,944
Fund Supervisors Fees		908,882	1,136,966
Publication Expenses		165,196	172,732
Listing Fees		50,000	50,000
Audit Fees		113,000	113,000
Bank Charges		4,066	5,386
DP Expense		150	400
CDS Dematerialisation Registration Fee		120,000	120,000
Annual Service Charges on Software		99,440	99,440
Book Building Registration & AMC Expenses-NEPSE		5,000	15,000
Other Expenses		-	113
Total expenses		14,341,559	17,820,058
Net Gains/(Losses) for the Period		50,474,861	(209,806,417)
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		50,474,861	(209,806,417)

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Aman Uprety, FCA
Proprietor
S.A.R. Associates,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date: 30th August, 2023
Place: Kathmandu

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Cash Flow

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	FY 2079/80	FY 2078/79
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	50,474,861	(209,806,417)
Adjustments for:		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	(21,395,175)	418,817,355
Increase/(Decrease) in Liabilities	(304,660)	(2,370,046)
(Increase)/Decrease in Share	13,927,701	67,580,413
(Increase)/Decrease in Other Assets	(203,578)	20,002,804
Net cash generated/(used) in Operations (1)	42,499,149	294,224,110
B. Cash Flow from Financing Activities		
Dividend Paid during the year	(31,500,000)	(375,000,000)
Net cash generated/(used) in financing (2)	(31,500,000)	(375,000,000)
C. Cash Flow from Investing Activities	-	-
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	10,999,149	(80,775,890)
Cash and Cash Equivalents at beginning of the year/period	142,557,670	223,333,560
Cash and Cash Equivalents at end of period	153,556,819	142,557,670
Components of Cash and Cash Equivalents		
Balance with Banks	153,556,819	142,557,670

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Aman Uprety, FCA
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Chief Executive Officer

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Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date: 30th August, 2023
Place: Kathmandu

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Change in Unit Holder's Fund

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particular	FY 2079/80	FY 2078/79
Unit Holders' Fund at the Beginning of the Year/Period	781,807,201	1,366,613,617
Increase in Net Assets Attributable to Unit Holders:		
Net Gains/(Losses) for the Period	50,474,861	(209,806,417)
Other Comprehensive income		-
Distribution to Unit Holders'	(31,500,000)	(375,000,000)
Unit Holders' Fund at the End of the Year/Period	800,782,062	781,807,201

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Aman Uprety, FCA
Proprietor
S.A.R. Associates,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

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Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date: 30th August, 2023
Place: Kathmandu



NIBL Pragati Fund

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Notes to the Financial Statements as of 31st Ashad 2080 (16th July 2023)

1. General Information of the Scheme

Fund	NIBL Mutual Fund
Scheme	NIBL Pragati Fund
Fund Sponsor	Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' bank)
Fund Management	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme	75,000,000 (Seventy-five million units)
Total Unit Capital	NPR 750,000,000 (NPR Seven hundred fifty Million)
Scheme type	Close-ended

NIBL Pragati Fund (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to diligently manage the fund with the aim to achieve high return for unit holders, growth of both capital and income from investment in shares and conservation of capital. The Scheme commenced its operation on 27th Poush 2073 (Scheme allotment date) B.S. with maturity period of 7 years (i.e. 26th Poush 2080 B.S.). It was listed in NEPSE on 6th Chaitra, 2073. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 13th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)- NIMB is the Fund Sponsor and NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.), a subsidiary of NIMB duly licensed by Securities Board of Nepal (SEBON), has been appointed as the Fund Manager of the Scheme by the Sponsor after obtaining due approval from SEBON. Further, the Fund Manager is also providing Depository services to the unit holders of the Scheme in line with the prevailing regulations on mutual fund.

The Unit Capital of the Scheme comprises of the following:

Holder	Status	No. of Units	Holding Amount at Par	Holding (%)
Nepal Investment Bank	Fund Sponsor	10,250,000	102,500,000	13.66
NIBL Ace Capital Limited	Fund Manager & Depository	1,000,000	10,000,000	1.34
General Public		63,750,000	637,500,000	85
Total		75,000,000	750,000,000	100

2. Summary of Significant Accounting Policies

The Principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied unless otherwise stated.

2.1 Statement of Compliance:

The Financial Statements are presented in Nepalese Rupees, rounded to the nearest Rupee. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). Further the financial statements are in compliance with Securities Act, 2063 and its regulation and other relevant laws.

2.2 Basis of Preparation

The fund while complying with the reporting standards, makes critical accounting judgment as having potentially material impact on the financial statements. The significant accounting policies that relate to the financial statements as a whole along with the judgments made are described herein.

Where an accounting policy is generally applicable to a specific item, the policy is described within that relevant note. NFRS requires the fund to exercise judgment in making accounting estimates. Description of such estimates has been given in the relevant sections wherever they have been applied.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities.

The statement of financial position is presented on liquidity basis. Assets and liabilities are presented in decreasing order of liquidity. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unit holders.

2.3 Reporting Pronouncements

The fund has, for the preparation of financial statements, adopted the NFRS pronounced by ASB. NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.4 Accounting Conventions

The financial statements have been prepared on a historical cost basis, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

The financial statements have been prepared on a going concern basis where the accounting policies and judgments as required by the standards are consistently used and in case of deviations disclosed specifically.

2.5 Presentation

The financial statements have been presented in the nearest Nepalese Rupees.

For presentation of the statement of financial position assets and liabilities have been bifurcated into current and non-current distinction.

The statement of profit or loss has been prepared using classification 'by nature' method.

The cash flows from operation within the statement of cash flows have been derived using the indirect method.

2.6 Presentation currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the fund.

2.7 Accounting Policies and accounting estimates

The fund, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further the fund is required to make judgment in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. This may later be determined that a different choice could have been more appropriate.

Accounting policies have been included in the relevant notes for each item of the financial statements.

NFRS requires the fund to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The fund applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates are recognized in the period in which the estimates is revised and are applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2.8 Financial Periods

The fund follows the Nepalese financial year based on the Nepalese calendar.

2.9 Limitation of NFRS implementation

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

3. Cash and Cash Equivalents

Accounting policy

3.1 For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash at bank.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

Explanatory notes

3.2 The carrying amount of cash and cash equivalents are representative of their fair values as at the respective reporting date

Amount in Rs.		
Particulars	31 Ashad 2080	32 Ashad 2079
Cash and Cash Equivalent	153,556,819	142,557,670
Total	153,556,819	142,557,670

4. Financial Instruments

Accounting policy

4.1 The Fund's principal financial assets comprise assets held at fair value through profit and loss, assets measured at amortized cost, loans and receivables. The main purpose of these financial instruments is to generate a return on the investment made by unit holders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In Accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's interest receivables are classified as 'Financial Assets measured at Amortized Cost'. Equity securities / debentures are classified as fair value through profit and loss. The amount attributable to unit holders is classified as equity and is carried at the redemption amount being net asset value. Payables are designated as 'other financial liabilities' at amortized cost.

4.2 Classification

The Fund's investments are classified as fair value through profit or loss, fair value at amortized cost and loans and receivables. They comprise:

Financial Assets and Liabilities Held at Fair Value through Profit or Loss

Financial assets, held for trading are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted equity securities held for trading. The dividend income from the quoted equity securities is recorded in the profit or loss.

Recognition / De- recognition

The Fund recognizes financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognizes changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognized when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged or expired.

Realized gains and realized losses on de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

4.3 Measurement

a. Financial Assets and Liabilities Held at Fair Value through Profit or Loss

At initial recognition, the Fund measures a financial asset at its fair value.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category is presented in the statement of comprehensive income within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

b. Financial Assets Measured at Amortized Cost

Financial assets at this category are measured initially at fair value plus transaction costs and subsequently amortized using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

Receivables may include amounts for dividends, interest and trade receivables. Dividends are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(6) above.

Receivable are recognized and carried at amortized cost, less a provision for any uncollectable debts. An estimate for doubtful debt is made when collection of an amount is no longer probable.

Recoverability of receivable is reviewed on an ongoing basis at an individual portfolio level. Individual debts that are known to be uncollectable are written off when identified. An impairment provision is recognized when there is objective evidence that the Fund will not be able to collect the receivable. Financial difficulties of the debtor, default payments are considered objective evidence of impairment. The amount of the impairment loss is the receivable carrying amount compared to the present value of estimated future cash flows, discounted at the original effective interest rate.

4.4 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Explanatory note

4.5 Other Current Assets

Amount in Rs.		
Particulars	31 Ashad 2080	32 Ashad 2079
Dividend Income Receivable	150,125	70,709
Interest Receivables	12,150,000	9,450,000
Broker Receivables	-	616,391
TDS Receivable on Interest	-	247
TDS Receivables	127,347	127,347
IPO Refund Receivables	-	1,959,200
Total	12,427,472	12,223,894

4.6 Financial Assets Held at Fair Value Through Profit or Loss (FVTPL)

Amount in Rs.

Particulars	31 Ashad 2080	32 Ashad 2079
Financial Assets Held for Trading		
Equity Security	638,707,842	631,240,368
Total Financial Assets held for Trading (A)	638,707,842	631,240,368
Designated Financial Assets at FVTPL	-	-
Total Designated at FVTPL (B)	-	-
Total Financial Assets Held at FVTPL (A+B)	638,707,842	631,240,368

Comparative Investment in Listed Shares

Amount in Rs.

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
LISTED						
Himalayan Bank Limited	65,212	213	13,877,114	41,088	299.20	12,293,530
Machhapuchhre Bank Limited	37,980	232	8,803,764	37,980	254.00	9,646,920
Siddhartha Bank Limited	44,666	253	11,300,498	39,703	303.00	12,030,009
Citizens Bank International Limited	12,355	173	2,138,651	12,355	202.50	2,501,888
Sanima Bank Limited	12,551	261	3,269,536	11,410	276.00	3,149,160
NIC Asia Bank Limited	21,479	794	17,050,030	21,479	696.00	14,949,384
Nepal SBI Bank Limited	40,459	341	13,796,519	39,281	282.30	11,089,026
Nepal Bangladesh Bank Limited	-	-	-	11,768	399.00	4,695,432
NMB Bank Limited	20,593	226	4,654,018	20,593	261.00	5,374,773
Century Commercial Bank Limited	-	-	-	53,379	183.00	9,768,357
Everest Bank Limited	18,475	563	10,401,425	16,349	439.00	7,177,211
Kumari Bank Limited	41,914	165	6,915,810	-	-	-
Mega Bank Nepal Limited	-	-	-	45,425	226.00	10,266,050
Prabhu Bank Limited	127,902	163	20,796,865	67,594	207.00	13,991,958
Nabil Bank Limited	26,628	599	15,955,498	17,410	824.00	14,345,840
Excel Development Bank Limited	1	325	325	1	327.00	327
Himalayan General Insurance Company Ltd.	-	-	-	5,310	520.00	2,761,200
National Life Insurance Company Limited	42,706	645	27,545,370	34,385	577.00	19,840,145
Shikhar Insurance Company Limited	18,231	845	15,405,195	15,716	807.00	12,682,812
Life Insurance Corporation Nepal Limited	19,050	1,555	29,622,750	24,330	1,415.00	34,426,950
Sagarmatha Insurance Company Limited	-	-	-	3,844	870.00	3,344,280
Neco Insurance Company Limited	7,322	891	6,524,634	6,368	694.00	4,419,392
RMDC Laghubitta Bittiya Sanstha Limited	1	775	775	-	-	-
Chhimek Laghubitta Bittiya Sanstha Limited	12,899	1,000	12,899,000	24,875	1,100.00	27,362,500
Forward Community Microfinance Bittiya Sanstha Limited	1,365	1,321	1,803,165	1,092	2,385.00	2,604,420
Samata Microfinance Bittiya Sanstha Limited	6,788	703	4,769,928	5,903	799.00	4,716,497
Nerude Laghubitta Bittiya Sanstha Limited	20,117	688	13,840,496	16,490	880.00	14,511,200
Mahuli Laghubitta Bittiya Sanstha Limited	-	-	-	1	1,155.00	1,155
Deprosc Laghubitta Bittiya Sanstha Limited	29,295	826	24,197,670	26,624	940.00	25,026,560
Aadhikhola Laghubitta Bittiya Sanstha Limited	-	-	-	152	1,370.00	208,240
Citizen Investment Trust	19,032	2,089	39,757,848	11,712	2,515.00	29,455,680
Himalayan Distillery Ltd.	5,674	2,248	12,755,152	6,233	3,410.00	21,254,530
Nepal Reinsurance Co Ltd.	21,718	740	16,071,320	19,746	735.00	14,513,310
Sabaiko Laghubitta Bittiya Sanstha limited	-	-	-	1	1,074.90	1,075

Sanjen Hydropower Co. Ltd.	1,000	297	296,900	1,000	260.00	260,000
Premier Insurance Co Ltd.	-	-	-	27,603	576.00	15,899,328
Prime Life Insurance Co Ltd.	-	-	-	37,575	569.00	21,380,175
NIC Asia Laghubitta Bittiya Sanstha Limited	5,000	729	3,645,000	5,000	859.90	4,299,500
Nepal Insurance Co. Ltd.	-	-	-	5,170	445.90	2,305,303
Shivam Cements Ltd	9,962	652	6,490,243	9,962	760.00	7,571,120
Surya Life Insurance Company Limited	-	-	-	26,517	387.00	10,262,079
Samaj Laghubitta Bittiya Sanstha Limited	156	166	25,929	156	166.21	25,929
Api Power Company Ltd.	-	-	-	1	244.50	245
National Microfinance Bittiya Sanstha Ltd.	-	-	-	1	1,935.00	1,935
Mountain Energy Nepal Limited	9,404	995	9,356,980	9,404	800.00	7,523,200
Nepal Infrastructure Bank Limited	10,000	224	2,240,000	31,301	240.00	7,512,240
Kumari Equity Fund	150,850	10.17	1,534,145	150,000	10.07	1,510,500
Global IME Laghubitta Bittiya Sanstha Ltd.	5,626	1,061	5,969,186	5,023	1,299.00	6,524,877
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9,448	633	5,980,584	9,448	756.00	7,142,688
Nepal Credit And Commercial Bank Limited	-	-	-	40,549	210.90	8,551,784
Laxmi Laghubitta Bittiya Sanstha Ltd.	9,530	893	8,510,290	8,287	1,275.00	10,565,925
NMB Microfinance Bittiya Sanstha Ltd.	8,687	640	5,559,680	7,898	750.10	5,924,290
Sunrise Bluechip Fund	494,000	7.85	3,877,900	494,000	8.74	4,317,560
United Insurance Co. (Nepal) Ltd.	-	-	-	11,215	350.00	3,925,250
Kamana Sewa Bikas Bank Limited	13,352	327	4,366,104	12,789	349.90	4,474,871
Ridi Hydropower Development Company Ltd.	-	-	-	5,000	838.00	4,190,000
Manushi Laghubitta Bittiya Sanstha Limited	-	-	-	295	1,002.00	295,590
Sahas Urja Limited	6,920	484	3,348,588	6,920	460.00	3,183,200
Nabil Balanced Fund-3	16,670	7.57	126,192	16,670	9.43	157,198
Jyoti Bikas Bank Limited	5,386	298	1,605,028	5,230	302.20	1,580,506
Soaltee Hotel Limited	-	-	-	6,000	202.50	1,215,000
Rastra Utthan Laghubitta Sanstha Limited	-	-	-	793	926.00	734,318
Balephi Hydropower Limited	-	-	-	1,706	239.70	408,928
Upakar Laghubitta Bittiya Sanstha Limited	-	-	-	221	2,699.00	596,479
Civil Bank Ltd	-	-	-	14,719	213.00	3,135,147
CYC Nepal Laghubitta Bittiya Sanstha Limited	-	-	-	369	1,698.20	626,636
River Falls Power Limited	-	-	-	2,457	222.00	545,454
Asha Laghubitta Bittiya Sanstha Ltd.	1	785	785	-	-	-
Himalayan Everest Insurance Limited	5,456	600	3,273,600	-	-	-
Goodwill Finance Limited	3,601	483	1,739,283	-	-	-
SuryaJyoti Life Insurance Company Limited	26,517	610	16,175,370	-	-	-
Nepal Investment Mega Bank Limited	40,870	174	7,103,206	-	-	-
Siddhartha Premier Insurance Limited	31,536	779	24,550,776	-	-	-
Sunrise Focused Equity Fund	1,000,000	10	9,680,000	-	-	-
Sagarmatha Lumbini Insurance Co. Limited	4,320	748	3,231,360	-	-	-
Himalayan Life Insurance Limited	42,460	507	21,527,220	-	-	-
Modi Energy Limited	3,453	208	716,498	-	-	-
United Ajod Insurance Limited	11,775	489	5,763,745	-	-	-
Ridi Power Company Limited	13,176	243	3,201,768	-	-	-
Total			494,049,713			495,057,065

Comparative Investment in Unlisted Shares

Amount in Rs.

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
UNLISTED						
Citizen Unit Scheme	500,000	100.00	50,000,000	500,000	100.00	50,000,000
Citizen Unit Scheme	250,000	100.00	25,000,000	250,000	100.00	25,000,000
Citizen Unit Scheme	500,000	100.00	50,000,000	500,000	100.00	50,000,000
Citizen Unit Scheme	100,000	100.00	10,000,000	100,000	100.00	10,000,000
Bindhyabasini Hydropower Development Co. Ltd.-IPO	-	-	-	1,350	155.41	209,804
Adarsha Laghubitta Bittiya Sanstha Ltd.-IPO	-	-	-	61	203.17	12,393
Himalayan Hydropower Ltd.-IPO	-	-	-	1,706	100.80	171,965
Upper Solu Hydro Electric Co. Ltd.-IPO	-	-	-	1,697	111.58	189,351
Upper Hewakhola Hydropower Co. Ltd.-IPO	-	-	-	1,300	110.75	143,975
Swet Ganga Hydropower & Construction Ltd.- IPO	-	-	-	2,071	112.26	232,490
Rapti Hydro & General Construction Ltd.-IPO	-	-	-	2,197	101.65	223,325
Kumari Sunaulo Lagani Yojana-IPO	500,000	10.65	5,325,000	-	-	-
Nepal Republic Media Ltd.-IPO	4,302	110.98	477,436	-	-	-
Ghorahi Cement Industries Ltd.-IPO	2,800	465.30	1,302,840	-	-	-
Three Star Hydropower Ltd.-IPO	344	158.12	54,393	-	-	-
Upper Syange Hydropower Ltd.-IPO	303	108.71	32,939	-	-	-
Kutheli Bukhari Small Hydropower Ltd.-IPO	57	261.57	14,909	-	-	-
IME Life Insurance Co. Ltd - IPO	5,631	435.20	2,450,611	-	-	-
Total			144,658,129			136,183,303
Grand Total			638,707,842			631,240,368

5. Payables

Accounting policy

- 5.1** Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Explanatory notes

5.2 Accrued Expenses and Other Payables

Amount in Rs.

Particulars	31 Ashad 2080	32 Ashad 2079
Reporting Expenses Payables	20,000	34,042
Audit Fee Payable	111,500	111,500
Provision for Realizable Tax on Dividend	5,975	5,975
Provision for Book Building AMC- NEPSE	10,000	5,000
TDS Liability	89,599	96,804
Software AMC Payable	97,948	97,948
Fund Management Fee Payable - NIMB Ace Capital	2,875,032	3,114,653
Depository Fee Payables - NIMB Ace Capital	383,338	415,287
Supervisor Fee Payables	198,479	215,022
DP Fee Payable	-	300
CDS Fees Payable	118,200	118,200
Total	3,910,071	4,214,731

Provision for realizable tax on dividend and TDS receivable represents amount of impairment booked on TDS receivable and Dividend receivable.

Fund management fee and depository fee includes fee payable to NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) for fund management and depository services.

6. Net Assets Attributable to Unit holders

Unit holders' funds have been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unit holders, as at the statement of financial position date.

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' expenses over market value of the total investment plus investment income divided by number of units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapital.com. The said information is also shared with the Board members of the Fund Manager & the Fund Supervisors via e-mail. Further, the NAV per unit calculated on a monthly basis is published on a national daily newspaper and uploaded on the website of the Fund Manager with prior notification of the same forwarded to the Fund Supervisors & SEBON in writing.

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily changes in Market Price of Share at Nepal Stock Exchange.

Distribution to unit holders is recognized in the statement of changes in unit holders' funds. Income not distributed is included in net assets attributable to unit holders.

Amount in Rs.		
Particulars	31 Ashad 2080	32 Ashad 2079
Units Holders' Fund at the beginning of the Year/Period	781,807,201	1,366,613,617
Increase in Net Assets Attributable to Unit Holders	50,474,861	(209,806,417)
Distribution to Unit Holders	(31,500,000)	(375,000,000)
Units Holders' Fund at the end of the Year/Period	800,782,062	781,807,200

7. Investment Income

Accounting Policy

- 7.1** Interest income is recognized in profit or loss for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/ (losses) on financial instruments.

The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Dividend income is recognized on the ex-dividend date.

Explanatory notes

7.2 Interest Income

Amount in Rs.		
Particulars	31 Ashad 2080	32 Ashad 2079
Interest on Bank Deposits	3,756,227	4,448,027
Interest on Fixed income instruments	12,175,885	9,450,000
Total	15,932,112	13,898,027

7.3 Dividend Income

Amount in Rs.

Particulars	31 Ashad 2080	32 Ashad 2079
Dividend Income Realized	3,463,109	1,252,874
Total	3,463,109	1,252,874

8. Expenses

All expenses, including management fees supervisor fees and depository fees, are recognized in profit or loss on accruals basis.

The management participation fees of the fund of the period 1st Shrawan 2079 to 31st Ashad 2080 are as follows:

- Fund Management Fees : 1.5% of Net Assets Value (NAV)
- Depository Fees : 0.2% of NAV
- Fund Supervisor Fees : 0.12% of NAV

Total Fund Management, Depository & Fund Supervisor's Fees are calculated and recognized as per the Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069.

Total Fund Management, Depository & Fund Supervisor's Fees calculated on the basis of 365 days a year is presented in Nepalese currency and charged as under:

Amount in Rs.

Particulars	FY 2079/80	FY 2078/79
Fund Management Fee	11,361,022	14,212,077
Depository Fee	1,514,803	1,894,944
Fund Supervisor Fee	908,882	1,136,966
Total	13,784,707	17,243,987

9. Income Tax

Income Tax Act, 2058 has not specifically charged corporate tax liability on Mutual Fund. TDS is not applicable on withholding tax on interest, dividend income and gain on disposal of shares of Mutual Fund Scheme. Accordingly, Mutual Fund Scheme is not considered as tax-entity and corporate tax on Fund is not considered. However, the Office of the Auditor's General in its 56th Annual Report has raised concern on taxability of the mutual fund. Further, the finance ordinance of FY 2078/79 has included Mutual Fund under Section 10 of the Income Tax Act, 2058 as tax exempt entities. TDS on return from mutual fund (i.e.; dividend) paid to individual is deducted at 5% which is final and to entity is tax deducted at 15% (which is not final). Therefore, the fund management is of the view that return from the fund is duly taxed as per the principal of income tax and is not subject to further tax liability for FY 2079/80.

10. Distributions

The distributions, if any to unit holders are recognized in statement of changes in unit holders' funds.

11. Financial Risk Management

The Fund's activities are exposed to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's investment policy. It also seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The management of these risks is carried out by the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.), the fund management company. The fund supervisors provide principles for overall risk management, as well as written policies covering specific areas, such as interest rate risk, credit risk and non-derivative financial instruments and the investment of excess liquidity.

The Fund uses different methods to measure and mitigate different types of risk to which it is exposed.

11.1 Market Risk

a. Price Risk

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Paragraph below sets out how this component of price risk is managed and measured. Investments are classified in the statement of financial position as at fair value through profit or loss and loans and receivables. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the management company.

All of the Fund's equity investments in companies are listed in NEPSE. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund Management Company.

Investment Threshold

As per the Mutual Fund Regulation, 2067 (Third Amendment) investment in Fixed deposit cannot be made more than 15% of total fund size or NAV of the scheme.

b. Foreign Exchange Rate Risk

The Fund is not exposed to the fluctuations in exchange rates as all investments and transactions of the fund are made in investments denominated in NPR.

c. Cash Flow and Fair Value Interest Rate Risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates.

Financial instruments with fixed rates expose the Fund to fair value interest rate risk. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund has direct exposure to interest rate changes on the valuation and cash flows of its interest-bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Fund invests and impact on the valuation of certain assets that use interest rates as an input in their valuation model.

11.2 Credit Risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. However, there is no investment in debt securities.

Credit risk on cash and cash equivalents, other receivable balances.

In accordance with the Fund's policy, the Management Company monitors the Fund's credit position on a daily basis. The Fund can maximize the returns derived for the level of risk to which the Fund is exposed.

11.3 Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable units. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market or can be readily disposed.

The Fund's listed securities are considered readily realizable, as all are listed on the Nepal Stock Exchange.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period.

In accordance with the Fund's policy, the Management Company monitors the Fund's liquidity position on a regular basis.

12. Fair Value Measurement

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

ii. Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

Equities which are listed but no transactions are made within last 30 days is valued at 180 days Average Market price provided by NEPSE and Equities which are listed but no transactions are made within last 180 days is valued at last traded price of the stock at NEPSE considering it as level two input.

Listed stocks that are not trading due to suspension by NEPSE citing Merger, Acquisition, Natural calamity and/or any other reasons is valued at the Closing Price available of particular stock of the last day of its trading on NEPSE.

The Fair value of IPO Investments after allotment till listing, is valued applying the valuation model as specified below:

- I) 50% of the Latest Net Worth Published by the Company.
- II) 50% based on the Earnings Capitalization, based on the projections of the company by considering latest interest rate of the Government Bonds after applicable tax deductions as discount factor which is considered as level 3 input.

After the book closure date and till the rights are listed, right entitlements are valued as difference between the right price and ex-right price. This is explained with the help of following formula:

$$V_r = n / m \times (P_{ex} - P_{of})$$

Where

V_r = Value of Rights

n = Number of rights offered

m = Number of original shares held

P_{ex} = Ex-right price

P_{of} = Rights offer price

Valuation of total Right Entitlement = $V_r \times \text{No. of shares held before Ex- date}$

13. Net Gain/Losses on financial Assets held at fair value through profit or loss

a. Accounting policy

Realized gain is the difference between the cost price and realized price on the sale of the shares after deducting the selling expenses.

Unrealized gain is the difference between the cost price and the closing market price available at the end of the reporting period or the latest trading price if the closing price as on the year end is not available.

b. Explanatory notes

Amount in Rs.

Particulars	FY 2079/80	FY 2078/79
Net Realized (Losses)/Gains on Financial Assets at FVTPL	23,851,024	211,680,096
Net Unrealized (Losses)/Gains on Financial Assets at FVTPL	21,395,175	(418,817,355)
Total	45,246,199	(207,137,259)

Computation of Unrealized Gains for FY 2079/80:

Amount in Rs.

Name	Unit	Price	Value	Cost Price	Total Cost	Gain/ (Loss)
LISTED						
Himalayan Bank Limited	65212	212.8	13,877,114	379	24,704,759	(10,827,646)
Machhapuchhre Bank Limited	37980	231.8	8,803,764	338	12,825,846	(4,022,082)
Siddhartha Bank Limited	44666	253	11,300,498	401	17,906,899	(6,606,401)
Citizens Bank International Limited	12355	173.1	2,138,651	253	3,127,123	(988,473)
Sanima Bank Limited	12551	260.5	3,269,536	305	3,833,306	(563,770)
NIC Asia Bank Limited	21479	793.8	17,050,030	801	17,198,384	(148,354)
Nepal SBI Bank Limited	40459	341	13,796,519	647	26,170,806	(12,374,287)
NMB Bank Limited	20593	226	4,654,018	354	7,284,543	(2,630,525)
Everest Bank Limited	18475	563	10,401,425	766	14,158,425	(3,757,000)
Kumari Bank Limited	41914	165	6,915,810	268	11,219,499	(4,303,689)
Prabhu Bank Limited	127902	162.6	20,796,865	279	35,684,691	(14,887,826)
Nabil Bank Limited	26628	599.2	15,955,498	898	23,910,135	(7,954,637)
Excel Development Bank Limited	1	325.4	325	100	100	225
National Life Insurance Company Limited	42706	645	27,545,370	777	33,190,625	(5,645,255)
Shikhar Insurance Company Limited	18231	845	15,405,195	1,302	23,729,421	(8,324,226)
Life Insurance Corporation Nepal Limited	19050	1555	29,622,750	1,863	35,492,870	(5,870,120)
Neco Insurance Company Limited	7322	891.1	6,524,634	887	6,497,240	27,395
RMDC Laghubitta Bittiya Sanstha Limited	1	775	775	-	-	775
Chhimek Laghubitta Bittiya Sanstha Limited	12899	1000	12,899,000	627	8,089,985	4,809,015
Forward Community Microfinance Bittiya Sanstha Limited	1365	1321	1,803,165	1,835	2,504,688	(701,523)
Samata Microfinance Bittiya Sanstha Limited	6788	702.7	4,769,928	1,142	7,751,300	(2,981,372)
Nerude Laghubitta Bittiya Sanstha Limited	20117	688	13,840,496	880	17,693,616	(3,853,120)
Deprosc Laghubitta Bittiya Sanstha Limited	29295	826	24,197,670	985	28,858,860	(4,661,190)
Citizen Investment Trust	19032	2089	39,757,848	2,110	40,165,471	(407,623)
Himalayan Distillery Ltd.	5674	2248	12,755,152	2,028	11,506,075	1,249,077
Nepal Reinsurance Co Ltd.	21718	740	16,071,320	1,132	24,577,519	(8,506,199)
Sanjen Hydropower Co. Ltd.	1000	296.9	296,900	356	355,522	(58,622)
NIC Asia Laghubitta Bittiya Sanstha Limited	5000	729	3,645,000	1,278	6,389,817	(2,744,817)
Shivam Cements Ltd	9962	651.5	6,490,243	1,483	14,770,860	(8,280,617)
Samaj Laghubitta Bittiya Sanstha Limited	156	166.21	25,929	100	15,600	10,329
Mountain Energy Nepal Limited	9404	995	9,356,980	1,209	11,365,038	(2,008,058)
Nepal Infrastructure Bank Limited	10000	224	2,240,000	121	1,212,089	1,027,911
Kumari Equity Fund	150850	10.17	1,534,145	10	1,507,672	26,473
Global IME Laghubitta Bittiya Sanstha Ltd.	5626	1061	5,969,186	1,878	10,563,085	(4,593,899)
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9448	633	5,980,584	1,184	11,181,723	(5,201,139)
Laxmi Laghubitta Bittiya Sanstha Ltd.	9530	893	8,510,290	1,811	17,258,702	(8,748,412)
NMB Microfinance Bittiya Sanstha Ltd.	8687	640	5,559,680	1,185	10,295,790	(4,736,110)
Sunrise Bluechip Fund	494000	7.85	3,877,900	10	4,940,000	(1,062,100)

Kamana Sewa Bikas Bank Limited	13352	327	4,366,104	525	7,003,394	(2,637,290)
Sahas Urja Limited	6920	483.9	3,348,588	604	4,181,970	(833,382)
Nabil Balanced Fund-3	16670	7.57	126,192	10	166,700	(40,508)
Jyoti Bikas Bank Limited	5386	298	1,605,028	371	1,997,696	(392,668)
Asha Laghubitta Bittiya Sanstha Ltd.	1	785	785	-	-	785
Himalayan Everest Insurance Limited	5456	600	3,273,600	642	3,504,267	(230,667)
Goodwill Finance Limited	3601	483	1,739,283	510	1,837,944	(98,661)
SuryaJyoti Life Insurance Company Limited	26517	610	16,175,370	749	19,871,688	(3,696,318)
Nepal Investment Mega Bank Limited	40870	173.8	7,103,206	328	13,408,014	(6,304,808)
Siddhartha Premier Insurance Limited	31536	778.5	24,550,776	853	26,889,185	(2,338,409)
Sunrise Focused Equity Fund	1000000	9.68	9,680,000	10	10,000,000	(320,000)
Sagarmatha Lumbini Insurance Co. Limited	4320	748	3,231,360	1,146	4,952,737	(1,721,377)
Himalayan Life Insurance Limited	42460	507	21,527,220	660	28,026,234	(6,499,014)
Modi Energy Limited	3453	207.5	716,498	100	345,300	371,198
United Ajod Insurance Limited	11775	489.49	5,763,745	695	8,180,769	(2,417,024)
Ridi Power Company Limited	13176	243	3,201,768	514	6,775,507	(3,573,739)
(A) Sub-Total			494,049,713		665,079,487	(171,029,774)
UNLISTED						
Citizen Unit Scheme	500000	100	50,000,000	100	50,000,000	-
Citizen Unit Scheme	250000	100	25,000,000	100	25,000,000	-
Citizen Unit Scheme	500000	100	50,000,000	100	50,000,000	-
Citizen Unit Scheme	100000	100	10,000,000	100	10,000,000	-
Kumari Sunaulo Lagani Yojana-IPO	500000	10.65	5,325,000	10	5,000,000	325,000
Nepal Republic Media Ltd.-IPO	4302	110.98	477,436	100	430,200	47,236
Ghorahi Cement Industries Ltd.-IPO	2800	465.3	1,302,840	435	1,218,000	84,840
Three Star Hydropower Ltd.-IPO	344	158.12	54,393	100	34,400	19,993
Upper Syange Hydropower Ltd.-IPO	303	108.71	32,939	100	30,300	2,639
Kutheli Bukhari Small Hydropower Ltd.-IPO	57	261.57	14,909	100	5,700	9,209
IME Life Insurance Co. Ltd – IPO	5631	435.2	2,450,611	237	1,334,040	1,116,571
Sub-Total (B)			144,658,129		143,052,640	1,605,489
Grand Total (A+B)			638,707,842		808,132,127	(169,424,285)
Unrealised Gain / (Loss)					(169,424,285)	
Less: Previous year unrealised gain/(loss)					(190,819,460)	
Unrealised Gain / (Loss) This Year					21,395,175	

Computation of Unrealized Gains for FY 2078/79:

Amount in Rs.

Name	Unit	Price	Value	Cost Price	Total Cost	Gain/ (Loss)
LISTED						
Himalayan Bank Limited	41088	299.20	12,293,530	470.00	19,311,404	(7,017,874)
Machhapuchhre Bank Limited	37980	254.00	9,646,920	337.70	12,825,846	(3,178,926)
Siddhartha Bank Limited	39703	303.00	12,030,009	451.02	17,906,899	(5,876,890)
Citizens Bank International Limited	12355	202.50	2,501,888	253.11	3,127,123	(625,236)
Sanima Bank Limited	11410	276.00	3,149,160	335.96	3,833,306	(684,146)
NIC Asia Bank Limited	21479	696.00	14,949,384	800.71	17,198,384	(2,249,000)
Nepal SBI Bank Limited	39281	282.30	11,089,026	666.25	26,170,806	(15,081,780)
Nepal Bangladesh Bank Limited	11768	399.00	4,695,432	373.09	4,390,530	304,902
NMB Bank Limited	20593	261.00	5,374,773	353.74	7,284,543	(1,909,770)

Century Commercial Bank Limited	53379	183.00	9,768,357	244.41	13,046,481	(3,278,124)
Everest Bank Limited	16349	439.00	7,177,211	866.01	14,158,425	(6,981,214)
Mega Bank Nepal Limited	45425	226.00	10,266,050	307.07	13,948,666	(3,682,616)
Prabhu Bank Limited	67594	207.00	13,991,958	334.91	22,638,210	(8,646,252)
Nabil Bank Limited	17410	824.00	14,345,840	1,121.17	19,519,605	(5,173,765)
Excel Development Bank Limited	1	327.00	327	100.00	100	227
Himalayan General Insurance Company Limited	5310	520.00	2,761,200	659.94	3,504,267	(743,067)
National Life Insurance Company Limited	34385	577.00	19,840,145	965.26	33,190,625	(13,350,480)
Shikhar Insurance Company Limited	15716	807.00	12,682,812	1,509.89	23,729,421	(11,046,609)
Life Insurance Corporation Nepal Limited	24330	1,415.00	34,426,950	1,863.14	45,330,265	(10,903,315)
Sagarmatha Insurance Company Limited	3844	870.00	3,344,280	1,288.43	4,952,737	(1,608,457)
Neco Insurance Company Limited	6368	694.00	4,419,392	1,020.30	6,497,240	(2,077,848)
Chhimek Laghubitta Bittiya Sanstha Limited	24875	1,100.00	27,362,500	765.24	19,035,287	8,327,213
Forward Community Microfinance Bittiya Sanstha Limited	1092	2,385.00	2,604,420	2,293.67	2,504,688	99,732
Samata Microfinance Bittiya Sanstha Limited	5903	799.00	4,716,497	1,313.11	7,751,300	(3,034,803)
Nerude Laghubitta Bittiya Sanstha Limited	16490	880.00	14,511,200	1,072.99	17,693,616	(3,182,416)
Mahuli Laghubitta Bittiya Sanstha Limited	1	1,155.00	1,155	-	(0)	1,155
Deprosc Laghubitta Bittiya Sanstha Limited	26624	940.00	25,026,560	1,083.92	28,858,260	(3,831,700)
Aadhikhola Laghubitta Bittiya Sanstha Limited	152	1,370.00	208,240	84.03	12,773	195,467
Citizen Investment Trust	11712	2,515.00	29,455,680	3,429.43	40,165,471	(10,709,791)
Himalayan Distillery Ltd.	6233	3,410.00	21,254,530	3,245.22	20,227,457	1,027,073
Nepal Reinsurance Co Ltd.	19746	735.00	14,513,310	1,244.68	24,577,519	(10,064,209)
Sabaiko Laghubitta Bittiya Sanstha limited	1	1,074.90	1,075	-	(0)	1,075
Sanjen Hydropower Co. Ltd.	1000	260.00	260,000	355.52	355,522	(95,522)
Premier Insurance Co Ltd.	27603	576.00	15,899,328	974.14	26,889,185	(10,989,857)
Prime Life Insurance Co Ltd.	37575	569.00	21,380,175	745.87	28,026,234	(6,646,059)
NIC Asia Laghubitta Bittiya Sanstha Limited	5000	859.90	4,299,500	1,277.96	6,389,817	(2,090,317)
Nepal Insurance Co. Ltd.	5170	445.90	2,305,303	645.41	3,336,792	(1,031,489)
Shivam Cements Ltd	9962	760.00	7,571,120	1,482.72	14,770,860	(7,199,740)
Surya Life Insurance Company Limited	26517	387.00	10,262,079	749.39	19,871,688	(9,609,609)
Samaj Laghubitta Bittiya Sanstha Limited	156	166.21	25,929	100.00	15,600	10,329
Api Power Company Ltd.	1	244.50	245	100.00	100	145
National Microfinance Bittiya Sanstha Ltd.	1	1,935.00	1,935	-	-	1,935
Mountain Energy Nepal Limited	9404	800.00	7,523,200	1,208.53	11,365,038	(3,841,838)
Nepal Infrastructure Bank Limited	31301	240.00	7,512,240	121.21	3,793,896	3,718,344
Kumari Equity Fund	150000	10.07	1,510,500	10.00	1,500,000	10,500
Global IME Laghubitta Bittiya Sanstha Ltd.	5023	1,299.00	6,524,877	2,102.94	10,563,085	(4,038,208)
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9448	756.00	7,142,688	1,183.50	11,181,723	(4,039,035)
Nepal Credit And Commercial Bank Limited	40549	210.90	8,551,784	276.69	11,219,499	(2,667,715)
Laxmi Laghubitta Bittiya Sanstha Ltd.	8287	1,275.00	10,565,925	2,082.62	17,258,702	(6,692,777)
NMB Microfinance Bittiya Sanstha Ltd.	7898	750.10	5,924,290	1,303.59	10,295,790	(4,371,500)
Sunrise Bluechip Fund	494000	8.74	4,317,560	10.00	4,940,000	(622,440)
United Insurance Co. (Nepal) Ltd.	11215	350.00	3,925,250	729.45	8,180,769	(4,255,519)
Kamana Sewa Bikas Bank Limited	12789	349.90	4,474,871	547.61	7,003,394	(2,528,523)
Ridi Hydropower Development Company Ltd.	5000	838.00	4,190,000	834.51	4,172,532	17,468
Manushi Laghubitta Bittiya Sanstha Limited	295	1,002.00	295,590	100.00	29,500	266,090
Sahas Urja Limited	6920	460.00	3,183,200	604.33	4,181,970	(998,770)
Nabil Balanced Fund-3	16670	9.43	157,198	10.00	166,700	(9,502)
Jyoti Bikas Bank Limited	5230	302.20	1,580,506	381.97	1,997,696	(417,190)

Soaltee Hotel Limited	6000	202.50	1,215,000	239.15	1,434,875	(219,875)
Rastra Utthan Laghubitta Sanstha Limited	793	926.00	734,318	100.00	79,300	655,018
Balephi Hydropower Limited	1706	239.70	408,928	100.00	170,600	238,328
Upakar Laghubitta Bittiya Sanstha Limited	221	2,699.00	596,479	100.00	22,100	574,379
Civil Bank Ltd	14719	213.00	3,135,147	212.98	3,134,809	338
CYC Nepal Laghubitta Bittiya Sanstha Limited	369	1,698.20	626,636	100.00	36,900	589,736
River Falls Power Limited	2457	222.00	545,454	100.00	245,700	299,754
(A) Sub-Total			495,057,065		686,021,628	(190,964,563)
UNLISTED						
Citizen Unit Scheme	500000	100.00	50,000,000	100.00	50,000,000	-
Citizen Unit Scheme	250000	100.00	25,000,000	100.00	25,000,000	-
Citizen Unit Scheme	500000	100.00	50,000,000	100.00	50,000,000	-
Citizen Unit Scheme	100000	100.00	10,000,000	100.00	10,000,000	-
Bindhyabasini Hydropower Development Co. Ltd.-IPO	1350	155.41	209,804	100.00	135,000	74,804
Adarsha Laghubitta Bittiya Sanstha Ltd.-IPO	61	203.17	12,393	100.00	6,100	6,293
Himalayan Hydropower Ltd.-IPO	1706	100.80	171,965	100.00	170,600	1,365
Upper Solu Hydro Electric Co. Ltd.-IPO	1697	111.58	189,351	100.00	169,700	19,651
Upper Hewakhola Hydropower Co. Ltd.-IPO	1300	110.75	143,975	100.00	130,000	13,975
Swet Ganga Hydropower & Construction Ltd.-IPO	2071	112.26	232,490	100.00	207,100	25,390
Rapti Hydro & General Construction Ltd.-IPO	2197	101.65	223,325	100.00	219,700	3,625
Sub-Total (B)			136,183,303		136,038,200	145,103
Grand Total (A+B)			631,240,368		822,059,828	(190,819,460)
			Unrealised Gain / (Loss)		(190,819,460)	
			Less: Previous year unrealised gain/(loss)		227,997,895	
			Unrealised Gain / (Loss) This Year		(418,817,355)	

14. Impairment

Accounting policy

The fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets.

15. Related Party Transactions

(As identified by the management and relied upon by the auditors)

Related Parties

- Fund Sponsor: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Fund Manager and Depository: NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), a subsidiary of the Sponsor.
- Shareholders holding substantial interest in the Fund Manager: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Subsidiaries of Major Shareholders of Fund Manager with whom the Fund transacted: None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard - on 'Related Party Disclosures'.

- Unit Holding of Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)- Fund Sponsor, amounts to NPR 102,500,000 (at par value of NPR 10 per unit)
- Unit Holding of NIMB Ace Capital Limited (Fund Management) amounts to NPR 10,000,000 (at par value of NPR 10 per unit)

- NIBL Pragati Fund have earned interest amounting to NPR 17,03,140 (NPR One Million Seven Hundred Three Thousand One Hundred Forty Only) from Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Fund Management and Depository Fee incurred by NIBL Pragati Fund during the year amounts to NPR 12,875,825 (NPR Twelve Million Eight Hundred Seventy-Five Thousand Eight Hundred Twenty-Five Only).
- Fund management and depository fee payable at year end by NIBL Pragati Fund to NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.) NPR 3,258,370 (NPR Three Million Two Hundred Fifty-Eight Thousand Three Hundred Seventy Only).
- The Scheme has a Current/call account bank balance of NPR 12,878,998 (NPR Twelve Million Eight Hundred Seventy-Eight Thousand Nine Hundred Ninety-Eight Only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) at the rate of 1% per annum.

16. Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

17. Contingent Liability

There is no contingent liability in respect of underwriting commitments, uncalled liability on partly paid shares and other commitments.

18. Proposed Dividend

The Scheme has proposed 6.8% Cash Dividend (including applicable withholding tax) for fiscal year 2079/80 to its unit-holders which amounts to NPR. 5,10,00,000 (Nepalese Rupees Five Crore and Ten Lakh Only).

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

Sachin Tibrewal
Chairman

Rabindra Bhattarai
Director

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Deepak Kumar Shrestha
Director

Ananda Kumar Bhattarai
Director

Sachindra Dhungana
Deputy General Manager

Srijana Pandey
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Subhash Poudel
Head- Investment Banking

As per our Report of even date

Aman Uprety, FCA
Partner
S.A.R. Associates,
Chartered Accountants

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu



नेपालकै पहिलो
**OPEN ENDED
MUTUAL FUND**
NIBL SAHABHAGITA FUND
(As Per Mutual Fund Regulations, 2067)

भविष्यको तयारी आजै देखि

आफ्नै व्यवसायको सपना पुरा गर्न,
आजैबाट Systematic Investment Plan
गर्नुहोस्।

योजनाका विशेषताहरु:

- नेपालको पहिलो र सबैभन्दा ठूलो खुलामुखी योजना
- हालसम्मकै सबैभन्दा धेरै प्रतिफल वितरण गर्न सफल
- न्यूनतम लगानी र न्यूनतम जोखिमको दीर्घकालीन लाभ
- न्यूनतम रु. १००० बाट नै लगानी गर्न सकिने



Mutual Funds are subject to market risks. Please read all documents carefully.
NIMB Sahabhagita Fund is Nepal's first open ended mutual fund after implementation of Mutual Fund Regulation, 2067

+977-01-4525280, 9802071444
www.nimbacecapital.com
info@nimbacecapital.com

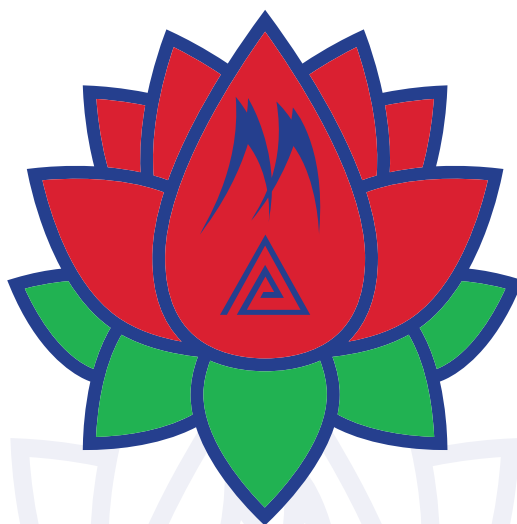


NIMB ACE
CAPITAL LIMITED
Managing Shares. Managing Investments.

wholly owned
subsidiary of



NIMB
नेपाल इन्भेस्टमेन्ट बैंक लि.
NEPAL INVESTMENT BANK LTD.



NIMB ACE
CAPITAL LIMITED
Managing Shares. Managing Investments.

Managing shares. Managing investments.

Mega Mutual Fund-1

Mega Mutual Fund-1 (the Scheme) under Mega Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, growth investment scheme. The objective of the Fund is long term capital appreciation investing predominantly in equity and equity related instruments and partly in fixed income securities. The Scheme commenced its operation on 23 Bhadra, 2078 B.S. (Scheme allotment date) with maturity period of 10 years (i.e., 22 Bhadra 2088 B.S.). It was listed in NEPSE on 28th Kartik, 2078. The Scheme's Financial Statements were approved by the Board of Directors of the NIMB Ace Capital Ltd. (Then Mega Capital Markets Ltd.) on 13 Bhadra 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been obtained.

Fund	Mega Mutual Fund
Scheme	Mega Mutual Fund-1
Fund Sponsor	Nepal Investment Mega Bank Limited (Then Mega Bank Nepal Ltd.) (Licensed by NRB as Class 'A' Bank)
Fund Management	NIMB Ace Capital Limited (Then Mega Capital Markets Ltd.) (A subsidiary of Nepal Investment Mega Bank Ltd.)
Fund Supervisors	Prof. Dr. Bishwambhar Pyakurel Prof. Dr. Bharat Bahadur Karki Dr. Yuba Raj Pandey Mrs. Sarita Bhatta Adhikari CA. Anal Raj Bhattarai
Total Units of Scheme	125,000,000 (One Hundred Twenty-Five Million units)
Total Unit Capital	NPR. 1,250,000,000 (One Billion Two Hundred Fifty Million)
Scheme type	Close-ended

**INDEPENDENT AUDITOR'S REPORT TO
THE FUND MANAGER AND UNIT HOLDERS OF MEGA MUTUAL FUND- 1**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Mega Mutual Fund- 1 ("the Scheme")**, which comprise the Statement of Financial Position as at Ashad 31, 2080, (July 16, 2023), the Statement of Profit or Loss (including Other Comprehensive Income), the Statement of Change in Unit Holders' Fund and the Statement of Cash Flows for the year then ended on that date, and a summary of the significant accounting policies and other explanatory information (hereafter referred to as "the financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid the financial statements presents fairly, in all material respects, the financial position of the Scheme, as at Ashad 31, 2080 (July 16, 2023), and its financial performance, changes in Unit Holders' Fund, cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information, in accordance with Nepal Financial Reporting Standards (NFRS) and other prevailing laws.

Basis for Opinion

We conducted our audit of the financial statements in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Scheme in accordance with the Handbook of The Code of Ethics for Professional Accountants issued by The Institute of Chartered Accountants of Nepal (ICAN), and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of The Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of financial statement as a whole, and in forming the auditor opinion thereon, and the auditor does not provide a separate opinion on these matters.

We have determined that there are no any key audit matters to communicate in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Scheme's Management is responsible for the preparation of the other information. The other information comprises the information included in the Management report, Report of the Board of Directors and Chairman's statement but does not include the financial statements and our auditor's report thereon.

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

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

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



Responsibility of Management and Those Charged with Governance for the Financial Statements

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

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

The Board of Directors / Scheme managers are responsible for overseeing the Scheme's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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



Report on Other Legal and Regulatory Requirements

Based on our examination, we would like to further report that:

- i. The Financial Statement dealt by this report are prepared in accordance with Nepal Financial Reporting Standards (NFRS); Securities Act, 2063; Securities Board Regulations, 2064; Mutual Fund Regulations, 2067; Mutual Fund Guidelines, 2069 and other prevailing laws and are in agreement with the books of account maintained by the Scheme.
- ii. During our examination of the books of account of the Scheme, we have not come across the cases where any office holder or any employee of the Scheme has acted contrary to the provisions of law or caused loss or damage to the Scheme.
- iii. The Fund manager has maintained the required internal control system.
- iv. We have not come across any cases where the Scheme has conducted any activities against the interest of unit holders and the capital market.
- v. The Scheme has an effective internal audit system.
- vi. The Scheme has invested its funds according to Mutual Fund Regulations 2067 except for the investment disclosed in notes no. 16.1 of notes to accounts of the financial statement.
- vii. The operations of the Scheme were found satisfactory.

Place: Kathmandu
Date: 30th August, 2023
UDIN: 230906CA00485mlHKI

For, S. R. Pandey & Co.
Chartered Accountants


.....
Arun Raut, FCA
Partner



Mega Mutual Fund-1

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Financial Position

as at 31st Ashad 2080 (16th July 2023)

NPR

Particulars	Notes	31 Ashad 2080	32 Ashad 2079
Assets			
Current Assets			
Cash and Cash Equivalents	3.2	121,073,034	36,073,545
Other Current Assets	4.6	328,993	11,519,034
Financial Assets Held at Amortized Cost	13	106,358,000	127,500,000
Financial Assets Held at Fair Value Through Profit or Loss	4.7	890,936,725	917,164,809
Total		1,118,696,752	1,092,257,388
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	5.2	5,193,206	12,055,254
Liabilities (Excluding Net Assets Attributable to Unitholders)		5,193,206	12,055,254
Unit Holder's Funds			
Net Assets Attributable to Unit Holders	6	1,113,503,546	1,080,202,134
Total		1,118,696,752	1,092,257,388
NAV per Unit		8.91	8.64

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Proprietor
S. R. Pandey & Co.,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

Mega Mutual Fund-1

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Profit or Loss and other Comprehensive Income

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	Notes	31 Ashad 2080	32 Ashad 2079
Income			
Interest Income	7.2	12,417,681	19,653,082
Dividend Income	7.3	19,133,025	1,364,659
Net Profit/(Loss) on Financial Assets Held at Fair Value through Profit and Loss	14b	21,083,341	(164,515,892)
Total		52,634,047	(143,498,151)
Expenses and Losses			
Fund Management fees		15,669,027	15,378,478
Depository Fees		2,089,204	2,050,464
Fund Supervisors Fees		1,044,602	1,025,232
Publication Expenses		175,262	366,785
Listing Fees		50,000	50,000
Audit Fees		113,000	64,410
Bank Charges		5,177	4,601
Book Building Registration & AMC Expenses- NEPSE		10,000	-
DP Expenses		250	-
Other Expenses		6,113	22,945
Pre-operating Expenses		-	7,146,802
CDS Dematerialisation Registration Fee		170,000	190,000
Total expenses		19,332,635	26,299,715
Net Gains/(Losses) for the Period		33,301,412	(169,797,866)
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		33,301,412	(169,797,866)

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Proprietor
S. R. Pandey & Co.,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

Mega Mutual Fund-1

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Cash Flows

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particulars	31 Ashad 2080	32 Ashad 2079
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	33,301,412	(169,797,866)
Adjustments for:		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	39,609,123	177,362,122
Increase/(Decrease) in Liabilities	(6,862,048)	12,055,254
(Increase)/Decrease in Share	(13,381,039)	(1,094,526,931)
(Increase)/Decrease in Debenture	(3,858,000)	(2,500,000)
(Increase)/Decrease in Fixed Deposit	25,000,000	(125,000,000)
(Increase)/Decrease in Other Assets	11,190,041	(11,519,034)
Net cash generated/(used) in Operations (1)	84,999,489	(1,213,926,455)
B. Cash Flow from Financing Activities		
Issue of Unit Capital	-	1,250,000,000
Dividend Paid during the year	-	-
Net cash generated/(used) in financing (2)	-	1,250,000,000
C. Cash Flow from Investing Activities		
(Increase)/Decrease in Financial Assets at amortized cost		
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	84,999,489	36,073,545
Cash and Cash Equivalents at beginning of the year/period	36,073,545	-
Cash and Cash Equivalents at end of period	121,073,034	36,073,545
Components of Cash and Cash Equivalents		
Balance with Banks	121,073,034	36,073,545

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

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Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

Mega Mutual Fund-1

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement in Changes in Unit holders' Fund

For the Period from 1st Shrawan 2079 to 31st Ashad 2080 (17th July 2022 to 16th July 2023)

NPR

Particular	Unit Capital	Realized Profit	Unrealized Profit	Total
Opening Balance	-	-	-	-
Issue of Unit Capital	1,250,000,000			1,250,000,000
Net Profit (Loss) Upto Last Year	-	-	-	-
Net Profit (Loss) During the year	-	7,564,256	(177,362,122)	(169,797,866)
Dividend Paid	-			-
Balance as on 32/03/2079	1,250,000,000	7,564,256	(177,362,122)	1,080,202,134
Opening Balance	1,250,000,000	-	-	1,250,000,000
Issue of Unit Capital	-	-	-	-
Net Profit (Loss) Upto Last Year	-	7,564,256	(177,362,122)	(169,797,866)
Net Profit (Loss) During the year	-	72,910,535	(39,609,123)	33,301,412
Dividend Paid	-	-	-	-
Balance as on 31/03/2080	1,250,000,000	80,474,791	(216,971,245)	1,113,503,546

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Proprietor
S. R. Pandey & Co.,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

Mega Mutual Fund-1

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Notes to the Financial Statements as of 31st Ashad 2080 (16th July 2023)

1. General Information of the Scheme

Fund	Mega Mutual Fund
Scheme	Mega Mutual Fund-1
Fund Sponsor	Nepal Investment Mega Bank Limited (Then Mega Bank Nepal Ltd.) (Licensed by NRB as Class 'A' Bank)
Fund Management	NIMB Ace Capital Limited (Then Mega Capital Markets Ltd.) (A subsidiary of Nepal Investment Mega Bank Ltd.)
Fund Supervisors	Prof. Dr. Bishwambhar Pyakurel Prof. Dr. Bharat Bahadur Karki Dr. Yuba Raj Pandey Mrs. Sarita Bhatta Adhikari CA. Anal Raj Bhattarai
Total Units of Scheme	125,000,000 (One Hundred Twenty-Five Million units)
Total Unit Capital	NPR. 1,250,000,000 (One Billion Two Hundred Fifty Million)
Scheme type	Close-ended

Mega Mutual Fund-1 (the Scheme) under Mega Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, growth investment scheme. The objective of the Fund is long term capital appreciation investing predominantly in equity and equity related instruments and partly in fixed income securities. The Scheme commenced its operation on 23 Bhadra, 2078 B.S. (Scheme allotment date) with maturity period of 10 years (i.e., 22 Bhadra 2088 B.S.). It was listed in NEPSE on 28th Kartik, 2078. The Scheme's Financial Statements were approved by the Board of Directors of the NIMB Ace Capital Ltd. (Then Mega Capital Markets Ltd.) on 13 Bhadra 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been obtained.

Nepal Investment Mega Bank Ltd.- NIMB (Then Mega Bank Nepal Ltd.) is the Fund Sponsor and NIMB Ace Capital Ltd. (Then Mega Capital Markets Ltd.), a subsidiary of NIMB duly licensed by Securities Board of Nepal (SEBON), has been appointed as the Fund Manager of the Scheme by the Sponsor after obtaining due approval from SEBON. Further, the Fund Manager is also providing Depository services to the unit holders of the Scheme in line with the prevailing regulations on mutual fund.

The Unit Capital of the Scheme comprises of the following:

Holder	Status	No. of Units	Holding Amount @ 10 Each	Holding (%)
Nepal Investment Mega Bank Ltd.	Fund Sponsor	18,750,000	187,500,000	15%
General Public		106,250,000	1,062,500,000	85%
Total		125,000,000	1,250,000,000	100%

2. Summary of Significant Accounting Policies

The Principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied unless otherwise stated.

2.1 Statement of Compliance

The Financial Statements are presented in Nepalese Rupees, rounded to the nearest Rupee. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). Further the financial statements are in compliance with Securities Act, 2063 and its regulation and other relevant laws.

2.2 Basis of Preparation

The fund while complying with the reporting standards, makes critical accounting judgment as having potentially material impact on the financial statements. The significant accounting policies that relate to the financial statements as a whole along with the judgment made are described herein.

Where an accounting policy is generally applicable to a specific item, the policy is described within that relevant note. NFRS requires the fund to exercise judgment in making accounting estimates. Description of such estimates has been given in the relevant sections wherever they have been applied. The financial statements are prepared on the basis of fair value measurement of assets and liabilities.

The statement of financial position is presented on liquidity basis. Assets and liabilities are presented in decreasing order of liquidity. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unit holders.

The statement of profit or loss has been prepared using classification “by nature” method.

The cash flow from operation within the statement of cash flows have been derived using the indirect method.

2.3 Reporting Pronouncements

The fund has, for the preparation of financial statements, adopted the NFRS pronounced by Accounting Standard Board, Nepal and Pronounced by Institute of Chartered Accountant of Nepal (ICAN) as effective on September 13, 2013. NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.4 Accounting Conventions

The financial statements have been prepared on a historical cost basis, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

The financial statements have been prepared on a going concern basis where the accounting policies and judgments as required by the standards are consistently used and in case of deviations disclosed specifically.

2.5 Accounting Policies and accounting estimates

The fund, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further the fund is required to make judgment in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. This may later be determined that a different choice could have been more appropriate.

Accounting policies have been included in the relevant notes for each item of the financial statements.

NFRS requires the fund to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The fund applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates are recognized in the period in which the estimates is revised and are applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2.6 Reporting Periods

The fund follows the Nepalese financial year based on the Nepalese calendar as reporting period.

2.7 Presentation Currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the company.

2.8 Comparatives

The comparatives comprise of the previous year figure for period from 01 Shrawan, 2079 to 31 Ashad, 2080.

2.9 Limitation of NFRS implementation

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

3. Cash and Cash Equivalents

Accounting policy

- 3.1** For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash at bank.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

Explanatory notes

- 3.2** The carrying amount of cash and cash equivalents are representative of their fair values as at the respective reporting date.

Particulars	31 Ashad 2080	32 Ashad 2079
Cash at Bank	121,073,034	36,073,545
Total	121,073,034	36,073,545

4. Financial Instruments

Accounting policy

- 4.1** The Fund's Principal financial assets comprise asset held at fair value through profit and loss, loans and receivables and cash and cash equivalents. The main purpose of these financial instruments is to generate a return on the investment made by unit holders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In Accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's interest receivables are classified as 'Financial Assets measured at Amortized Cost'. Equity securities/debentures are classified as fair value through profit and loss. The amount attributable to unit holders is classified as equity and is carried at the redemption amount being net asset value. Payables are designated as 'other financial liabilities' at amortized cost.

4.2 Classification

The Fund's investments are classified as fair value through profit or loss and loans and receivables. They comprise:

■ **Financial instruments classified as fair value through profit or loss**

Financial assets, held for trading are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted equity securities and listed debentures held for trading. The dividend income from the quoted equity securities and interest income from listed debenture is recorded in the profit or loss.

■ **Financial assets measured at amortized cost**

These are non-derivative financial assets with fixed or determinable payments.

4.3 Recognition / De-recognition

The Fund recognizes financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognizes changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognized when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged or expired.

Realized gains and realized losses on de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

4.4 Measurement

a. Financial Assets and Liabilities Held at Fair Value through Profit or Loss

At initial recognition, the Fund measures a financial asset at its fair value.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial

liabilities at fair value through profit or loss' category is presented in the statement of comprehensive income within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

b. Financial Assets Measured at Amortized Cost

Financial assets at this category are measured initially at fair value plus transaction costs and subsequently amortized using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

Receivables may include amounts for dividends, interest and trade receivables. Dividends are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(6) above.

Receivable are recognized and carried at amortized cost, less a provision for any uncollectable debts. An estimate for doubtful debt is made when collection of an amount is no longer probable.

Recoverability of receivable is reviewed on an ongoing basis at an individual portfolio level. Individual debts that are known to be uncollectable are written off when identified. An impairment provision is recognized when there is objective evidence that the Fund will not be able to collect the receivable. Financial difficulties of the debtor, default payments are considered objective evidence of impairment. The amount of the impairment loss is the receivable carrying amount compared to the present value of estimated future cash flows, discounted at the original effective interest rate.

4.5 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Explanatory note

4.6 Other Current Assets

S.N.	Particulars	31 Ashad 2080	32 Ashad 2079
1	Dividend Income Receivable	16,842	11,096
2	Interest Receivables	260,864	434,334
3	Broker Receivables	-	3,930,304
4	IPO Application Refund Receivable	-	5,488,300
5	IPO Advance	-	1,655,000
6	Other Receivable	51,288	-
Total		328,993	11,519,034

4.7 Financial Assets Held at Fair Value Through Profit or Loss (FVTPL)

Particulars	31 Ashad 2080	32 Ashad 2079
Financial Assets		
Equity Security	888,379,475	917,164,809
Corporate Debentures	2,557,250	-
Total Financial Assets	890,936,725	917,164,809

Comparative Investment in Listed Shares

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
LISTED						
Sanima Bank Limited	104,127	260.50	27,125,084	84,661	276	23,366,436
Nepal Bank Limited	122,517	249.00	30,506,733	120,115	298	35,794,270
Agricultural Development Bank Limited	31,232	233.90	7,305,165	82,302	331	27,241,962
Citizens Bank International Limited	167,182	173.10	28,939,204	167,182	203	33,854,355
IGI Prudential insurance Limited	53,844	560.00	30,152,640	48,801	370	18,056,370
PREMIER INSURANCE COMPNY LTD	-	-	-	43,017	797	34,295,733
Chhimek Laghubitta Bittiya Sanstha Limited	38,698	1,000.00	38,698,000	31,719	1,100	34,890,900
NIC Asia Bank Ltd.	29,150	793.80	23,139,270	32,159	696	22,382,664
Kamana Sewa Bikas Bank Limited	62,124	327.00	20,314,548	49,500	350	17,320,050
Manjushree Finance Ltd.	20,043	550.00	11,023,650	11,200	447	5,006,400
Sagarmatha Insurance Co.Ltd	-	-	-	4,400	1,041	4,579,652
Chilime Hydropower Company Limited	-	-	-	10,000	408	4,080,000
Jyoti Bikas Bank Limited	41,909	298.00	12,488,882	40,689	302	12,296,216
Nepal Bangladesh Bank Ltd	-	-	-	44,521	373	16,619,689
Siddhartha Insurance Limited	-	-	-	4,822	741	3,575,465
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	24,006	633.00	15,195,798	21,979	756	16,616,124
Mahalaxmi Bikas Bank Ltd.	103,773	325.50	33,778,112	65,782	378	24,865,596
Prime Commercial Bank Limited	-	-	-	8,573	749	6,420,148
Sanima Mai Hydropower Ltd.	164,001	355.00	58,220,355	164,001	306	50,184,306
Bank of Kathmandu Ltd.	-	-	-	12,801	328	4,194,120
Garima Bikas Bank Limited	51,809	405.00	20,982,645	11,540	387	4,465,980
Swabalamban Laghubitta Bittiya Sanstha Ltd	12,822	900.60	11,547,493	13,257	1,169	15,497,433
Neco Insurance Limited	3,841	891.10	3,422,715	2,000	694	1,388,000
Siddhartha Bank Limited	145,624	253.00	36,842,872	113,424	303	34,367,472
Prime Commercial Bank Ltd.	132,764	195.00	25,888,980	128,360	265	34,015,400
Prabhu Bank Limited	205,774	162.60	33,458,852	193,215	207	39,995,505
Nirdhan Utthan Laghubitta Bittiya Sanstha Ltd	39,851	765.00	30,486,015	13,438	1,099	14,768,362
Sahas Urja Limited	-	-	-	20,000	460	9,200,000
Muktinath Bikas Bank Ltd.	33,948	407.00	13,816,836	45,530	440	20,028,647
Madhya Bhotekoshi Jalavidyut Company Limited	-	-	-	10,000	234	2,335,000
Union Life Insurance Company Ltd	-	-	-	2,300	656	1,509,030
Sanima Life Insurance Limited	-	-	-	2,700	558	1,506,708
National Life Insurance Co. Ltd.	-	-	-	1,785	577	1,029,945
Shivam Cements Ltd	11,577	651.50	7,542,416	1,600	760	1,216,000
Nepal Credit And Commerce Bank Limited	-	-	-	243,121	211	51,274,219
Panchakanya Mai Hydropower Ltd	19,841	204.00	4,047,564	19,841	221	4,384,861
Panchthar Power Compant Limited	123,385	269.00	33,190,565	123,385	289	35,608,911
Forward Microfinance Laghubitta Bittiya Sanstha Ltd	2,137	1,321.00	2,822,977	13,050	2,385	31,124,250
Machhapuchhre Bank Limited	158,650	231.80	36,775,070	149,523	254	37,978,842
NESDO Sambridha Laghubitta Bittiya Sanstha Ltd	-	-	-	1,000	2,280	2,280,000
Green Ventures Limited	-	-	-	5	304	1,518
Sanima Equity Fund	-	-	-	955,326	13	12,180,407
Sunrise First Mutual Fund	-	-	-	896,197	12	10,306,266
NABIL BALANCED FUND-2	1,717,379	8.80	15,112,935	1,717,379	11	18,513,346
NMB 50	1,509,054	10.50	15,845,067	1,509,054	13	19,466,797

Siddhartha Equity Fund	426,848	9.43	4,025,177	426,848	10	4,217,258
Shikhar Insurance Co. Ltd.	-	-	-	10,000	807	8,070,000
CYC Nepal Laghubitta Bittiya Sanstha Limited	395	1,410.00	556,950	1,318	100	131,800
Himalayan Distillery Limited	-	-	-	2,005	3,410	6,837,050
Kalika Laghubitta Bittiya Sanstha Ltd	2,866	736.00	2,109,376	3,529	1,199	4,229,507
Dordi Khola Jal Bidyut Company Limited	-	-	-	5,488	309	1,696,890
Nepal Life Insurance Co. Ltd.	6,518	744.00	4,849,392	-	-	-
Kumari Bank Limited	283,362	165.00	46,754,730	-	-	-
Nepal Doorsanchar Company Limited	10,000	906.90	9,069,000	-	-	-
NIC Asia Flexi CAP Fund	3,000,000	10.17	30,510,000	-	-	-
Kumari Dhanabridhi Yojana	2,250,000	10.04	22,590,000	-	-	-
Nabil Bank Limited	27,425	599.20	16,433,060	-	-	-
Swarojgar Laghu Bitta Bikas Bank Ltd.	12,078	705.00	8,514,990	-	-	-
Unilever Nepal Limited	4	32,998.00	131,992	-	-	-
HIDCL- Promoter	99,778	102.80	10,257,178	-	-	-
Global IME Balanced Fund-1	400,000	9.34	3,736,000	-	-	-
United Modi Hydropower Ltd.	23,276	213.00	4,957,788	-	-	-
Arun Valley Hydropower Development Co. Ltd.	20,138	255.00	5,135,190	-	-	-
First Micro Finance Laghubitta Bittiya Sanstha Ltd	207	736.30	152,414	-	-	-
Dhaulagiri Laghubitta Bittiya Sanstha Limited	1,063	749.00	796,187	-	-	-
NMB Sulav Investment Fund - 2	400,000	9.99	3,996,000	-	-	-
Sanima Growth Fund	150,000	9.99	1,498,500	-	-	-
Excel Development Bank Ltd.	10,500	325.40	3,416,700	-	-	-
Everest Bank Limited	12,500	563.00	7,037,500	-	-	-
NIBL Growth Fund	1,000,000	10.64	10,640,000	-	-	-
Global IME Bank Limited	24,711	186.00	4,596,246	-	-	-
NABIL Flexi Cap Fund	200,000	9.90	1,980,000	-	-	-
Siddhartha Premier Insurance Limited	5,942	778.50	4,625,847	-	-	-
Singati Hydro Energy Limited	7,694	280.00	2,154,320	-	-	-
Molung Hydropower Company Limited	2	209.40	419	-	-	-
Sagarmatha Lumbini Insurance Co. Limited	8,340	748.00	6,238,320	-	-	-
Sanima Reliance Life Insurance Limited	5,203	556.00	2,892,868	-	-	-
Prabhu Smart Fund	400,000	9.90	3,960,000	-	-	-
Himalayan Life Insurance Limited	16,483	507.00	8,356,881	-	-	-
RBB Mutual Fund 2	50,000	10.00	500,000	-	-	-
Deprosc Laghubitta Bittiya Sanstha Limited	44	826.00	36,344	-	-	-
Siddhartha Investment Growth Scheme 3	150,000	10.00	1,500,000	-	-	-
Sub-Total (A)			862,679,811			825,265,857

Comparative Investment in Unlisted Shares

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
UNLISTED						
HYDROELECTRICITY INVESTMENT & DEVELOPMENT CO.LTD PROMOTER	-	-	-	155,000	178	27,537,300
HIMALAYAN HYDROPOWER LIMITED	-	-	-	6,561	247	1,617,615
UPPER SOLU HYDROPOWER COMPANY LTD	-	-	-	6,525	232	1,511,908
UPPER HEWAKHOLA HYDROPOWER LTD	-	-	-	5,000	205	1,026,450

SWET GANGA HYDROPOWER AND CONSTRUCTION LIMITED	-	-	-	7,965	220	1,755,406
RAPTI HYDRO AND GENERAL CONSTRUCTION LIMITED	-	-	-	8,451	195	1,649,128
MANDAKINI HYDROPOWER LIMITED	-	-	-	3,920	194	762,244
ADARSHA LAGHUBITTA BITTIYA SANSTHA LTD	-	-	-	223	806	179,740
BINDHYABASINI HYDROPOWER DEVELOPMENT COMPANY LIMITED	-	-	-	5,000	369	1,843,550
KUMARI DHANABRIDDI YOJANA	-	-	-	2,250,000	10	22,500,000
NIC ASIA FLEXI CAP FUND	-	-	-	3,000,000	10	30,000,000
GARIMA BIKAS BANK LIMITED	-	-	-	1,846	387	714,402
SANIMA LIFE INSURANCE LIMITED	-	-	-	113	558	63,059
IME GENERAL INSURANCE LIMITED	-	-	-	1,995	370	738,150
Citizens Super 30- NFO	250,000	10	2,500,000	-	-	-
Nepal Repulic Media Ltd.- IPO shares	30,730	168	5,173,703	-	-	-
Three Star Hydropower Ltd.- IPO	2,462	119	293,987	-	-	-
Upper Syange Hydropower Ltd.- IPO	2,167	114	247,601	-	-	-
Kutheli Bukhari Small Hydropower Ltd.- IPO	406	188	76,373	-	-	-
IME Life Insurance Company Ltd.- IPO	40,000	435	17,408,000	-	-	-
Sub-Total (B)			2,56,99,664			91,898,952

Comparative Investment in Debentures

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
DEBENTURES						
Century Debenture 2088	2,500	1,023	2,557,250	-	-	-
Sub-Total (C)			2,557,250			-

5. Payables

Accounting policy

- 5.2** Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Explanatory notes

5.2 Accrued Expenses and Other Payables

Particulars	31 Ashad 2080	32 Ashad 2079
Reporting Expenses Payables	20,000	-
Broker's Payables	-	7,055,246
Audit Fee Payables	111,500	64,410
TDS Liability	114,045	27,469
Payable to SEBON	-	8,466
Payable to CDSC	167,450	-
Fund Management Fee Payable - NIMB Ace Capital	4,005,676	4,263,972
Depository Fee Payables - NIMB Ace Capital	534,090	560,002
Supervisor Fee Payables	230,445	75,690
Book Building Registration at NEPSE AMC	10,000	-
Total	5,193,206	12,055,254

Fund management fee and depository fee includes fee payable to NIMB Ace Capital Limited (Then Mega Capital Markets Ltd.) for fund management and depository services.

6. Net Assets Attributable to Unit holders

Unit holders' funds have been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unit holders, as at the statement of financial position date.

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' expenses over market value of the total investment plus investment income divided by number of units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapital.com. The said information is also shared with the Board members of the Fund Manager & the Fund Supervisors via e-mail. Further, the NAV per unit calculated on a monthly basis is published on a national daily newspaper and uploaded on the website of the Fund Manager with prior notification of the same forwarded to the Fund Supervisors & SEBON in writing.

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily changes in Market Price of Share at Nepal Stock Exchange.

Distribution to unit holders is recognized in the statement of changes in unit holders' funds. Income not distributed is included in net assets attributable to unit holders.

Particular	For the Year Ended on 31 st Ashad 2080	For the Year Ended on 32 nd Ashad 2079
Unit Holders' Fund at the Beginning of the Year/Period	1,080,202,134	1,250,000,000
Increase / (Decrease) in Net Assets Attributable to Unit Holders		
Net Gains/(Losses) for the Period	33,301,412	(169,797,866)
Other Comprehensive income	-	-
Distribution to Unit Holders'	-	-
Unit Holders' Fund at the End of the Year/Period	1,113,503,546	1,080,202,134

7. Investment Income

7.1 Accounting Policy

Interest income is recognized in profit or loss for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/ (losses) on financial instruments.

The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Dividend income is recognized on the ex-dividend date.

Explanatory notes

7.2 Interest Income

Particulars	FY 2079/80	FY 2078/79
Interest income on Debentures, Fixed and Call Deposit	12,417,681	19,653,082
Total	12,417,681	19,653,082

7.3 Dividend Income

Particulars	FY 2079/80	FY 2078/79
Dividend Income Realized	19,133,025	1,364,659
Total	19,133,025	1,364,659

8. Expenses

All expenses, including management fees supervisor fees and depository fees, are recognized in profit or loss on accruals basis.

The management participation fees of the fund of the period 1st Shrawan 2079 to 31st Ashad 2080 are as follows:

Fund Management Fees	: 1.5% of Net Assets Value (NAV)
Depository Fees	: 0.2% of NAV
Fund Supervisor Fees	: 0.10% of NAV

Total Fund Management, Depository & Fund Supervisor's Fees are calculated and recognized as per the Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069.

Total Fund Management, Depository & Fund Supervisor's Fees calculated on the basis of 365 days a year is presented in Nepalese currency and charged as under:

Particulars	FY 2079/80	FY 2078/79
Fund Management Fee	15,669,027	15,378,478
Depository Fee	2,089,204	2,050,464
Fund Supervisor Fee	1,044,602	1,025,232
Total	18,802,833	18,454,173

9. Income Tax

As per section 10 (Tha) of Income Tax Act, 2058 (with amendments), Income earned by mutual fund approved by Securities Board of Nepal as per its objective are tax exempted. TDS on return from mutual fund (i.e., dividend) paid to individual is deducted at 5% which is final and to entity is tax deducted at 15% (which is not final). Therefore, the fund management is of the view that return from the fund is duly taxed as per the principal of income tax and is not subject to further tax liability for FY 2079/80.

10. Distributions

The distributions, if any to unit holders are recognized in statement of changes in unit holders' funds.

11. Financial Risk Management

The Fund's activities are exposed to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's investment policy. It also seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The management of these risks is carried out by the NIMB Ace Capital Ltd. (Then Mega Capital Markets Ltd.), the fund management company. The fund supervisors provide principles for overall risk management, as well as written policies covering specific areas, such as interest rate risk, credit risk and non-derivative financial instruments and the investment of excess liquidity.

The Fund uses different methods to measure and mitigate different types of risk to which it is exposed.

11.1 Market Risk

a. Price Risk

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Paragraph below sets out how this component of price risk is managed and measured. Investments are classified in the statement of financial position as at fair value through profit or loss and loans and receivables. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the management company.

All of the Fund's equity investments in companies are listed in NEPSE. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund Management Company.

b. Foreign Exchange Rate Risk

The Fund is not exposed to the fluctuations in exchange rates as all investments and transactions of the fund are made in investments denominated in NPR.

c. Cash Flow and Fair Value Interest Rate Risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates. Financial instruments with fixed rates expose the Fund to fair value interest rate risk. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund has direct exposure to interest rate changes on the valuation and cash flows of its interest-bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Fund invests and impact on the valuation of certain assets that use interest rates as an input in their valuation model.

11.2 Credit Risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. However, there is no investment in debt securities.

Credit risk on cash and cash equivalents, other receivable balances.

In accordance with the Fund's policy, the Management Company monitors the Fund's credit position on a daily basis. The Fund can maximize the returns derived for the level of risk to which the Fund is exposed. The table below is a summary of the significant sector concentrations within the equity portfolio. The table below is a summary of the significant sector concentrations within the equity portfolio.

For Fiscal Year 2079-80

Sector	Value	Cost	Proportionate Exposure	Growth%
Commercial Banks	324,802,766	468,718,386	36.56%	-30.70%
Development Banks	104,797,723	132,073,040	11.80%	-20.65%
Finance Companies	11,023,650	11,998,962	1.24%	-8.13%
Hydro Power	108,324,162	137,008,798	12.19%	-20.94%
Investment	10,257,178	10,635,059	1.15%	-3.55%
Life Insurance	33,507,141	26,660,369	3.77%	25.68%
Manufacturing And Processing	7,674,408	6,842,074	0.86%	12.16%
Microfinance	110,916,544	124,490,773	12.49%	-10.90%
Mutual Fund	118,393,679	124,675,861	13.33%	-5.04%
Non-Life Insurance	44,439,522	50,100,723	5.00%	-11.30%
Others	14,242,703	12,203,923	1.60%	16.71%
Total	888,379,476	1,105,407,969	100%	-19.63%

For Fiscal Year 2078-79

Sector	Value	Cost	Proportionate Exposure	Growth%
Commercial Banks	361,084,934	465,465,526	39.37%	-22.42%
Development Banks	79,690,891	106,966,627	8.69%	-25.50%
Finance Companies	5,006,400	8,278,388	0.55%	-39.52%
Hydro Power	117,657,786	141,216,311	12.83%	-16.68%

Investment	27,537,300	19,393,600	3.00%	41.99%
Life Insurance	10,528,890	10,790,097	1.15%	-2.42%
Manufacturing And Processing	8,053,050	8,676,798	0.88%	-7.19%
Microfinance	119,718,116	126,948,698	13.05%	-5.70%
Mutual Fund	117,184,072	117,212,217	12.78%	-0.02%
Non-Life Insurance	70,703,370	89,578,669	7.71%	-21.07%
Total	917,164,809	1,094,526,931	100%	16.20%

11.3 Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable units. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market or can be readily disposed.

The Fund's listed securities are considered readily realizable, as all are listed on the Nepal Stock Exchange.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period.

In accordance with the Fund's policy, the Management Company monitors the Fund's liquidity position on a regular basis.

12. Fair Value Measurement

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

ii. Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

Equities which are listed but no transactions are made within last 30 days is valued at 180 days Average Market price provided by NEPSE and Equities which are listed but no transactions are made within last 180 days is valued at last traded price of the stock at NEPSE considering it as level two input.

Listed stocks that are not trading due to suspension by NEPSE citing Merger, Acquisition, Natural calamity and/or any other reasons is valued at the Closing Price available of particular stock of the last day of its trading on NEPSE

The Fair value of IPO Investments after allotment till listing, is valued applying the valuation model as specified below:

- 50% of the Latest Net Worth Published by the Company.

- II) 50% based on the Earnings Capitalization, based on the projections of the company by considering latest interest rate of the Government Bonds after applicable tax deductions as discount factor which is considered as level 3 input.

After the book closure date and till the rights are listed, right entitlements are valued as difference between the right price and ex-right price. This is explained with the help of following formula:

$$V_r = n / m \times (P_{ex} - P_{of})$$

Where

V_r = Value of Rights

n = Number of rights offered

m = Number of original shares held

P_{ex} = Ex-right price

P_{of} = Rights offer price

Valuation of total Right Entitlement = $V_r \times$ No. of shares held before Ex- date

The unlisted debenture are valued at the cost price and the listed debenture are valued at the fair value based on the last trading price before the year end.

13. Financial Assets Held at Amortized Cost

Particulars	31 Ashad 2080	32 Ashad 2079
Debentures	6,358,000	2,500,000
Fixed Deposit	100,000,000	125,000,000
Total	106,358,000	127,500,000

Comparative Investment in Debenture

Name of Debenture	31 Ashad 2080		32 Ashad 2079	
	Investment Amount	Interest Rate	Investment Amount	Interest Rate
MIbl Debenture	1,652,000	11%	-	-
Lbbl Debenture	4,706,000	11%	-	-
Century Debenture	-	-	2,500,000	10.5%
Total	6,358,000		2,500,000	

Comparative Investment in Fixed Deposit

Name of Bank	31 Ashad 2080		32 Ashad 2079	
	Principal Amount	Interest Rate	Principal Amount	Interest Rate
Mega Bank Nepal Limited	-	-	5,000,000	9.55%
Nepal Credit And Commerce Bank Limited	-	-	20,000,000	8.25%
Prime Commercial Bank Limited	-	-	50,000,000	10.13%
Shangri-La Development Bank Limited	-	-	20,000,000	11.10%
Jyoti Bikas Bank Limited	-	-	30,000,000	11.10%
Sadbl-3	20,000,000	9.10%	-	-
ICFC	50,000,000	9.60%	-	-
Shree Finance	15,000,000	9.60%	-	-
Manjushree Finance	15,000,000	9.60%	-	-
Total	100,000,000		125,000,000	

Note a:

The investment in debentures are recognized on cost. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the debentures are recognized daily as per accrual basis. The interest are received on half yearly basis. The debentures are listed on the stock exchange. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

Note b:

The investment in fixed deposit are recognized on cost. The maturity period of the fixed deposits are not more than one year from the reporting date. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the fixed deposits are recognized daily as per accrual basis. The interest are received on quarterly and on maturity as per the deals executed with the banks. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

14. Net Gain/Losses on financial assets held at fair value through profit or loss (FVTPL)**a. Accounting policy**

Realized gain is the difference between the cost price and realized price on the sale of the shares after deducting the selling expenses.

Unrealized gain is the difference between the cost price and the closing market price available at the end of the reporting period or the latest trading price if the closing price as on the year end is not available.

b. Explanatory notes

Particulars	31 Ashad 2080	32 Ashad 2079
Net Realized Gains/(Losses) on Financial Assets at FVTPL	60,692,464	12,846,230
Net Unrealized Gains/(Losses) on Financial Assets at FVTPL	(39,609,123)	(177,362,122)
Total	21,083,341	(164,515,892)

Computation of Unrealized Gains/loss for FY 2079/80:

Name	Unit	Value per unit	Value Amount	Cost Price	Total Cost	Gain/(Loss)
LISTED SHARES						
Sanima Bank Limited	104,127	260.50	27,125,084	340.52	35,457,772	(8,332,688)
Nepal Bank Limited	122,517	249.00	30,506,733	382.23	46,829,563	(16,322,830)
Agricultural Development Bank Limited	31,232	233.90	7,305,165	412.81	12,892,780	(5,587,615)
Citizens Bank International Limited	167,182	173.10	28,939,204	294.67	49,262,801	(20,323,597)
IGI Prudential insurance Limited	53,844	560.00	30,152,640	666.22	35,872,119	(5,719,479)
Chhimek Laghubitta Bittiya Sanstha Limited	38,698	1,000.00	38,698,000	1,042.96	40,360,279	(1,662,279)
NIC Asia Bank Ltd.	29,150	793.80	23,139,270	829.50	24,179,810	(1,040,540)
Kamana Sewa Bikas Bank Limited	62,124	327.00	20,314,548	489.44	30,405,797	(10,091,249)
Manjushree Finance Ltd.	20,043	550.00	11,023,650	598.66	11,998,962	(975,312)
Jyoti Bikas Bank Limited	41,909	298.00	12,488,882	416.24	17,444,085	(4,955,203)
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	24,006	633.00	15,195,798	799.19	19,185,351	(3,989,553)
Mahalaxmi Bikas Bank Ltd.	103,773	325.50	33,778,112	429.75	44,596,665	(10,818,554)
Sanima Mai Hydropower Ltd.	164,001	355.00	58,220,355	403.97	66,252,292	(8,031,937)
Garima Bikas Bank Limited	51,809	405.00	20,982,645	377.74	19,570,417	1,412,228
Swabalamban Laghubitta Bittiya Sanstha Limited	12,822	900.60	11,547,493	1,088.34	13,954,698	(2,407,204)
Neco Insurance Limited	3,841	891.10	3,422,715	852.22	3,273,380	149,335
Siddhartha Bank Limited	145,624	253.00	36,842,872	350.03	50,973,122	(14,130,250)
Prime Commercial Bank Ltd.	132,764	195.00	25,888,980	332.52	44,147,190	(18,258,210)
Prabhu Bank Limited	205,774	162.60	33,458,852	300.79	61,894,764	(28,435,911)
Nirdhan Utthan Laghubitta Bittiya Sanstha Ltd	39,851	765.00	30,486,015	867.49	34,570,430	(4,084,415)
Muktinath Bikas Bank Ltd.	33,948	407.00	13,816,836	477.07	16,195,693	(2,378,857)
Shivam Cements Ltd	11,577	651.50	7,542,416	584.42	6,765,850	776,565
Panchakanya Mai Hydropower Ltd	19,841	204.00	4,047,564	384.75	7,633,841	(3,586,277)
Panchthar Power Compant Limited	123,385	269.00	33,190,565	399.88	49,338,708	(16,148,143)
Forward Microfinance Laghubitta Bittiya Sanstha Ltd	2,137	1,321.00	2,822,977	1,888.38	4,035,458	(1,212,481)
Machhapuchhre Bank Limited	158,650	231.80	36,775,070	280.49	44,500,018	(7,724,948)
NABIL BALANCED FUND-2	1,717,379	8.80	15,112,935	10.79	18,536,801	(3,423,865)
NMB 50	1,509,054	10.50	15,845,067	12.66	19,110,553	(3,265,486)

Siddhartha Equity Fund	426,848	9.43	4,025,177	10.61	4,528,508	(503,331)
CYC Nepal Laghubitta Bittiya Sanstha Limited	395	1,410.00	556,950	-	-	556,950
Kalika Laghubitta Bittiya Sanstha Ltd	2,866	736.00	2,109,376	898.54	2,575,206	(465,830)
Nepal Life Insurance Co. Ltd.	6,518	744.00	4,849,392	755.74	4,925,944	(76,552)
Kumari Bank Limited	283,362	165.00	46,754,730	232.04	65,752,667	(18,997,937)
Nepal Doorsanchar Company Limited	10,000	906.90	9,069,000	913.09	9,130,923	(61,923)
NIC Asia Flexi CAP Fund	3,000,000	10.17	30,510,000	10.00	30,000,000	510,000
Kumari Dhanabridhi Yojana	2,250,000	10.04	22,590,000	10.00	22,500,000	90,000
Nabil Bank Limited	27,425	599.20	16,433,060	722.25	19,807,640	(3,374,580)
Swarojgar Laghu Bitta Bikas Bank Ltd.	12,078	705.00	8,514,990	803.37	9,703,052	(1,188,062)
Unilever Nepal Limited	4	32,998.00	131,992	19,055.86	76,223	55,769
HIDCL- Promoter	99,778	102.80	10,257,178	106.59	10,635,059	(377,881)
Global IME Balanced Fund-1	400,000	9.34	3,736,000	10.00	4,000,000	(264,000)
United Modi Hydropower Ltd.	23,276	213.00	4,957,788	225.32	5,244,470	(286,682)
Arun Valley Hydropower Development Co. Ltd.	20,138	255.00	5,135,190	279.06	5,619,709	(484,519)
First Micro Finance Laghubitta Bittiya Sanstha Ltd	207	736.30	152,414	-	0	152,414
Dhaulagiri Laghubitta Bittiya Sanstha Limited	1,063	749.00	796,187	100.00	106,300	689,887
NMB Sulav Investment Fund - 2	400,000	9.99	3,996,000	10.00	4,000,000	(4,000)
Sanima Growth Fund	150,000	9.99	1,498,500	10.00	1,500,000	(1,500)
Excel Development Bank Ltd.	10,500	325.40	3,416,700	367.66	3,860,383	(443,683)
Everest Bank Limited	12,500	563.00	7,037,500	540.90	6,761,271	276,229
NIBL Growth Fund	1,000,000	10.64	10,640,000	10.00	10,000,000	640,000
Global IME Bank Limited	24,711	186.00	4,596,246	253.29	6,258,988	(1,662,742)
NABIL Flexi Cap Fund	200,000	9.90	1,980,000	10.00	2,000,000	(20,000)
Siddhartha Premier Insurance Limited	5,942	778.50	4,625,847	687.44	4,084,744	541,103
Singati Hydro Energy Limited	7,694	280.00	2,154,320	314.02	2,416,078	(261,758)
Molung Hydropower Company Limited	2	209.40	419	100.00	200	219
Sagarmatha Lumbini Insurance Co. Limited	8,340	748.00	6,238,320	823.80	6,870,481	(632,161)
Sanima Reliance Life Insurance Limited	5,203	556.00	2,892,868	479.07	2,492,626	400,242
Prabhu Smart Fund	400,000	9.90	3,960,000	10.00	4,000,000	(40,000)
Himalayan Life Insurance Limited	16,483	507.00	8,356,881	592.45	9,765,400	(1,408,519)
RBB Mutual Fund 2	50,000	10.00	500,000	10.00	500,000	-
Deprosc Laghubitta Bittiya Sanstha Limited	44	826.00	36,344	-	-	36,344
Siddhartha Investment Growth Scheme 3	150,000	10.00	1,500,000	10.00	1,500,000	-
Sub-Total (A)			862,679,811		1,089,855,069	(227,175,258)
UNLISTED SHARE						
Citizens Super 30- NFO	250,000	10	2,500,000	10	2,500,000	-
Nepal Repulic Media Ltd.- IPO shares	30,730	168	5,173,703	100	3,073,000	2,100,703
Three Star Hydropower Ltd.- IPO	2,462	119	293,987	100	246,200	47,787
Upper Syange Hydropower Ltd.- IPO	2,167	114	247,601	100	216,700	30,901
Kutheli Bukhari Small Hydropower Ltd.- IPO	406	188	76,373	100	40,600	35,773
IME Life Insurance Company Ltd.- IPO	40,000	435	17,408,000	237	9,476,400	7,931,600
Sub-Total (B)			2,56,99,664		1,55,52,900	1,01,46,764
DEBENTURES						
Century Debenture 2088	2,500	1,023	2,557,250	1,000	25,00,000	-
Sub-Total (C)			2,557,250		25,00,000	57,250
Grand Total			890,936,725		1,10,79,07,969	(216,971,244)
					Unrealised Gain / (Loss)	(216,971,244)
					Less: Previous year unrealised gain/(loss)	(177,362,121)
					Unrealised Gain / (Loss) This Year	(39,609,123)

Computation of Unrealized Gains/loss for FY 2078/79:

Name	Unit	Value per unit	Value Amount	Cost Price	Total Cost	Gain/(Loss)
LISTED						
Sanima Bank Limited	84,661	276	23,366,436	388	32,816,119	(9,449,683)
Nepal Bank Limited	120,115	298	35,794,270	390	46,829,563	(11,035,293)
Agricultural Development Bank Limited	82,302	331	27,241,962	421	34,653,872	(7,411,910)
Citizens Bank International Limited	167,182	203	33,854,355	295	49,262,801	(15,408,446)
IGI Prudential insurance Limited	48,801	370	18,056,370	735	35,872,119	(17,815,749)
PREMIER INSURANCE COMPNY LTD	43,017	797	34,295,733	788	33,885,017	410,717
Chhimek Laghubitta Bittiya Sanstha Limited	31,719	1,100	34,890,900	1,272	40,360,279	(5,469,379)
NIC Asia Bank Ltd.	32,159	696	22,382,664	829	26,675,763	(4,293,099)
Kamana Sewa Bikas Bank Limited	49,500	350	17,320,050	544	26,938,207	(9,618,157)
Manjushree Finance Ltd.	11,200	447	5,006,400	739	8,278,388	(3,271,988)
Sagarmatha Insurance Co.Ltd	4,400	1,041	4,579,652	1,041	4,579,710	(58)
Chilime Hydropower Company Limited	10,000	408	4,080,000	522	5,220,538	(1,140,538)
Jyoti Bikas Bank Limited	40,689	302	12,296,216	429	17,444,085	(5,147,869)
Nepal Bangladesh Bank Ltd	44,521	373	16,619,689	373	16,611,977	7,713
Siddhartha Insurance Limited	4,822	741	3,575,465	729	3,513,559	61,906
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	21,979	756	16,616,124	941	20,682,020	(4,065,896)
Mahalaxmi Bikas Bank Ltd.	65,782	378	24,865,596	478	31,420,638	(6,555,042)
Prime Commercial Bank Limited	8,573	749	6,420,148	736	6,308,355	111,793
Sanima Mai Hydropower Ltd.	164,001	306	50,184,306	404	66,252,292	(16,067,986)
Bank of Kathmandu Ltd.	12,801	328	4,194,120	319	4,077,821	116,299
Garima Bikas Bank Limited	11,540	387	4,465,980	564	6,510,072	(2,044,092)
Swabalamban Laghubitta Bittiya Sanstha Limited	13,257	1,169	15,497,433	1,252	16,596,675	(1,099,242)
Neco Insurance Limited	2,000	694	1,388,000	1,067	2,134,064	(746,064)
Siddhartha Bank Limited	113,424	303	34,367,472	405	45,887,991	(11,520,519)
Prime Commercial Bank Ltd.	128,360	265	34,015,400	346	44,399,697	(10,384,297)
Prabhu Bank Limited	193,215	207	39,995,505	320	61,894,764	(21,899,259)
Nirdhan Utthan Laghubitta Bittiya Sanstha Ltd.	13,438	1,099	14,768,362	1,080	14,512,415	255,947
Sahas Urja Limited	20,000	460	9,200,000	344	6,879,432	2,320,568
Muktinath Bikas Bank Ltd.	45,530	440	20,028,647	541	24,653,625	(4,624,978)
Madhya Bhotekoshi Jalavidyut Company Limited	10,000	234	2,335,000	100	1,000,000	1,335,000
Union Life Insurance Company Ltd	2,300	656	1,509,030	656	1,509,039	(9)
Sanima Life Insurance Limited	2,700	558	1,506,708	558	1,506,694	14
National Life Insurance Co. Ltd.	1,785	577	1,029,945	821	1,466,009	(436,064)
Shivam Cements Ltd	1,600	760	1,216,000	1,494	2,390,843	(1,174,843)
Nepal Credit And Commerce Bank Limited	243,121	211	51,274,219	244	59,319,199	(8,044,980)
Panchakanya Mai Hydropower Ltd	19,841	221	4,384,861	385	7,633,841	(3,248,980)
Panchthar Power Compant Limited	123,385	289	35,608,911	400	49,338,708	(13,729,797)
Forward Microfinance Laghubitta Bittiya Sanstha Ltd	13,050	2,385	31,124,250	2,360	30,796,913	327,337
Machhapuchhre Bank Limited	149,523	254	37,978,842	288	43,035,959	(5,057,117)
NESDO Sambridha Laghubitta Bittiya Sanstha Ltd	1,000	2,280	2,280,000	100	100,000	2,180,000
Green Ventures Limited	5	304	1,518	100	500	1,018
Sanima Equity Fund	955,326	13	12,180,407	13	12,148,768	31,638
Sunrise First Mutual Fund	896,197	12	10,306,266	12	10,387,587	(81,322)
NABIL BALANCED FUND-2	1,717,379	11	18,513,346	11	18,536,801	(23,455)
NMB 50	1,509,054	13	19,466,797	13	19,110,553	356,244
Siddhartha Equity Fund	426,848	10	4,217,258	11	4,528,508	(311,250)
Shikhar Insurance Co. Ltd.	10,000	807	8,070,000	959	9,594,200	(1,524,200)
CYC Nepal Laghubitta Bittiya Sanstha Limited	1,318	100	131,800	100	131,800	-

Himalayan Distillery Limited	2,005	3,410	6,837,050	3,135	6,285,955	551,095
Kalika Laghubitta Bittiya Sanstha Ltd	3,529	1,199	4,229,507	1,062	3,746,296	483,210
Dordi Khola Jal Bidyut Company Limited	5,488	309	1,696,890	100	548,800	1,148,090
Sub-Total (A)			825,265,857		1,018,268,831	(193,002,973)
UNLISTED						
HYDROELECTRICITY INVESTMENT & DEVELOPMENT CO.LTD PROMOTER	155,000	178	27,537,300	125	19,393,600	8,143,700
HIMALAYAN HYDROPOWER LIMITED	6,561	247	1,617,615	100	656,100	961,515
UPPER SOLU HYDROPOWER COMPANY LTD	6,525	232	1,511,908	100	652,500	859,408
UPPER HEWAKHOLA HYDROPOWER LIMITED	5,000	205	1,026,450	100	500,000	526,450
SWET GANGA HYDROPOWER AND CONSTRUCTION LIMITED	7,965	220	1,755,406	100	796,500	958,906
RAPTI HYDRO AND GENERAL CONSTRUCTION LIMITED	8,451	195	1,649,128	100	845,100	804,028
MANDAKINI HYDROPOWER LIMITED	3,920	194	762,244	100	392,000	370,244
ADARSHA LAGHUBITTA BITTIYA SANSTHA LTD	223	806	179,740	100	22,300	157,440
BINDHYABASINI HYDROPOWER DEVELOPMENT COMPANY LIMITED	5,000	369	1,843,550	100	500,000	1,343,550
KUMARI DHANABRIDHI YOJANA	2,250,000	10	22,500,000	10	22,500,000	-
NIC ASIA FLEXI CAP FUND	3,000,000	10	30,000,000	10	30,000,000	-
GARIMA BIKAS BANK LIMITED	1,846	387	714,402	-	-	714,402
SANIMA LIFE INSURANCE LIMITED	113	558	63,059	-	-	63,059
IME GENERAL INSURANCE LIMITED	1,995	370	738,150	-	-	738,150
Sub-Total (B)			91,898,952		76,258,100	15,640,852
Grand Total			917,164,809		1,094,526,931	(177,362,121)
Unrealised Gain / (Loss)					(177,362,121)	
Less: Previous year unrealised gain/(loss)					-	
Unrealised Gain / (Loss) This Year					(177,362,121)	

15. Impairment

Accounting policy

The fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets.

16. Related Party Transactions

(As identified by the management and relied upon by the auditors)

Related Parties

- Fund Sponsor: Nepal Investment Mega Bank Ltd. (Then Mega Bank Nepal Ltd.)
- Fund Manager and Depository: NIMB Ace Capital Ltd. (Then Mega Capital Markets Ltd.), a subsidiary of the Sponsor.
- Shareholders holding substantial interest in the Fund Manager: Nepal Investment Mega Bank Limited (Then Mega Bank Nepal Ltd.).
- Subsidiaries of Major Shareholders of Fund Manager with whom the Fund transacted: None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard - on 'Related Party Disclosures'.

- Unit Holding of Nepal Investment Mega Bank Limited (Then Mega Bank Nepal Ltd.)- Fund Sponsor amounts to NPR 187,500,000 (at par value of NPR 10 per unit)
- Mega Mutual Fund-1 have earned interest amounting to NPR. 7,66,387 (NPR. Seven Hundred Sixty-Six Thousand Three Hundred Eighty-Seven Only) from Nepal Investment Mega Bank Limited (Then Mega Bank Nepal Ltd.)

- Fund Management and Depository Fee incurred by Mega Mutual Fund-1 during the year amounts to NPR. 17,758,231 (NPR. Seventeen Million Seven Hundred Fifty-Eight Thousand Two Hundred Thirty-One Only).
- Fund management and depository fee payable at year end by Mega Mutual Fund-1 to NIMB Ace Capital Limited NPR. 4,539,766 (NPR. Four Million Five Hundred Thirty-Nine Thousand Seven Hundred Sixty-Six Only).
- The Scheme has a current/call account bank balance of NPR. 58,009,519 (NPR. Fifty-Eight Million Nine Thousand Five Hundred Nineteen Only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Mega Bank Limited (Then Nepal Mega Bank Nepal Ltd.) earning interest at the rate of 2.70%.
- Depository Participant (DP) Fee for transaction expenses NPR. 250 (NPR. Two-Hundred Fifty Only) has been paid to NIMB Ace Capital Limited (Then Mega Capital Markets Ltd.) during the year.

16.1 As per regulation no. 36(2) of Mutual Fund Regulation 2067, the fund shall not invest on securities of other schemes under same mutual Fund or on the securities issued by the Sponsor or Depository of that mutual Fund. The sponsor of the fund: Nepal Investment Mega Bank Ltd. has started its joint operation from Poush 27, 2079 after merger of Nepal Investment Bank Ltd. and Mega Bank Nepal Ltd. The fund has outstanding investment of 1,000,000 units of NIBL Growth Fund (a scheme of Nepal Investment Mega Bank Ltd.) as on year End, 2080 which it has invested in NIBL Growth Fund before merger. The fair value of this investment is NRs. 10,640,000 as on Ashad End, 2080. The fund is in the process of disposing of this investment.

17. Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

18. Contingent Liability

There is no contingent liability in respect of underwriting commitments, uncalled liability on partly paid shares and other commitments.

19. Event after Reporting Date

The Fund monitors and assess events that may have potential impact to qualify as adjusting and/or non-adjusting events after the end of the reporting period. All adjusting events are adjusted in the books with additional disclosures and non-adjusting material events are disclosed in the notes with possible financial impact, to the extent ascertainable.

There are no material events that has occurred subsequent to 31st Ashad 2080 till the signing of this financial statement.

20. Proposed Dividend

The Scheme has not proposed any cash dividend for fiscal year 2079/80 to its unit-holders.

21. Reclassification and Restatement

Previous year figures have been regrouped/ rearranged wherever necessary and practicable to facilitate comparison as mentioned below

Particulars	Old Reporting	New Reporting	Remarks
Net Profit/(Loss) on Financial Assets Held at Fair Value through Profit and Loss	-	(164,515,892)	Realised gain/loss & Unrealised gain/loss has been classified separately in previous year but now it has been netted off and reclassified under single heading.
Gain/(loss) on sale of financial assets at Fair value through Profit and loss(FVTPL)	12,846,230	-	
Unrealised loss on financial asset at fair value through profit and loss(FVTPL)	(177,362,122)	-	
Fund management, Depository & Supervisory fees	18,454,173	-	Fund management fee, depository fee & supervisory fee has been classified in same heading but now it has been reclassified under respective headings.
Fund Management fees	-	15,378,478	
Depository Fees	-	2,050,464	
Fund Supervisors Fees	-	1,025,232	

Other operating expenses	698,740	
Publication Expenses	366,785	
Audit Fees	64,410	Other operating expenses of previous year has been reclassified under the separate respective heading
Listing Fees	50,000	
Bank Charges	4,601	
Other Expenses	22,945	
CDS Dematerialisation Registration Fee	190,000	
Scheme registration, issuance & other charges	7,146,802	Scheme registration, issuance & other charges of the fund has now been re-classified under pre-operating expense.
Pre-operating Expenses	7,146,802	

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Arun Raut, FCA
Partner
S.R. Pandey & Co.
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executiv

Date : 30th August, 2023
Place : Kathmandu



STOCK MARKET मा लगानी गर्न फुर्सद छैन ? **TRY NIMB ACE CAPITAL !**

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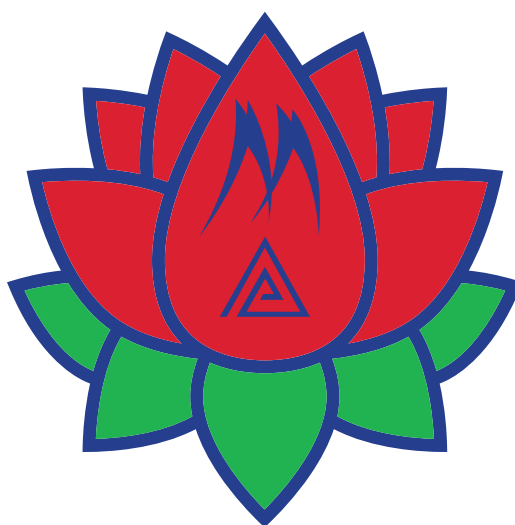
NIMB ACE
CAPITAL LIMITED
Managing Shares. Managing Investments

wholly owned
subsidiary of



NIMB
नेपाल इन्भेस्टमेन्ट बैंक लि.
NEPAL INVESTMENT BANK LTD.

*T&C applied



NIMB ACE
CAPITAL LIMITED
Managing Shares. Managing Investments.

Managing shares. Managing investments.

NIBL Growth Fund

NIBL Growth Fund (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to generate moderate steady returns with minimizing high risks and focusing on the growth of the investment by investing in different financial instruments with concentrating on selected sectors/instruments as allowed by prevailing rules/regulations on mutual fund. The Scheme commenced its operation on 3rd Magh, 2079 B.S. (Scheme allotment date) with maturity period of 10 years (i.e. 2nd Magh, 2089 B.S.). It was listed on NEPSE on 24th Magh, 2079 B.S. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 13th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.) - NIMB is the Fund Sponsor and NIMB Ace Capital Ltd (Then NIBL Ace Capital Ltd.), a subsidiary of NIMB duly licensed by Securities Board of Nepal (SEBON), has been appointed as the Fund Manager of the Scheme by the Sponsor after obtaining due approval from SEBON. Further, the Fund Manager is also providing Depository services to the unit holders of the Scheme in line with the prevailing regulations on mutual fund.

Fund	NIBL Mutual Fund
Scheme	NIBL Growth Fund
Fund Sponsor	Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' bank)
Fund Management	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme	132,000,000 (One Hundred Thirty Two Million Units)
Total Unit Capital	NPR 1,320,000,000 (One Billion Thirty-Two Hundred Million)
Scheme type	Close-ended

03 September 2023

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS OF NIBL GROWTH FUND

Report on the Audit of Financial Statements

A. Opinion

1. We have audited the accompanying financial statements of NIBL Growth Fund ("the Mutual Fund") which comprise the statement of financial position as at 31 Ashadh 2080 (corresponding to 16 July 2023), the statement of profit or loss, the statement of other comprehensive income, the statement of changes in unit holders fund and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the financial statements referred to above, present fairly, in all material respects, the financial position of the Mutual Fund as of 31 Ashadh 2080 (16 July 2023), and its performances, changes in Unit Holders Fund and its cash flows for the year ended on that date in conformity with Nepal Financial Reporting Standards (NFRS) and comply with Securities Act 2063, Security Board Regulation 2064, Mutual Fund Regulations 2067 and Mutual Fund Guidelines 2069 and other prevailing legislations.

B. Basis for Opinion

3. We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Mutual Fund in accordance with the Handbook of The Code of Ethics for Professional Accountants issued by the Institute of Chartered Accountants of Nepal (ICAN) and we have fulfilled our ethical responsibilities in accordance with the ICAN's Handbook of The Code of Ethics for Professional Accountants.
4. We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis for our opinion.

C. Key Audit Matters

5. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters

How the scope of our audit responded to
the Key Audit Matter



<p>Investment Decisions by the Fund Manager</p> <ul style="list-style-type: none"> - The mutual fund manager makes investments on behalf of unitholders. The investment decisions as such shape a material portion of the scheme. 	<p>Our procedures included but were not limited to:</p> <ul style="list-style-type: none"> - Evaluate the results and returns from the investments on an average. - On a sample basis, evaluate the performance of the investments in comparison to market returns.
<p>Fees Payable to Supervisor, Manager and Depository</p> <ul style="list-style-type: none"> - The material expenses for a mutual fund in Nepal largely relate to the fees payable to the supervisors, manager and depository. - Rule 23 of the Mutual Fund Regulations, 2067 (4th Amendment) issued by SEBON specifies the maximum limit of the fees so payable by a mutual fund scheme. 	<p>Our procedures included but were not limited to:</p> <ul style="list-style-type: none"> - Review of the approved rates for the fees. - Evaluate the periodic gross net assets values factored to calculate the fees payable.

D. Other Information

- The directors are responsible for the other information presented in the Mutual Fund's annual report. Our opinion on the financial statements does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. We have nothing to report in this respect.

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

- Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Nepal Financial Reporting Standards (NFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
- In preparing the financial statements, the management is responsible for assessing the Mutual Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Mutual Fund or to cease operations or has no realistic alternative but to do so.
- Those charged with governance are responsible for overseeing the Mutual Fund's financial reporting process.

F. Auditor's Responsibilities for the Audit of Financial Statements

- Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered




material if, individually or in aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these financial statements.

11. As part of an audit in accordance with NSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
 - 11.1 Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control. Evaluate appropriateness of accounting policies used and reasonableness of accounting estimates and related disclosures made by the management.
 - 11.2 Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up-to the date of our auditor's report. However, future events or conditions may cause the Mutual Fund to cease to continue as a going concern.
 - 11.3 Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. We communicated with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear our independence and where applicable, related safeguards.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significant in the audit of the financial statement of the current period and therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonable be expected to outweigh the public interest benefits of such communication.



G. Report on Other Legal and Regulatory Requirements

15. On examination of the financial statements as aforesaid, we report that:

- 15.1 We have obtained all information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit as per NSA.
- 15.2 The statement of financial position as at 31 Ashadh 2080 (16 July 2023) , the statement of profit or loss, other comprehensive income, statement of changes in Unit Holders fund and statement of Cash flow for the year then ended on that date, and the attached summary of significant accounting policies and notes to accounts dealt and other explanatory information (thereafter referred to as "the financial statements") dealt with by this report are prepared in accordance with Securities Act 2063, Security Board Regulation 2064, Mutual Fund Regulations 2067 and Mutual Fund Guidelines 2069 and other prevailing legislations.
- 15.3 In our opinion, proper books of account as required by law have been kept by the Mutual Fund, in so far as appears from our examination of those books of account and the financial statements dealt with by this report, are in agreement with the books of accounts.
- 15.4 In our opinion and to the best of our information and according to the explanations given to us and from our examination of the books of account of the Mutual Fund, we have not come across the cases where the Board of Directors or the representative or any employee of the Mutual Fund has acted deliberately contrary to the provisions of the law relating to accounts or caused loss or damage to the Mutual Fund nor have, we been informed of any such case by the management.

For and on behalf of,
M.B. Shrestha & Co.
Chartered Accountants



CA. Maheswarendra Bdr. Shrestha
Proprietor
UDIN: 230903CA00117Ik7QO

NIBL Growth Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Financial Position

as at 31st Ashad 2080 (16th July 2023)

NPR

Particulars	Notes	31 Ashad 2080	32 Ashad 2079
Assets			
Current Assets			
Cash and Cash Equivalents	3.2	375,919,325	-
Other Current Assets	4.6	19,355,727	-
Financial Assets Held at Amortized Cost	13	266,304,000	-
Financial Assets Held at Fair Value Through Profit or Loss	4.7	697,711,242	-
Total		1,359,290,294	-
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	5.2	7,645,554	-
Liabilities (Excluding Net Assets Attributable to Unitholders)		7,645,554	-
Unit Holder's Funds			
Net Assets Attributable to Unit Holders	6	1,351,644,740	-
Total		1,359,290,294	-
NAV per Unit		10.24	-

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Maheswarendra Bahadur Shrestha, FCA
Proprietor
M.B. Shrestha & Co.,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Growth Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Profit or Loss and other Comprehensive Income

For the Period from 3rd Magh 2079 to 31 Ashad 2080 (17th January 2023 to 16th July 2023)

NPR

Particulars	Notes	31 Ashad 2080	32 Ashad 2079
Income			
Interest Income	7.2	27,081,609	-
Dividend Income	7.3	14,316	-
Net Profit/(Loss) on Financial Assets Held at Fair Value through Profit and Loss	14b	26,972,026	-
Total		54,067,951	-
Expenses and Losses			
Fund Management fees		9,761,887	-
Depository Fees		1,301,585	-
Fund Supervisors Fees		780,951	-
Publication Expenses		67,121	-
Listing Fees		50,000	-
Audit Fees		113,000	-
Bank Charges		3,510	-
Annual Service Charges on Software		41,433	-
Pre-operating Expenses		10,133,724	-
CDS Dematerialisation Registration Fee		170,000	-
Total expenses		22,423,211	-
Net Gains/(Losses) for the Period		31,644,740	-
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		31,644,740	-

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Maheswarendra Bahadur Shrestha, FCA
Proprietor
M.B. Shrestha & Co.,
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Chief Executive Officer

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Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Growth Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Cash Flows

For the Period from 3rd Magh 2079 to 31 Ashad 2080 (17th January 2023 to 16th July 2023)

NPR

Particulars	31 Ashad 2080	32 Ashad 2079
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	31,644,740	-
Adjustments for:		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	(2,414,160)	-
Increase/(Decrease) in Liabilities	7,645,554	-
(Increase)/Decrease in Share	(695,297,082)	-
(Increase)/Decrease in Debenture	(68,304,000)	-
(Increase)/Decrease in Fixed Deposit	(198,000,000)	-
(Increase)/Decrease in Other Assets	(19,355,727)	-
Net cash generated/(used) in Operations (1)	(944,080,675)	-
B. Cash Flow from Financing Activities		
Issue of Unit Capital	1,320,000,000	-
Dividend Paid during the year	-	-
Net cash generated/(used) in financing (2)	1,320,000,000	-
C. Cash Flow from Investing Activities		
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	375,919,325	-
Cash and Cash Equivalents at beginning of the year/period	-	-
Cash and Cash Equivalents at end of period	375,919,325	-
Components of Cash and Cash Equivalents		
Balance with Banks	375,919,325	-

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Maheswarendra Bahadur Shrestha, FCA
Proprietor
M.B. Shrestha & Co.,
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Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Growth Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement in Changes in Unit holders' Fund

For the Period from 3rd Magh 2079 to 31 Ashad 2080 (17th January 2023 to 16th July 2023)

NPR

Particular	Unit Capital	Realized Profit	Unrealized Profit	Total
Opening Balance	-	-	-	-
Issue of Unit Capital	-	-	-	-
Net Profit (Loss) Upto Last Year	-	-	-	-
Net Profit (Loss) During the year	-	-	-	-
Dividend Paid	-	-	-	-
Balance as on 32/03/2079	-	-	-	-
Opening Balance	-	-	-	-
Issue of Unit Capital	1,320,000,000	-	-	1,320,000,000
Net Profit (Loss) Upto Last Year	-	-	-	-
Net Profit (Loss) During the year	-	29,230,580	2,414,160	31,644,740
Dividend Paid	-	-	-	-
Balance as on 31/03/2080	1,320,000,000	29,230,580	2,414,160	1,351,644,740

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Maheswarendra Bahadur Shrestha, FCA
Proprietor
M.B. Shrestha & Co.,
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Chief Executive Officer

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Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu

NIBL Growth Fund

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Notes to the Financial Statements as of 31st Ashad 2080 (16th July 2023)

1. General Information of the Scheme

Fund	NIBL Mutual Fund
Scheme	NIBL Growth Fund
Fund Sponsor	Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' bank)
Fund Management	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme	132,000,000 (One Hundred Thirty Two Million Units)
Total Unit Capital	NPR 1,320,000,000 (One Billion Thirty-Two Hundred Million)
Scheme type	Close-ended

NIBL Growth Fund (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to generate moderate steady returns with minimizing high risks and focusing on the growth of the investment by investing in different financial instruments with concentrating on selected sectors/instruments as allowed by prevailing rules/regulations on mutual fund. The Scheme commenced its operation on 3rd Magh, 2079 B.S. (Scheme allotment date) with maturity period of 10 years (i.e. 2nd Magh, 2089 B.S.). It was listed on NEPSE on 24th Magh, 2079 B.S. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 13th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)- NIMB is the Fund Sponsor and NIMB Ace Capital Ltd (Then NIBL Ace Capital Ltd.), a subsidiary of NIMB duly licensed by Securities Board of Nepal (SEBON), has been appointed as the Fund Manager of the Scheme by the Sponsor after obtaining due approval from SEBON. Further, the Fund Manager is also providing Depository services to the unit holders of the Scheme in line with the prevailing regulations on mutual fund.

The Unit Capital of the Scheme comprises of the following:

Holder	Status	No. of Units	Holding Amount @ 10 Each	Holding (%)
Nepal Investment Mega Bank	Fund Sponsor	30,400,000	304,000,000	23%
NIMB Ace Capital Limited	Fund Manager/ Depository	2,232,100	22,321,000	2%
General Public		99,367,900	993,679,000	75%
Total		132,000,000	1,320,000,000	100%

2. Summary of Significant Accounting Policies

The Principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied unless otherwise stated.

2.1 Statement of Compliance

The Financial Statements are presented in Nepalese Rupees, rounded to the nearest Rupee. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). Further the financial statements are in compliance with Securities Act, 2063 and its regulation and other relevant laws.

2.2 Basis of Preparation

The fund while complying with the reporting standards, makes critical accounting judgment as having potentially material impact on the financial statements. The significant accounting policies that relate to the financial statements as a whole along with the judgment made are described herein.

Where an accounting policy is generally applicable to a specific item, the policy is described within that relevant note. NFRS requires the fund to exercise judgment in making accounting estimates. Description of such estimates has been given in the relevant sections wherever they have been applied. The financial statements are prepared on the basis of fair value measurement of assets and liabilities.

The statement of financial position is presented on liquidity basis. Assets and liabilities are presented in decreasing order of liquidity. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unit holders.

The statement of profit or loss has been prepared using classification “by nature” method.

The cash flow from operation within the statement of cash flows have been derived using the indirect method.

2.3 Reporting Pronouncements

The fund has, for the preparation of financial statements, adopted the NFRS pronounced by Accounting Standard Board, Nepal and Pronounced by Institute of Chartered Accountant of Nepal (ICAN) as effective on September 13, 2013. NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.4 Accounting Conventions

The financial statements have been prepared on a historical cost basis, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

The financial statements have been prepared on a going concern basis where the accounting policies and judgments as required by the standards are consistently used and in case of deviations disclosed specifically.

2.5 Accounting Policies and accounting estimates

The fund, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further the fund is required to make judgment in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. This may later be determined that a different choice could have been more appropriate.

Accounting policies have been included in the relevant notes for each item of the financial statements.

NFRS requires the fund to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The fund applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates are recognized in the period in which the estimates is revised and are applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2.6 Reporting Periods

The fund follows the Nepalese financial year based on the Nepalese calendar as reporting period. These Financial statements for the year ended 31st Asadh, 2080 are the first set of financial statements of the fund, as the allotment of the fund units to unit holders were completed on 3rd Magh, 2079. The financial statements only consist of the period from 3rd Magh, 2079 to 31st Asadh, 2080. Hence, the financial statements do not contain comparative information.

2.7 Presentation Currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the scheme.

2.8 Limitation of NFRS implementation

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

3. Cash and Cash Equivalents

Accounting policy

3.1 For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash at bank.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

Explanatory notes

3.2 The carrying amount of cash and cash equivalents are representative of their fair values as at the respective reporting date

Particulars	31 Ashad 2080	32 Ashad 2079
Cash and Cash Equivalents	375,919,325	-
Total	375,919,325	-

4. Financial Instruments

Accounting policy

4.1 The Fund's Principal financial assets comprise asset held at fair value through profit and loss, loans and receivables and cash and cash equivalents. The main purpose of these financial instruments is to generate a return on the investment made by unit holders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In Accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's interest receivables are classified as 'Financial Assets measured at Amortized Cost'. Equity securities / debentures are classified as fair value through profit and loss. The amount attributable to unit holders is classified as equity and is carried at the redemption amount being net asset value. Payables are designated as 'other financial liabilities' at amortized cost.

4.2 Classification

The Fund's investments are classified as fair value through profit or loss and loans and receivables. They comprise:

■ Financial instruments classified as fair value through profit or loss

Financial assets, held for trading are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted equity securities held for trading. The dividend income from the quoted equity securities is recorded in the profit or loss.

4.3 Recognition / De- recognition

The Fund recognizes financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognizes changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognized when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged or expired.

Realized gains and realized losses on de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

4.4 Measurement

a. Financial Assets and Liabilities Held at Fair Value through Profit or Loss

At initial recognition, the Fund measures a financial asset at its fair value.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category is presented in the statement of comprehensive income within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

b. Financial Assets Measured at Amortized Cost

Financial assets at this category are measured initially at fair value plus transaction costs and subsequently amortized using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

Receivables may include amounts for dividends, interest and trade receivables. Dividends are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(6) above.

Receivable are recognized and carried at amortized cost, less a provision for any uncollectable debts. An estimate for doubtful debt is made when collection of an amount is no longer probable.

Recoverability of receivable is reviewed on an ongoing basis at an individual portfolio level. Individual debts that are known to be uncollectable are written off when identified. An impairment provision is recognized when there is objective evidence that the Fund will not be able to collect the receivable. Financial difficulties of the debtor, default payments are considered objective evidence of impairment. The amount of the impairment loss is the receivable carrying amount compared to the present value of estimated future cash flows, discounted at the original effective interest rate.

4.5 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Explanatory note

4.6 Other Current Assets

S.N.	Particulars	31 Ashad 2080	32 Ashad 2079
1	Dividend Income Receivable	9,580	-
2	Interest Receivables	7,088,474	-
3	Broker Receivables	12,257,673	-
	Total Amount	19,355,727	-

4.7 Financial Assets Held at Fair Value Through Profit or Loss (FVTPL)

Particulars	31 Ashad 2080	32 Ashad 2079
Financial Assets Held for Trading:		
Equity Security	697,711,242	-
Total Financial Assets held for Trading (A)	697,711,242	-
Designated Financial Assets at FVTPL	-	-
Total Designated at FVTPL (B)	-	-
Financial Assets Held at FVTPL (A+B)	697,711,242	-

Comparative Investment in Listed Shares

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
LISTED						
Prabhu Bank Limited	47,442	162.60	7,714,069	-	-	-
Nepal Bank Limited	51,885	249.00	12,919,365	-	-	-
Siddhartha Bank Limited	46,370	253.00	11,731,610	-	-	-
Prime Commercial Bank Ltd.	90,513	195.00	17,650,035	-	-	-
NMB Bank Limited	67,637	226.00	15,285,962	-	-	-
Garima Bikas Bank Limited	102,286	405.00	41,425,830	-	-	-
Shine Resunga Development Bank Ltd.	9,871	384.00	3,790,464	-	-	-
ICFC Finance Limited	15,000	525.00	7,875,000	-	-	-
Goodwill Finance Limited	31,486	483.00	15,207,738	-	-	-
Sahas Urja Limited	23,242	483.90	11,246,804	-	-	-
Lumbini Bikas Bank Ltd.	7,855	413.00	3,244,115	-	-	-
Reliance Finance Ltd.	24,502	385.90	9,455,322	-	-	-
Api Power Company Ltd.	32,900	197.00	6,481,300	-	-	-
NIC Asia Bank Ltd.	53,115	793.80	42,162,687	-	-	-
Citizen Investment Trust	5,612	2,089.00	11,723,468	-	-	-
Rastriya Beema Company Limited	440	16,099.00	7,083,560	-	-	-
Himalayan Distillery Limited	22	2,248.00	49,456	-	-	-
Muktinath Bikas Bank Ltd.	94,307	407.00	38,382,949	-	-	-
Arun Kabeli Power Ltd.	36,027	234.50	8,448,332	-	-	-
Himalayan Bank Limited	20,610	212.80	4,385,808	-	-	-
Miteri Development Bank Limited	31,923	404.10	12,900,084	-	-	-
Ngadi Group Power Ltd.	10,127	233.90	2,368,705	-	-	-
Mahalaxmi Bikas Bank Ltd.	13,745	325.50	4,473,998	-	-	-
Sunrise Focused Equity Fund	2,500,000	9.68	24,200,000	-	-	-
Sunrise Bank Ltd.	46,739	173.10	8,090,521	-	-	-
Kumari Bank Limited	43,340	165.00	7,151,100	-	-	-
Nabil Bank Limited	8,000	599.20	4,793,600	-	-	-
First Micro Finance Laghubitta Bittiya Sanstha Ltd.	13,632	736.30	10,037,242	-	-	-
Chhimek Laghubitta Bittiya Sanstha Limited	16,045	1,000.00	16,045,000	-	-	-
RMDC Laghubitta Bittiya Sansatha Ltd.	6,512	775.00	5,046,800	-	-	-
Shikhar Insurance Co. Ltd.	639	845.00	539,955	-	-	-
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	5,000	765.00	3,825,000	-	-	-
SHIVAM CEMENTS LTD	24,223	651.50	15,781,285	-	-	-
Prabhu Smart Fund	1,000,000	9.90	9,900,000	-	-	-
Neco Insurance Limited	15,914	891.10	14,180,965	-	-	-
Himalayan Everest Insurance Limited	20,584	600.00	12,350,400	-	-	-
IGI Prudential insurance Limited	21,772	560.00	12,192,320	-	-	-
RBB Mutual Fund 2	1,000,000	10.00	10,000,000	-	-	-

Kamana Sewa Bikas Bank Limited	34,597	327.00	11,313,219	-	-	-
Himalayan Life Insurance Limited	25,725	507.00	13,042,575	-	-	-
Soaltee Hotel Limited	30,975	485.00	15,022,875	-	-	-
SuryaJyoti Life Insurance Company Limited	25,609	610.00	15,621,490	-	-	-
Taragaon Regency Hotel Limited	23,000	790.30	18,176,900	-	-	-
Prabhu Insurance Ltd.	9,500	747.00	7,096,500	-	-	-
CITIZENS MUTUAL FUND 2	144,337	10.39	1,499,661	-	-	-
Forward Microfinance Laghubitta Bittiya Sanstha Ltd	4,000	1,321.00	5,284,000	-	-	-
Deprosc Laghubitta Bittiya Sanstha Limited	4,000	826.00	3,304,000	-	-	-
Siddhartha Investment Growth Scheme 3	330,000	10.00	3,300,000	-	-	-
Sub-Total (A)			543,802,068	-	-	-

Comparative Investment in Listed Shares

Name	Fiscal Year 2079-80			Fiscal Year 2078-79		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
UNLISTED						
Citizen Unit Scheme-01	520,000	100	52,000,000	-	-	-
Citizen Unit Scheme-02	400,000	100	40,000,000	-	-	-
Citizen Unit Scheme-03	400,000	100	40,000,000	-	-	-
Kumari Sunaulo Lagani Yojana-IPO	500,000	11	5,325,000	-	-	-
Citizens Super 30 Mutual Fund-IPO	500,000	10	5,000,000	-	-	-
Nepal Republic Media Ltd.-IPO	7,682	111	852,548	-	-	-
Ghorahi Cement Industries Ltd.-IPO	5,000	465	2,326,500	-	-	-
Three Star Hydropower Ltd.-IPO	616	158	97,402	-	-	-
Upper Syange Hydropower Ltd.-IPO	542	109	58,921	-	-	-
Kutheli Bukhari Small Hydropower Ltd.-IPO	101	262	26,419	-	-	-
IME Life Insurance Co. Ltd - IPO	9,912	435	4,313,702	-	-	-
API-Right Entitlement	22,900	37	844,002	-	-	-
Arun Kabeli - Right Entitlement	26,027	118	3,064,679	-	-	-
Sub-Total (B)			153,909,174			
Grand Total (A+B)			697,711,242			

5. Payables

Accounting policy

- 5.1** Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Explanatory notes

5.2 Accrued Expenses and Other Payables

S.N.	Particulars	31 Ashad 2080	32 Ashad 2079
1	Reporting Expenses Payables	20,000	-
2	Broker Payables	1,293,347	-
3	Audit Fee Payables	111,500	-
4	TDS Liability	149,913	-
5	Software AMC (PCS) Payables	40,812	-
6	Fund Management Fee Payable- NIMB Ace Capital	5,015,085	-
7	Depository Fee Payables - NIMB Ace Capital	668,678	-
8	Supervisor Fee Payables	346,219	-
	Total	7,645,554	-

Fund management fee and depository fee includes fee payable to NIMB Ace Capital Limited for fund management and depository services.

6. Net Assets Attributable to Unit holders

Unit holders' funds have been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unit holders, as at the statement of financial position date.

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' expenses over market value of the total investment plus investment income divided by number of units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapital.com. The said information is also shared with the Board members of the Fund Manager & the Fund Supervisors via e-mail. Further, the NAV per unit calculated on a monthly basis is published on a national daily newspaper and uploaded on the website of the Fund Manager with prior notification of the same forwarded to the Fund Supervisors & SEBON in writing.

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily changes in Market Price of Share at Nepal Stock Exchange.

Distribution to unit holders is recognized in the statement of changes in unit holders' funds. Income not distributed is included in net assets attributable to unit holders.

Particular	For the Year Ended on 31 st Ashad 2080	For the Year Ended on 32 nd Ashad 2079
Unit Holders' Fund at the Beginning of the Year/Period	1,320,000,000	-
Increase / (Decrease) in Net Assets Attributable to Unit Holders		
Net Gains/(Losses) for the Period	31,644,740	-
Other Comprehensive income	-	-
Distribution to Unit Holders'	-	-
Unit Holders' Fund at the End of the Year/Period	1,351,644,740	-

7. Investment Income

7.1 Accounting Policy

Interest income is recognized in profit or loss for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/ (losses) on financial instruments.

The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Dividend income is recognized on the ex-dividend date.

Explanatory notes

7.2 Interest Income

Particulars	FY 2079/80	FY 2078/79
Interest income on Debentures, Fixed and Call Deposit	27,081,609	-
Total	27,081,609	-

7.3 Dividend Income

Particulars	FY 2079/80	FY 2078/79
Dividend Income Realized	14,316	-
Total	14,316	-

8. Expenses

All expenses, including management fees supervisor fees and depository fees, are recognized in profit or loss on accruals basis.

The management participation fees of the fund of the period 3rd Magh, 2079 to 31st Ashad 2080 are as follows:

Fund Management Fees	: 1.5% of Net Assets Value (NAV)
Depository Fees	: 0.2% of NAV
Fund Supervisor Fees	: 0.12% of NAV

Total Fund Management, Depository & Fund Supervisor's Fees are calculated and recognized as per the Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069. Total Fund Management, Depository & Fund Supervisor's Fees calculated on the basis of 365 days a year is presented in Nepalese currency and charged as under:

Particulars	FY 2079/80	FY 2078/79
Fund Management Fee	9,761,887	-
Depository Fee	1,301,585	-
Fund Supervisor Fee	780,951	-
Total	11,844,423	-

9. Income Tax

The finance act of FY 2078/79 has included Mutual Fund under Section 10 of the Income Tax Act, 2058 as tax exempt entities. TDS on return from mutual fund (i.e. dividend) paid to individual is deducted at 5% which is final and to entity is tax deducted at 15% (which is not final). Therefore, the fund management is of the view that return from the fund is duly taxed as per the principal of income tax and is not subject to further tax liability for FY 2079/80.

10. Distributions

The distributions, if any to unit holders are recognized in statement of changes in unit holders' funds.

11. Financial Risk Management

The Fund's activities are exposed to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management program focuses on ensuring compliance with the Fund's investment policy. It also seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The management of these risks is carried out by the NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), the fund management company. The fund supervisors provide principles for overall risk management, as well as written policies covering specific areas, such as interest rate risk, credit risk and non-derivative financial instruments and the investment of excess liquidity.

The Fund uses different methods to measure and mitigate different types of risk to which it is exposed.

11.1 Market Risk

a. Price Risk

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Paragraph below sets out how this component of price risk is managed and measured. Investments are classified in the statement of financial position as at fair value through profit or loss and loans and receivables. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the management company.

All of the Fund's equity investments in companies are listed in NEPSE. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund Management Company.

Investment Threshold

As per the Mutual Fund Regulation, 2067 in fixed deposit at bank cannot be made more than 15% of total fund size or Net Asset Value (NAV) of the scheme.

b. Foreign Exchange Rate Risk

The Fund is not exposed to the fluctuations in exchange rates as all investments and transactions of the fund are made in investments denominated in NPR.

c. Cash Flow and Fair Value Interest Rate Risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates. Financial instruments with fixed rates expose the Fund to fair value interest rate risk. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund has direct exposure to interest rate changes on the valuation and cash flows of its interest-bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Fund invests and impact on the valuation of certain assets that use interest rates as an input in their valuation model.

11.2 Credit Risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. However, there is no investment in debt securities.

Credit risk on cash and cash equivalents, other receivable balances.

In accordance with the Fund's policy, the Management Company monitors the Fund's credit position on a daily basis. The Fund can maximize the returns derived for the level of risk to which the Fund is exposed.

11.3 Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable units. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market or can be readily disposed.

The Fund's listed securities are considered readily realizable, as all are listed on the Nepal Stock Exchange.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period.

In accordance with the Fund's policy, the Management Company monitors the Fund's liquidity position on a regular basis.

12. Fair Value Measurement

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the accounting policies set out in note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

ii. Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

Equities which are listed but no transactions are made within last 30 days is valued at 180 days Average Market price provided by NEPSE and Equities which are listed but no transactions are made within last 180 days is valued at last traded price of the stock at NEPSE considering it as level two input.

Listed stocks that are not trading due to suspension by NEPSE citing Merger, Acquisition, Natural calamity and/or any other reasons is valued at the Closing Price available of particular stock of the last day of its trading on NEPSE

The Fair value of IPO Investments after allotment till listing, is valued applying the valuation model as specified below:

- I) 50% of the Latest Net Worth Published by the Company.
- II) 50% based on the Earnings Capitalization, based on the projections of the company by considering latest interest rate of the Government Bonds after applicable tax deductions as discount factor which is considered as level 3 input.

After the book closure date and till the rights are listed, right entitlements are valued as difference between the right price and ex-right price. This is explained with the help of following formula:

$$V_r = n / m \times (P_{ex} - P_{of})$$

Where

V_r = Value of Rights

n = Number of rights offered

m = Number of original shares held

P_{ex} = Ex-right price

P_{of} = Rights offer price

Valuation of total Right Entitlement = $V_r \times \text{No. of shares held before Ex- date}$

13. Financial Assets Held at Amortized Cost

Particulars	31 Ashad 2080	32 Ashad 2079
Debentures	68,304,000	-
Fixed Deposit	198,000,000	-
Total	266,304,000	-

Note a:

The investment in debentures are recognized on cost. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the debentures are recognized daily as per accrual basis. The interest are received on quarterly and/or half yearly basis. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

Note b:

The investment in fixed deposit are recognized on cost. The maturity period of the fixed deposits are not more than one year from the reporting date. They are classified based on maturity period using the effective interest rate and classified as held to maturity Interest on the fixed deposits are recognized daily as per accrual basis. The interest are received on quarterly, monthly and/or on maturity as per the deals executed with the banks. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

14. Net Gain/Losses on financial assets held at fair value through profit or loss (FVTPL)

a. Accounting policy

Realized gain is the difference between the cost price and realized price on the sale of the shares after deducting the selling expenses.

Unrealized gain is the difference between the cost price and the closing market price available at the end of the reporting period or the latest trading price if the closing price as on the year end is not available.

b. Explanatory notes

Particulars	31 Ashad 2080	32 Ashad 2079
Net Realized Gains/(Losses) on Financial Assets at Fair Value Through Profit or loss	24,557,866	-
Net Unrealized Gains/(Losses) on Financial Assets at Fair Value Through Profit or Loss	2,414,160	-
Total	26,972,026	-

Computation of Unrealized Gains/loss for FY 2079/80:

Name	Unit	Value per unit	Value Amount	Cost Price	Total Cost	Gain/(Loss)
LISTED						
Prabhu Bank Limited	47,442.00	162.60	7,714,069	195.22	9,261,746	(1,547,676)
Nepal Bank Limited	51,885.00	249.00	12,919,365	276.70	14,356,322	(1,436,957)
Siddhartha Bank Limited	46,370.00	253.00	11,731,610	284.49	13,191,815	(1,460,205)
Prime Commercial Bank Ltd.	90,513.00	195.00	17,650,035	204.71	18,529,299	(879,264)
NMB Bank Limited	67,637.00	226.00	15,285,962	238.65	16,141,276	(855,314)
Garima Bikas Bank Limited	102,286.00	405.00	41,425,830	369.89	37,834,747	3,591,083
Shine Resunga Development Bank Ltd.	9,871.00	384.00	3,790,464	337.87	3,335,084	455,380
ICFC Finance Limited	15,000.00	525.00	7,875,000	542.60	8,139,035	(264,035)
Goodwill Finance Limited	31,486.00	483.00	15,207,738	504.01	15,869,329	(661,591)
Sahas Urja Limited	23,242.00	483.90	11,246,804	531.97	12,364,036	(1,117,233)
Lumbini Bikas Bank Ltd.	7,855.00	413.00	3,244,115	352.46	2,768,537	475,578
Reliance Finance Ltd.	24,502.00	385.90	9,455,322	364.93	8,941,572	513,749
Api Power Company Ltd.	32,900.00	197.00	6,481,300	244.48	8,043,277	(1,561,977)
NIC Asia Bank Ltd.	53,115.00	793.80	42,162,687	785.10	41,700,526	462,161
Citizen Investment Trust	5,612.00	2,089.00	11,723,468	1,690.82	9,488,869	2,234,599
Rastriya Beema Company Limited	440.00	16,099.00	7,083,560	13,950.34	6,138,152	945,408
Himalayan Distillery Limited	22.00	2,248.00	49,456	2,051.00	45,122	4,334
Muktinath Bikas Bank Ltd.	94,307.00	407.00	38,382,949	394.82	37,233,863	1,149,086
Arun Kabeli Power Ltd.	36,027.00	234.50	8,448,332	355.32	12,801,099	(4,352,767)
Himalayan Bank Limited	20,610.00	212.80	4,385,808	291.30	6,003,737	(1,617,929)
Miteri Development Bank Limited	31,923.00	404.10	12,900,084	391.88	12,510,042	390,042
Ngadi Group Power Ltd.	10,127.00	233.90	2,368,705	275.36	2,788,537	(419,832)
Mahalaxmi Bikas Bank Ltd.	13,745.00	325.50	4,473,998	309.18	4,249,660	224,337
Sunrise Focused Equity Fund	2,500,000.00	9.68	24,200,000	10.00	25,000,000	(800,000)
Sunrise Bank Ltd.	46,739.00	173.10	8,090,521	183.72	8,586,933	(496,412)
Kumari Bank Limited	43,340.00	165.00	7,151,100	170.79	7,402,074	(250,974)
Nabil Bank Limited	8,000.00	599.20	4,793,600	590.11	4,720,905	72,695
First Micro Finance Laghubitta Bittiya Sanstha Limited	13,632.00	736.30	10,037,242	670.91	9,145,836	891,406
Chhimek Laghubitta Bittiya Sanstha Ltd.	16,045.00	1,000.00	16,045,000	890.28	14,284,535	1,760,465
RMDC Laghubitta Bittiya Sansatha Ltd.	6,512.00	775.00	5,046,800	692.14	4,507,244	539,556
Shikhar Insurance Co. Ltd.	639.00	845.00	539,955	749.30	478,801	61,154
Nirdhan Utthan Laghubitta Bittiya Sanstha Ltd.	5,000.00	765.00	3,825,000	615.40	3,076,999	748,001

SHIVAM CEMENTS LTD	24,223.00	651.50	15,781,285	610.69	14,792,669	988,616
Prabhu Smart Fund	1,000,000.00	9.90	9,900,000	10.00	10,000,000	(100,000)
Neco Insurance Limited	15,914.00	891.10	14,180,965	880.52	14,012,556	168,410
Himalayan Everest Insurance Limited	20,584.00	600.00	12,350,400	603.39	12,420,173	(69,773)
IGI Prudential insurance Limited	21,772.00	560.00	12,192,320	577.89	12,581,797	(389,477)
RBB Mutual Fund 2	1,000,000.00	10.00	10,000,000	10.00	10,000,000	-
Kamana Sewa Bikas Bank Limited	34,597.00	327.00	11,313,219	334.88	11,585,697	(272,478)
Himalayan Life Insurance Limited	25,725.00	507.00	13,042,575	506.76	13,036,397	6,178
Soaltee Hotel Limited	30,975.00	485.00	15,022,875	498.05	15,427,123	(404,248)
SuryaJyoti Life Insurance Company Limited	25,609.00	610.00	15,621,490	626.19	16,036,019	(414,529)
Taragaon Regency Hotel Limited	23,000.00	790.30	18,176,900	800.18	18,404,214	(227,314)
Prabhu Insurance Ltd.	9,500.00	747.00	7,096,500	758.47	7,205,455	(108,955)
CITIZENS MUTUAL FUND 2	144,337.00	10.39	1,499,661	9.59	1,383,614	116,047
Forward Microfinance Laghubitta Bittiya Sanstha Limited	4,000.00	1,321.00	5,284,000	1,352.48	5,409,913	(125,913)
Deprosc Laghubitta Bittiya Sanstha Limited	4,000.00	826.00	3,304,000	836.27	3,345,093	(41,093)
Siddhartha Investment Growth Scheme 3	330,000.00	10.00	3,300,000	10.00	3,300,000	-
Sub-Total (A)			543,802,068		547,879,730	(4,077,662)
UNLISTED						
Citizen Unit Scheme-01	520,000.00	100.00	52,000,000	100.00	52,000,000	-
Citizen Unit Scheme-02	400,000.00	100.00	40,000,000	100.00	40,000,000	-
Citizen Unit Scheme-03	400,000.00	100.00	40,000,000	100.00	40,000,000	-
Kumari Sunaulo Lagani Yojana-IPO	500,000.00	10.65	5,325,000	10.00	5,000,000	325,000
Citizens Super 30 Mutual Fund-IPO	500,000.00	10.00	5,000,000	10.00	5,000,000	-
Nepal Republic Media Ltd.-IPO	7,682.00	110.98	852,548	100.00	768,200	84,348
Ghorahi Cement Industries Ltd.-IPO	5,000.00	465.30	2,326,500	435.00	2,175,000	151,500
Three Star Hydropower Ltd.-IPO	616.00	158.12	97,402	100.00	61,600	35,802
Upper Syange Hydropower Ltd.-IPO	542.00	108.71	58,921	100.00	54,200	4,721
Kutheli Bukhari Small Hydropower Ltd.-IPO	101.00	261.57	26,419	100.00	10,100	16,319
IME Life Insurance Co. Ltd - IPO	9,912.00	435.20	4,313,702	236.91	2,348,252	1,965,450
API-Right Entitlement	22,900.00	36.86	844,002	-	-	844,002
Arun Kabeli - Right Entitlement	26,027.00	117.75	3,064,679	-	-	3,064,679
Sub-Total (B)			153,909,174		147,417,352	6,491,822
Grand Total			697,711,242		695,297,082	2,414,160
			Unrealised Gain / (Loss)		2,414,160	
			Less: Previous year unrealised gain/(loss)		-	
			Unrealised Gain / (Loss) This Year		2,414,160	

15. Impairment

Accounting policy

The fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets.

16. Related Party Transactions

(As identified by the management and relied upon by the auditors)

Related Parties

- Fund Sponsor: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Fund Manager and Depository: NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), a subsidiary of the Sponsor.

- c. Shareholders holding substantial interest in the Fund Manager: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- d. Subsidiaries of Major Shareholders of Fund Manager with whom the Fund transacted: None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard - on 'Related Party Disclosures'.

- Unit Holding of Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)- Fund Sponsor amounts to NPR. 304,000,000 (at par value of NPR 10 per unit)
- Unit Holding of NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)- Fund Management amounts to NPR 22,321,000 (at par value of NPR 10 per unit)
- NIBL Growth Fund have earned interest amounting to NPR. 17,03,140 (NPR. One Million Seven Hundred Three Thousand One Hundred Forty Only) from Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Fund Management and Depository Fee incurred by NIBL Growth Fund during the year amounts to NPR. 11,063,472 (NPR. Eleven Million Sixty-Three Thousand Four Hundred Seventy-Two Only).
- Fund management and depository fee payable at year end by NIBL Growth Fund to NIMB Ace Capital Ltd. NPR. 5,683,763 (NPR. Five Million Six Hundred Eighty-Three Thousand Seven Hundred Sixty-Three Only).
- The Scheme has a current/call account bank balance of NPR. 27,231,093 (NPR. Twenty-Seven Million Two Hundred Thirty-One Thousand Ninety-Three Only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) earning interest at the rate of 2.70%.

17. Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

18. Contingent Liability

There is no contingent liability in respect of underwriting commitments, uncalled liability on partly paid shares and other commitments.

19. Event after Reporting Date

The Fund monitors and assess events that may have potential impact to qualify as adjusting and/or non-adjusting events after the end of the reporting period. All adjusting events are adjusted in the books with additional disclosures and non-adjusting material events are disclosed in the notes with possible financial impact, to the extent ascertainable.

There are no material events that has occurred subsequent to 31st Ashad, 2080 till the signing of this financial statement.

20. Proposed Dividend

The Scheme has not proposed any cash dividend for fiscal year 2079/80 to its unit-holders.

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

Deepak Kumar Shrestha
Director

Srijana Pandey
Director

Maheswarendra Bahadur Shrestha, FCA
Proprietor
M.B. Shrestha & Co.,
Chartered Accountants

Rabindra Bhattarai
Director

Ananda Kumar Bhattarai
Director

Shivanth Bahadur Pandé
Chief Executive Officer

Mekh Bahadur Thapa
Deputy Chief Executive Officer

Sachindra Dhungana
Deputy General Manager

Subhash Poudel
Head- Investment Banking

Poskar Basnet
Mutual Fund Executive

Date : 30th August, 2023
Place : Kathmandu



नेपालकै पहिलो
**OPEN ENDED
MUTUAL FUND**
NIBL SAHABHAGITA FUND
(As Per Mutual Fund Regulations, 2067)

भविष्यको तयारी आजै देखि

आफ्नो Retirement को पूर्ण तयारी गर्न,
आजैबाट Systematic Investment Plan
गर्नुहोस्।

योजनाका विशेषताहरू:

- नेपालको पहिलो र सबैभन्दा ठूलो खुलामुखी योजना
- हालसम्मकै सबैभन्दा धेरै प्रतिफल वितरण गर्न सफल
- न्यूनतम लगानी र न्यूनतम जोखिमको दीर्घकालीन लाभ
- न्यूनतम रु. १००० बाट नै लगानी गर्न सकिने



Mutual Funds are subject to market risks. Please read all documents carefully.
NIMB Sahabagita Fund is Nepal's first open ended mutual fund after implementation of Mutual Fund Regulation, 2067

+977-01-4525280, 9802071444
www.nimbacecapital.com
info@nimbacecapital.com



NIMB ACE
CAPITAL LIMITED
Managing Shares. Managing Investments.

wholly owned
subsidiary of



NIMB
नेपाल इन्भेस्टमेन्ट बैंक लि.
NEPAL INVESTMENT MUGA BANK LTD.



नेपालकै पहिलो
**OPEN ENDED
MUTUAL FUND**
NIBL SAHABHAGITA FUND
(As Per Mutual Fund Regulations, 2067)

भविष्यको तयारी आजै देखि

आफ्नै व्यवसाय थाल्ने सपना सफल पार्नुस्,
व्यवस्थित लगानी योजना आजैबाट सुरु गर्नुस्।

SIP भनेकै NIMB सहभागिता फण्डमा लगानी



योजनाका विशेषताहरु:

- नेपालकै पहिलो र सबैभन्दा ठूलो खुलामुखी योजना
- न्यूनतम लगानी, न्यूनतम जोखिममा दीर्घकालीन लाभ
- हालसम्मकै सबैभन्दा धेरै प्रतिफल वितरण गर्न सफल
- न्यूनतम रु. १००० को किस्तामा लगानी

Mutual Funds are subject to market risks. Please read all documents carefully. NIMB Sahabagita Fund is Nepal's first open ended mutual fund after implementation of Mutual Fund Regulation, 2067

+977-01-4425280, 9802071444
info@nimbacecapital.com, mutualfund@nimbacecapital.com
www.nimbacecapital.com



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NIMB ACE CAPITAL LIMITED

Managing Shares. Managing Investments.

एनआईएमबि एस क्यापिटल लिमिटेड

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NIMB Ace Capital Ltd., Lazimpat, Kathmandu, Nepal
+977-01-4425280
info@nimbacecapital.com
www.nimbacecapital.com
P.O. Box 23224, Lazimpat, Kathmandu, Nepal
Fax: +977-1-4005084