

तेश्रो वार्षिक प्रतिवेदन

आ.व. २०७९/८०

Third Annual Report

Fiscal Year 2079/80

हिमालयन रि



HIMALAYAN RE

Taking Nepal  to the
World



BEST'S CREDIT RATINGS CERTIFICATION

January 29, 2024

It is hereby certified that A.M. Best Asia-Pacific (Singapore) Pte. Ltd. has assigned the following Best's Credit Ratings to:

Company: Himalayan Reinsurance Limited
AM Best Number: 074846

Financial Strength

Rating (Rating Category): B+ (Good)
Outlook: Stable
Effective Date: January 24, 2024
Initial Rating Date: February 11, 2022

Issuer Credit

Long-Term

Rating (Rating Category): bbb- (Good)
Outlook: Stable
Effective Date: January 24, 2024
Initial Rating Date: February 11, 2022

Since 1899, AM Best's mission has been to provide accurate, timely and comprehensive information to anyone interested in the creditworthiness of insurance companies and insurance-linked securities. Our vision is to be the world's most recognized, accepted and respected full service credit rating agency, news publisher and data analytics provider specializing in the insurance industry.

A Best's Financial Strength Rating is an independent opinion of an insurer's financial strength and ability to meet its ongoing insurance policy and contract obligations; a Best's Issuer Credit Rating is an independent opinion of an entity's ability to meet its ongoing financial obligations and can be issued on either a long- or short-term basis.

Best's Credit Ratings are subject to change. To confirm the latest rating or to learn more about Best's Credit Ratings, visit www.ambest.com, and also refer to the Guides to Best's Credit Ratings.

For information regarding regulatory authorities with which AM Best is registered, visit www.ambest.com/nrsro/regulatoryinformation.html.

In certification thereof, I have affixed the corporate emblem and my signature,

Stefan Holzberger
Chief Rating Officer



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हिमालयन रिइन्स्योरेन्स लिमिटेडको तेस्रो वार्षिक साधारण सभा सम्बन्धी सूचना

मिति २०८०/१०/२६ गते बसेको यस कम्पनीको संचालक समितिको ५६औं बैठकको निर्णय अनुसार यस कम्पनीको तेश्रो वार्षिक साधारण सभा निम्न लिखित मिति, समय र स्थानमा निम्नलिखित प्रस्तावहरू उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा कम्पनी ऐन, २०६३ को दफा ६७(२) बमोजिम सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिका लागि यो सूचना प्रकाशित गरिएको छ ।

सभा हुने मिति, समय र स्थान

मिति : २०८० साल फागुन २० गते आइतवार तदनुसार ३ मार्च, २०२४ ।

समय : बिहान ११:०० बजे ।

स्थान : राष्ट्रिय सभा गृह, प्रदर्शनी मार्ग, काठमाडौं ।

छलफलका विषयहरू

१. सामान्य प्रस्तावहरू :

- संचालक समितिको तर्फबाट अध्यक्षज्यूद्वारा प्रस्तुत आ. व. २०७९/०८० को वार्षिक प्रतिवेदन उपर छलफल गरी पारित गर्ने ।
- आ. व. २०७९/०८० को लेखापरीक्षकको प्रतिवेदन सहितको २०८० आषाढ मसान्तको वासलात, सोही अवधिको नाफा नोक्सान हिसाब, नगद प्रवाह विवरण तथा सोसंग सम्बन्धित अनुसूचीहरू सहितको वित्तीय विवरणहरू उपर छलफल गरी पारित गर्ने ।
- लेखापरीक्षण समितिको सिफारिश बमोजिम आ. व. २०८०/०८१ का लागि लेखापरीक्षकको नियुक्ति गर्ने तथा निजको पारिश्रमिक तोक्ने ।
- संचालक समितिबाट प्रस्ताव भए बमोजिम हाल कायम रहेको चुक्ता पूँजी रु. १० अर्बको ०.२१ (निकटतम २ अंक) प्रतिशतका दरले हुन आउने रु. २,१०,५२,६३१/५८ बराबरको नगद लाभांश (बोनस शेयरको कर प्रयोजनकालागि) वितरण गर्ने प्रस्ताव स्वीकृत गर्ने ।
- सञ्चालक समितिमा संस्थापक समूहका शेयरधनीतर्फको रिक्त रहेको संचालक पदसंख्या १ (एक) मा बाँकी कार्याकालको लागि तथा सर्वसाधारण शेयरधनी समूह मध्येबाट सञ्चालक समितिमा प्रतिनिधित्व गर्ने दुई (२) जना सञ्चालकको निर्वाचन गर्ने ।

२. विशेष प्रस्तावहरू :

- संचालक समितिबाट प्रस्ताव भए बमोजिम हाल कायम रहेको चुक्ता पूँजी रु. १० अर्बको ४ (चार) प्रतिशतका दरले हुन आउने रु. ४०,००,००,०००/०० बराबरको बोनस शेयर वितरण गर्ने प्रस्ताव स्वीकृत गर्ने ।
- बोनस शेयर वितरण गरे पश्चात कायम हुने चुक्ता पूँजी रु. १० अर्ब ४० करोडको १०:८ अर्थात १० शेयर बराबर ८ शेयरको अनुपातमा रु. ८ अर्ब ३२ करोड बराबरको हकप्रद शेयर जारी गर्ने प्रस्ताव स्वीकृत गर्ने ।
- कम्पनीको अधिकृत पूँजी, जारी पूँजी तथा चुक्ता पूँजी वृद्धि गर्ने र सोही बमोजिम प्रवन्धपत्रको सम्बन्धित दफाहरू संशोधन गर्ने प्रस्ताव स्वीकृत गर्ने ।
- प्रवन्धपत्र तथा नियमावलीमा संशोधन तथा थप गर्ने प्रस्ताव स्वीकृत गर्ने ।
- कम्पनीबाट आर्थिक वर्ष २०७९/०८० मा सामाजिक उत्तरदायित्व अन्तर्गत प्रदान गरिएको चन्दा तथा विभिन्न खर्च रकमको अनुमोदन गर्ने ।
- प्रवन्धपत्र तथा नियमावलीमा गरिएको थप तथा संशोधन र सो को अभिलेख गराउने सम्बन्धमा नियमनकारी निकायबाट कुनै फेरबदल वा परिमार्जन वा सुधारको लागि निर्देशन प्राप्त भएमा सोही बमोजिम गर्ने गराउने सम्बन्धी सम्पूर्ण अख्तियारी संचालक समितिलाई प्रत्यायोजन गर्ने ।

३. विविध ।

सञ्चालक समितिको आज्ञाले,

दीपक कुमार श्रेष्ठ
कम्पनी सचिव

साधारण सभा सम्बन्धी थप जानकारी

- क) तेश्रो वार्षिक साधारण सभा प्रयोजनकालागि मिति २०८० साल फागुण ७ गते एक दिनकालागि कम्पनीको शेयर दाखिला खारेजी बन्द (बुक क्लोज) रहने छ। मिति २०८० साल फागुण ६ गतेसम्म नेप्सेमा कारोवार भई यस कम्पनीको शेयर रजिष्ट्रार एनएमबि क्यापिटल लिमिटेड, बालुवाटार, काठमाण्डौमा प्राप्त शेयर लगत अभिलेखमा कायम रहेका शेयरधनीहरु मात्र वार्षिक साधारण सभाको प्रयोजन तथा बोनस शेयरकालागि योग्य रहनेछन्।
- ख) साधारण सभामा भाग लिन इच्छुक शेयरधनी महानुभावहरुले आफ्नो परिचय खुल्ने कुनै आधिकारिक परिचयपत्र साथमा लिई आउनु हुन अनुरोध छ। संगठित संस्थाबाट प्रतिनिधित्व गर्ने भएमा संस्था प्रमुखको दस्तखत भएको आधिकारीक पत्र अनिवार्य लिई आउनु पर्नेछ।
- ग) स्वयं उपस्थित हुन नसकी सभामा भाग लिन र मतदान गर्नकालागि अर्को शेयरधनीलाई प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीले प्रतिनिधि (प्रोक्सी) फाराम भरी शेयर रजिष्ट्रार एनएमबि क्यापिटल लिमिटेडबाट दस्तखत प्रमाणित गराई सभा शुरु हुनु भन्दा कम्तिमा ४८ घण्टा अगावै अर्थात् २०८०/१०/१८ गते बिहान ११ बजेभित्र कम्पनीको केन्द्रीय कार्यालय, महाराजगंज, काठमाण्डौमा दर्ता गराई सक्नु पर्नेछ। दस्तखत प्रमाणित नभएको प्रतिनिधि (प्रोक्सी) फाराम दर्ता गरिने छैन।
- घ) एकजना शेयरधनीले एकभन्दा बढी प्रतिनिधि (प्रोक्सी) नियुक्त गर्न पाइने छैन। एकभन्दा बढी प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको पाइएमा सबैभन्दा पहिले कम्पनीमा दर्ता भएको प्रतिनिधि (प्रोक्सी) मात्र मान्य हुनेछ। प्रतिनिधि (प्रोक्सी) नियुक्त गर्ने शेयरधनीले सभा शुरु हुनु ४८ घण्टा अगाडि पहिले नियुक्ती गरेको प्रतिनिधि (प्रोक्सी) बदर गरी अर्को प्रतिनिधि (प्रोक्सी) नियुक्त गर्न सक्नेछ। प्रतिनिधि (प्रोक्सी) नियुक्त गर्ने शेयरधनी स्वयं सभामा उपस्थित भई प्रतिनिधि (प्रोक्सी) बदर गराएमा वा प्रतिनिधि (प्रोक्सी) ले दस्तखत गर्नु अगावै हाजिर किताबमा दस्तखत गरेमा निजले नियुक्ती गरेको प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ। प्रतिनिधि (प्रोक्सी) फाराम यस कम्पनीको वेबसाईटबाट डाउनलोड गर्न सकिनेछ।
- ङ) साधारण सभामा भाग लिने प्रत्येक शेयरधनी महानुभावहरुले सभा हुने स्थानमा उपस्थित भई त्यहाँ रहेको हाजिरी पुस्तिकामा दस्तखत गर्नुपर्नेछ। हाजिरी पुस्तिका बिहान ९:३० बजेदेखि साधारणसभा सम्पन्न नभएसम्म खुला रहनेछ।
- च) शेयरधनी महानुभावहरुले व्यक्त गर्नुभएका मन्तव्य तथा प्रश्नहरुको सम्बन्धमा सञ्चालक समितिका तर्फबाट अध्यक्ष आफैले वा निजबाट आदेश पाएको पदाधिकारीबाट जवाफ दिइनेछ।
- छ) छलफलका विषयहरुमध्ये विविध शीर्षक अन्तर्गत कुनै विषयमा छलफल गर्न इच्छुक शेयरधनीले सभा हुनुभन्दा कम्तिमा ७ (सात) दिन अगावै छलफलको विषय कम्पनी सचिव मार्फत सञ्चालक समितिको अध्यक्षलाई लिखित रुपमा दिनुपर्नेछ। सो विषय छलफलमा समावेश गरिएता पनि निर्णयको रुपमा रहने छैन।
- ज) सञ्चालक निर्वाचन कार्यक्रमको सूचना साधारण सभा हुने दिनभन्दा १५ दिन अगाडि कम्पनीको केन्द्रीय कार्यालय, महाराजगंजस्थित निर्वाचन अधिकृतको कार्यालयको सूचना पाँटीमा प्रकाशित हुनेछ र कम्पनीको वेबसाईटमा समेत राखिनेछ। निर्वाचन सम्बन्धी अन्य कुराहरु निर्वाचन अधिकृतको कार्यालयबाट प्राप्त गर्न सकिनेछ।
- झ) सभामा भाग लिन आउँदा जाँदा लागेको खर्च लगायत अन्य कुनै पनि प्रकारको खर्चको शोधभर्ना यस कम्पनीले व्यहोर्ने छैन।
- ञ) शेयरधनी महानुभावहरुलाई शेयरधनी दर्ता किताबमा कायम रहेको ठेगाना वा इमेल मार्फत वार्षिक प्रतिवेदन पुस्तिका पठाइने छ। कुनै कारणवश उक्त पुस्तिका प्राप्त नभएमा कम्पनीको केन्द्रीय कार्यालयबाट समेत प्राप्त गर्न सकिनेछ।
- ट) साधारण सभा सम्बन्धमा थप जानकारी आवश्यक परेमा कार्यालय समयभित्र कम्पनीको केन्द्रीय कार्यालय, ललिता भवन, महाराजगंज, काठमाण्डौमा फोन नं. : ०१-४००३१२२, ०१-४००३१२३, ०१-४५४३४३२ वा इमेल: contactus@himalayanre.com मार्फत सम्पर्क राख्न अनुरोध गरिन्छ।

हिमालयन रिइन्स्योरेन्स लिमिटेड

ललिता भवन, महाराजगंज, काठमाडौं
फोन नं. : ०१-४००३९२२, ०१-४००३९२३, ०१-४४४३४३२

प्रोक्सी-फाराम

श्री सञ्चालक समिति,
हिमालयन रिइन्स्योरेन्स लिमिटेड
ललिता भवन, महाराजगंज, काठमाडौं ।

विषय: प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

जिल्ला.....न.पा./गा.पा. वडा नं. मा बस्ने म/हामी ले
त्यस कम्पनीको शेयरधनीको हैसियतले २०८० साल फागुन २० गते आइतबारका दिन हुने तेस्रो वार्षिक साधारण सभामा
म/हामी स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकाले उक्त सभामा मेरो/हाम्रो तर्फबाट भागलिन
तथा मतदान गर्नका लागि जिल्ला न.पा./गा.पा.
वडा नं. बस्ने श्री..... लाई मेरो/हाम्रो प्रतिनिधि मनोनीत
गरी पठाएको छु/छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको

दस्तखत नमूना:
शेयर धनी भए शेयर प्रमाणपत्र नं.:
हितग्राही खाता नं.:
शेयरधनी नभए नागरिकता प्रमाणपत्र नं.

निवेदक,

दस्तखत:
नाम:
ठेगाना:
हितग्राही/शेयर प्रमाणपत्र नं.:
कि.नं. देखि सम्म.
शेयर संख्या:

नोट: यो निवेदन साधारण सभा शुरू हुनुभन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको रजिष्टर्ड कार्यालयमा पेश गरी सक्नु पर्नेछ ।

हिमालयन रिइन्स्योरेन्स लिमिटेड

ललिता भवन, महाराजगंज, काठमाडौं
फोन नं. : ०१-४००३९२२, ०१-४००३९२३, ०१-४४४३४३२

प्रवेश पत्र

शेयरधनीको नाम शेयर प्रमाण पत्र नं.
शेयरधनी नं. वा हितग्राही नं. शेयर संख्या हिमालयन रिइन्स्योरेन्स
लिमिटेडको २०८० साल फागुन २० गते आइतबारका दिन हुने वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश पत्र ।

शेयरधनीको दस्तखत

कम्पनी सचिव

(सभा कक्षमा प्रवेश गर्न यो प्रवेश पत्र अनिवार्य रूपमा लिई आउनु हुन अनुरोध छ ।)

नोट : यो प्रोक्सी फारम साधारण सभा हुनुभन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको केन्द्रीय कार्यालयमा पेश गरीसक्नु पर्नेछ ।

BOARD OF DIRECTORS



Amit More
Director



Shekhar Golchha
Chairman



Shahil Agrawal
Director



Subhash Kumar Jhunjunwala
Independent Director



Chairman's Message

Dear Respected Shareholders,

It is with great pleasure that I extend to you an update on the commendable achievements of our company for the fiscal year 2079-80. Our dedicated team has demonstrated exceptional performance, significantly contributing to the transformative growth of the Nepal insurance sector, which experienced an approximate 3% increase.

Earning recognition as the first private sector reinsurance company in South Asia (SAARC) and the first internationally rated insurer in Nepal by AM Best with a robust B+, marks a momentous milestone for us. This upgraded rating not only instills pride in our team but also propels us towards exciting avenues for expansive international business activities.

Our unwavering commitment to excellence is palpable in the strategic investments made in trained manpower, international software, systems, and control processes. These efforts ensure the delivery of efficient and top-notch services to our clients, both domestic and overseas.

A recent feat worth celebrating is the attainment of the FRN from India, a notable stride that grants us access

to conduct business in a key market, further strengthening our global footprint. Moreover, the successful completion of our Initial Public Offering (IPO) has fortified our financial foundation, providing higher reinsurance capacity. This aligns seamlessly with our ambitious target of NPR 10,000 million for the fiscal year 2080-81.

Buoyed by a substantial increase in reinsurance profit, our fiscal achievements, coupled with strategic initiatives, position us for exponential growth, particularly on the international front. Your ongoing support and guidance remain paramount as we collectively navigate challenges and propel our company towards an even more promising future. Lastly, I wish to express my sincere gratitude to our regulatory authority, dedicated board of directors, fellow shareholders, executives, officers, and the entire company team. Your guidance, unwavering support, and invaluable contributions have played a pivotal role in our collective success.

Best Regards,

Shekhar Golchha
Chairman



CEO's Message

Namaste!

I express my heartfelt gratitude to our esteemed shareholders, customers and stakeholders for their unwavering guidance and support to Himalayan Reinsurance Limited.

The fiscal year 2079-80 has been marked by dedicated efforts to cultivate essential resources, skilled manpower, infrastructure, and state of the art software systems which all in turn lay a robust foundation for our company. In fiscal year 2079-80, we have booked premium income of NPR 5,466 million vis-à-vis NPR 868 million in fiscal year 2078-79. Along with this, we have also been able to achieve a net profit growth of 122% compared to the previous financial year.

With this remarkable growth in business deliverables, the employees and management are always dedicated to delivering superior value to its customers and better return to its shareholders by focusing on building long-term sustainable growth for the company while providing better support and services to the partnered companies. We believe in following a flat-organizational structure while maintaining an open line of communication and engaging regularly within our premises and with related officials of all cedant insurance/reinsurance companies and the regulatory bodies.

Our primary focus is to provide reinsurance capacity to domestic insurance companies, which has not only supported their growth but has also enhanced the retention of reinsurance premium within the country. While the premium income from domestic business will form the backbone of our company in the forthcoming years, the company is looking forward to expanding its presence in global market to fulfill its vision of "Taking Nepal to the World".

To bolster our global presence, our executives and officials strategically engage in major international conferences such as GAIF and FAIR in the Middle East, India Rendezvous, SIRC in Singapore, OESAI, and AIO in Africa. These active involvements provide a platform to explore new opportunities and establish our credibility in the international reinsurance landscape. The recent upgrade of our AM Best rating from B Fair to B Plus significantly expands our horizons, reinforcing credibility globally. The enhanced rating, coupled with the acquisition of the FRN license from India, positions us as a key player in the Indian insurance market which also contributes to foreign currency inflow into our country. This strategic combination solidifies our standing as a trusted and competitive player in the global insurance and reinsurance market, paving the way for growth and collaboration across diverse territories.

In closing, I extend heartfelt thanks to our regulatory authority, esteemed chairman, dedicated board of directors and entire team of Himalayan Reinsurance Limited. Your guidance, support, and contributions have been invaluable, playing a pivotal role in our success. I am confident that together we will continue to achieve new heights with your collaborative efforts and unwavering commitment.

Thank you for being integral to our shared success and for embodying the spirit of excellence that defines our company.

Sincerely,

Upasana Poudel



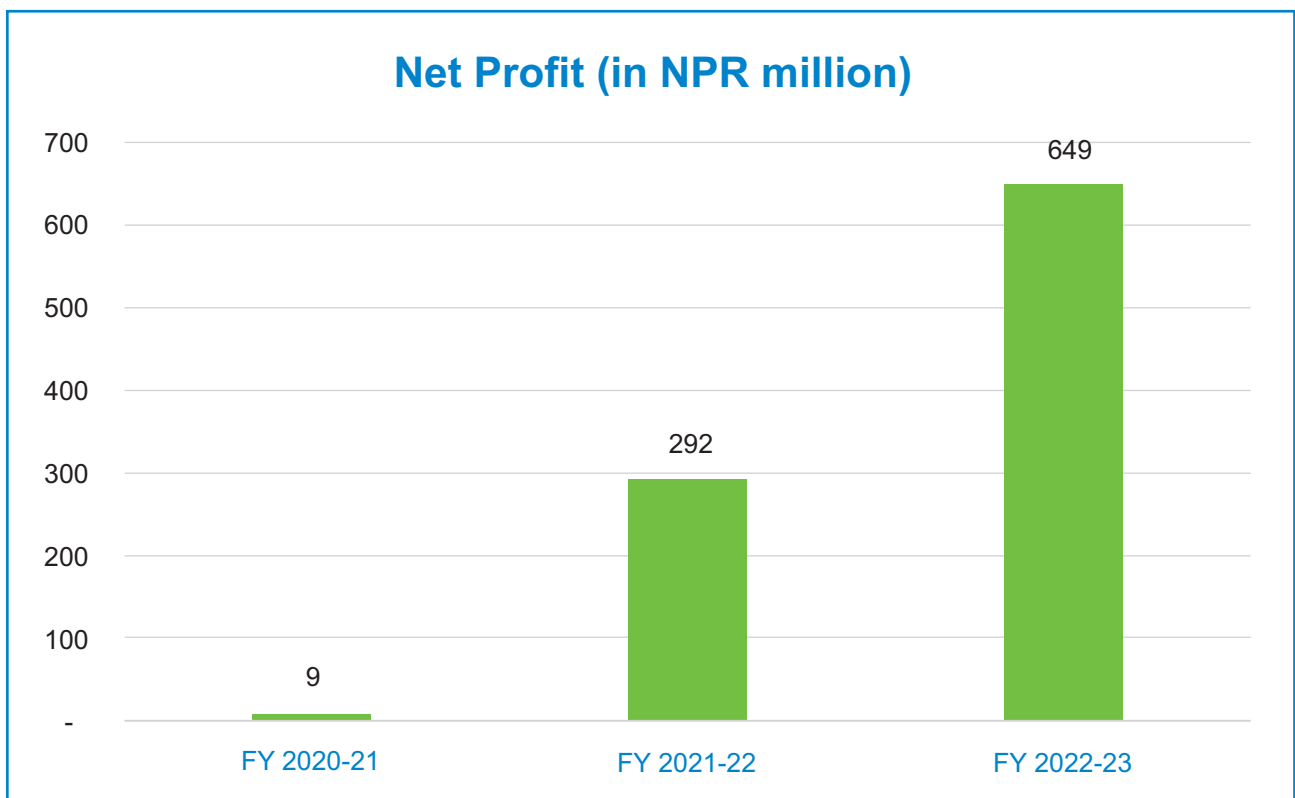
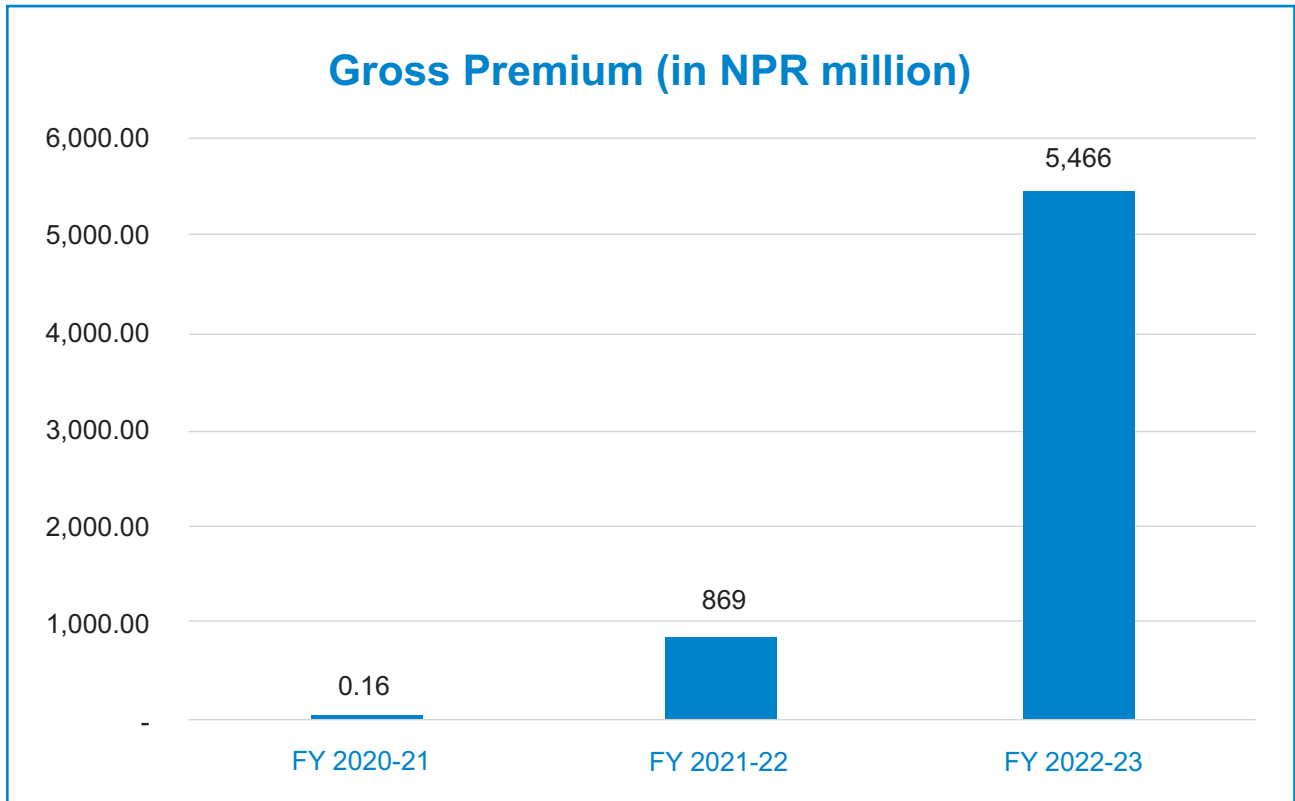
SENIOR EXECUTIVES

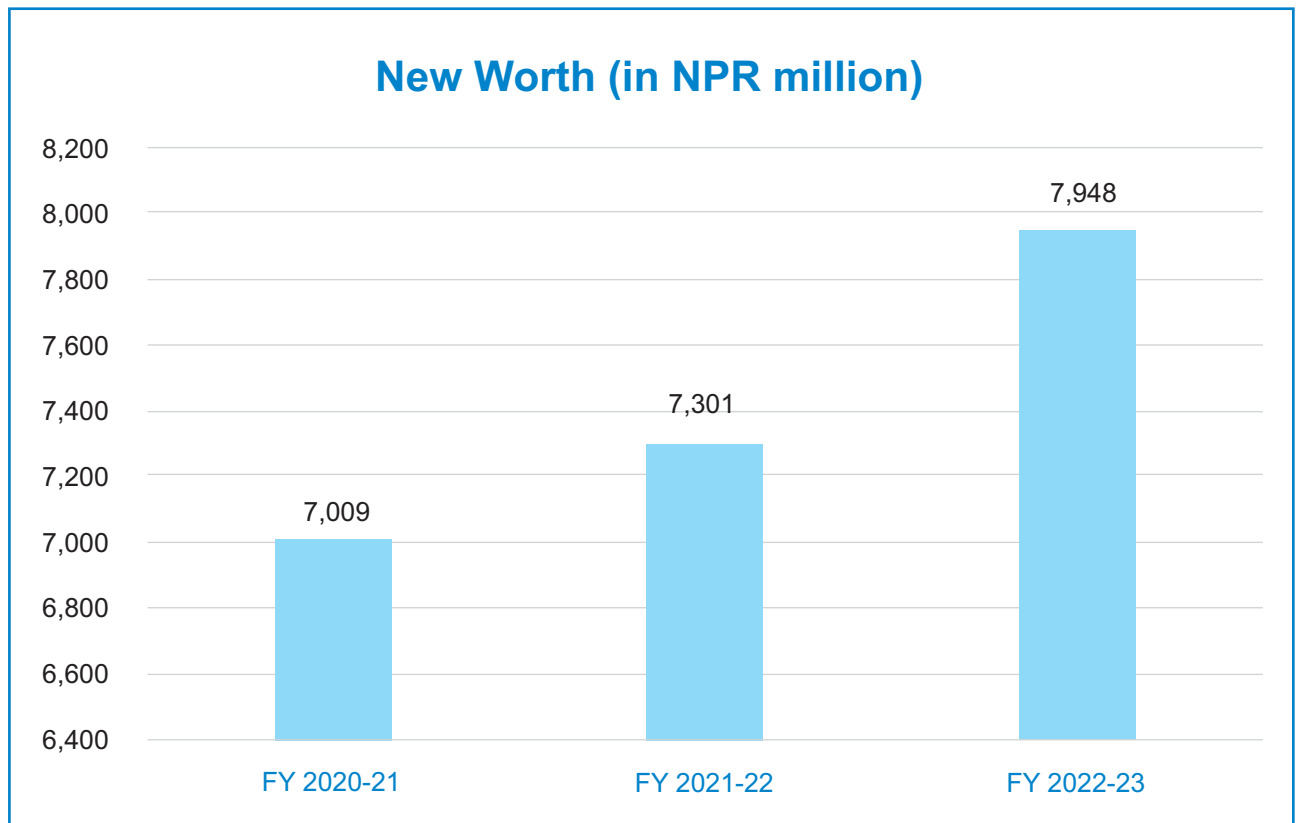


MANAGEMENT TEAM

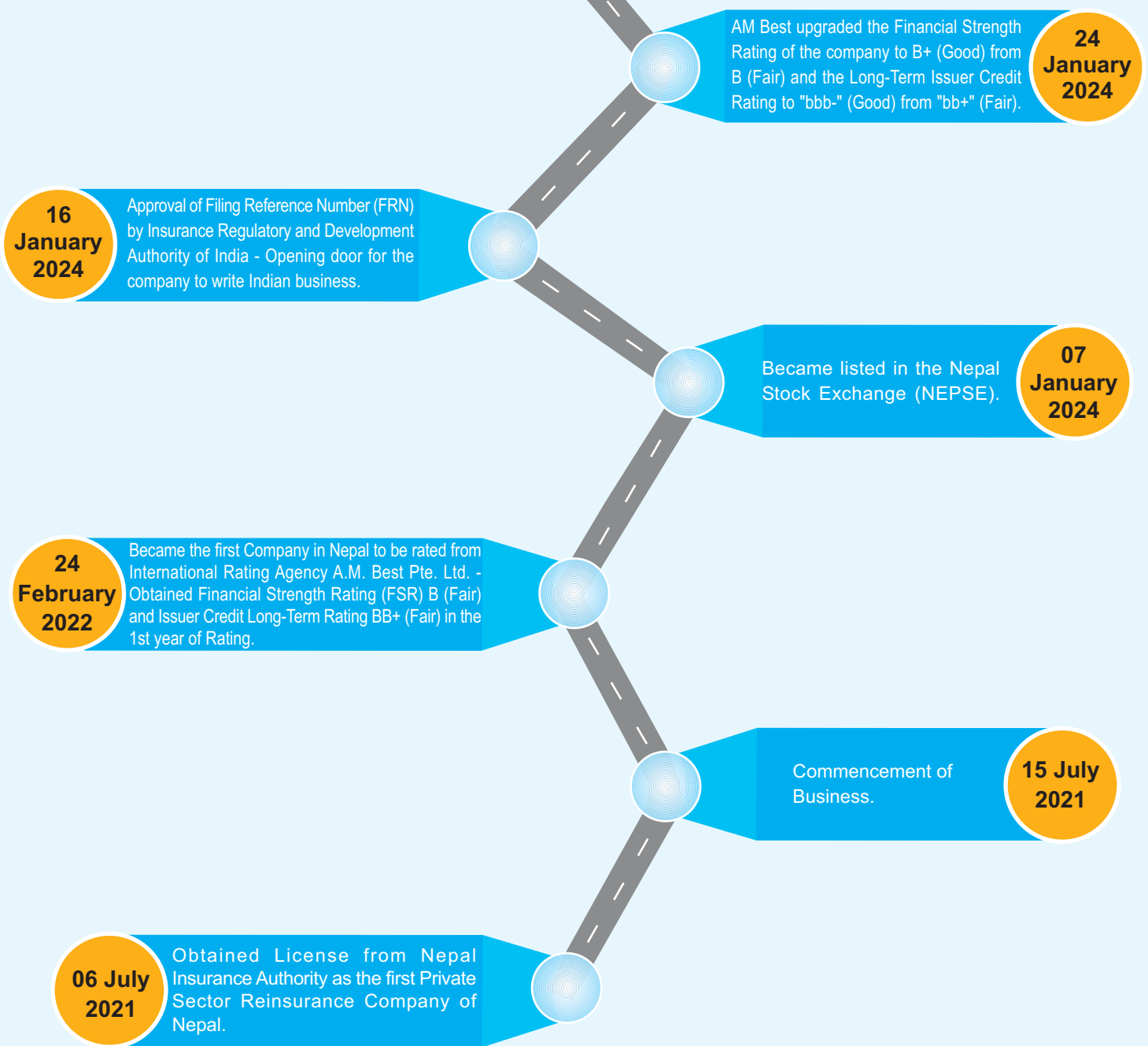


Graphs of Key Indicators





Key Milestones



हिमालयन रिइन्स्योरेन्स लिमिटेडको तेश्रो वार्षिक साधारण सभामा
सञ्चालक समितिको तर्फबाट अध्यक्ष
श्री शेखर गोल्छाद्वारा प्रस्तुत वार्षिक प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरू,

यस हिमालयन रिइन्स्योरेन्स लिमिटेडको तेश्रो वार्षिक साधारण सभामा उपस्थित सम्पूर्ण आदरणीय शेयरधनी तथा आमन्त्रित महानुभावहरूलाई सञ्चालक समिति एवं मेरो व्यक्तिगत तर्फबाट समेत हार्दिक स्वागत अभिवादन गर्दछु।

देशमा लामो समय देखि पुनर्बीमाका नाममा विदेशी मुद्रा बहिर्गमन भइरहेको अवस्थामा देशमा अर्को एक पुनर्बीमा कम्पनी स्थापना गर्न सकेमा नेपाली बीमा बजारमा पुनर्बीमाको बढ्दो आवश्यकतालाई परिपूर्ति गरी लक्ष्य अनुरूप विदेशी मुद्रा बहिर्गमन रोक्न तथा पुनर्बीमा मार्फत विदेशी मुद्रा देशमा भित्र्याउन प्रभावकारी भूमिका खेल्न सकिने नेपाल सरकारले महशुस गरी चालिएको कदम स्वरूप कम्पनी ऐन, २०६३ बमोजिम मिति २०७८/०२/२३ मा कम्पनी रजिष्ट्रार कार्यालयमा दर्ता भई यस कम्पनीको स्थापना भएको शेयरधनी महानुभावहरू सबैलाई विदितै छ।

शेयरधनी महानुभावहरू,

आर्थिक वर्ष २०७९/८० को यस कम्पनीको वित्तीय विवरण, कम्पनीले आफ्ना उद्देश्य प्राप्तिका निमित्त विगत तथा भविष्यमा चाल्ने कदमहरू, कम्पनी सञ्चालनको क्रममा अवलम्बन गरिने व्यवस्थापकीय प्रयासहरू तथा भावी रणनीतिक योजनाहरू सञ्चालक समितिको तर्फबाट यस वार्षिक साधारण सभामा प्रस्तुत गर्न पाउँदा मलाई अत्यन्त खुशी लागेको छ। यस वार्षिक साधारण सभामा कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम तयार गरिएको आर्थिक वर्ष २०७९/८० को वित्तीय विवरण सहितको वार्षिक प्रतिवेदन अनुमोदनको लागि यहाँहरू समक्ष प्रस्तुत गर्दछु जसलाई यहाँहरूको समर्थनले पूर्णता पाउनेछ, भन्ने विश्वास लिएको छु।

(१) विगत वर्षको कारोबारको सिंहावलोकन :

यस कम्पनीले पूर्ण आर्थिक वर्षका लागि आफ्नो व्यवसायिक कारोबार गरेको दोश्रो वर्षमा नै उल्लेख्य व्यवसाय गर्न सफल भएको छ। यसलाई कम्पनीको आगामी दिनहरूमा हुने व्यवसायिक सफलताको एक सानो फलकको रूपमा समेत लिन सकिने र आगामी दिनहरूमा कम्पनी व्यवसायिक रूपमा अत्यन्तै सफल रहने प्रतिवद्धता समेत म यस सभामा जनाउन चाहन्छु। कम्पनीले करिब दुई महिना अघि मात्र रु. १०६ प्रतिशत प्रिमियम संकलन गरी धितोपत्रको सार्वजनिक निष्काशन प्रकृया सम्पन्न गरेको र सो निष्काशन लगत्तै बसेको साधारण सभामा चार (४) प्रतिशत बोनस शेयर र सोको कर प्रयोजनको लागि ०.२१ प्रतिशत नगद लाभांश वितरणको प्रस्ताव पेश गर्नुले कम्पनी व्यवसायिक सफलताको साथसाथै शेयरधनी महानुभावहरूलाई उचित प्रतिफल दिन समेत उत्तिकै अग्रसर रहेको छ, भन्ने विश्वास म शेयरधनी महानुभावहरूलाई दिलाउन चाहन्छु।

यस कम्पनीको आ.व. २०७९/८० तथा आ.व. २०७८/७९ का प्रमुख सूचांकहरूको तुलनात्मक विवरण म यहाँहरू समक्ष पेश गर्न चाहन्छु।

विवरण	आ.व. २०७५/८०	आ.व. २०७८/७९
चुक्ता पूँजी	७,०००,०००,०००।-	७,०००,०००,०००।-
विशेष जगेडा कोष	४५५,५६५,७६५।-	१३६,९७८,११६।-
अन्य जगेडा तथा कोष	४२७,६२६,१२८।-	११९,४९४,४३९।-
कूल बीमाशुल्क	५,४६६,२१९,४७५।-	८६८,९०६,५४८।-
लगानी तथा कर्जाबाट आय	८०७,०५७,७२४।-	५७५,७०१,२३७।-
खुद नाफा	६४९,४२४,५३०।-	२९२,१०७,६२१।-

समीक्षा अवधिमा कम्पनीको कूल बीमाशुल्क अघिल्लो वर्षको तुलनामा ५२९% वृद्धि भएको छ भने कम्पनीको खुद मुनाफा समीक्षा अवधिमा अघिल्लो वर्षको तुलनामा १२२% वृद्धि भएको छ। कम्पनीको व्यवसाय तथा खुद मुनाफाको वृद्धिसँगै कम्पनीको नेट वर्थ समीक्षा अवधिमा अघिल्लो वर्षको तुलनामा ९% ले वृद्धि भई रु. ७ अर्ब ९५ करोड भएको छ।

(२) चुक्ता पूँजी :

यस कम्पनीको हालको अधिकृत पूँजी रु. २१,०००,०००,०००/- (अक्षरेपी एककाईस अर्ब) कायम गरिएकोमा यस साधारण सभामा सोलाई बढाई रु. ५०,०००,०००,०००/- (अक्षरेपी पचास अर्ब) कायम गर्ने प्रस्ताव पेश गरिएको छ, जुन नेपालको सम्पूर्ण बीमा क्षेत्रकै सर्वाधिक रहेको छ। हाललाई कम्पनीको दुवै जारी तथा चुक्ता पूँजी रु. १०,०००,०००,०००/- (अक्षरेपी) दश अर्ब रहेकोमा नियमनकारी निकाय श्री नेपाल बीमा प्राधिकरणको पूँजी वृद्धि सम्बन्धी निर्देशन बमोजिम जारी तथा चुक्ता पूँजी दुवैलाई बढाई रु. १८,७२०,०००,००० (अक्षरेपी अठार अर्ब बहत्तर करोड) कायम गर्ने प्रस्ताव यस साधारण सभामा पेश गरिएको छ।

(३) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोबारमा परेको असर :

समस्त विश्व अर्थतन्त्र नै आर्थिक मन्दीको चपेटामा परिरहेको अवस्थामा नेपालको अर्थतन्त्र समेत यसबाट अछुतो रहन नसक्ने प्रष्ट देख्न सकिन्छ। आर्थिक मन्दीका कारण बीमा क्षेत्रमा परेको असर बीमा क्षेत्र सम्बन्धी सुचाङ्कहरूबाट समेत प्रष्ट देख्न सकिन्छ। आर्थिक वर्ष २०७८/७९ मा अधिल्लो वर्षको तुलनामा नेपालको जीवन बीमा व्यवसायले १४.६३ प्रतिशतको वृद्धि र निर्जीवन बीमा व्यवसायले २३.५६ प्रतिशतको वृद्धि हासिल गरेकोमा आर्थिक वर्ष २०७९/८० मा सो वृद्धि जीवन बीमा व्यवसायको हकमा केवल २.८४ प्रतिशत र निर्जीवन बीमा व्यवसायको हकमा केवल २.९८ प्रतिशतमा संकुचित भएको छ।

यद्यपी केही वर्ष अधिसम्म निकै न्यून रहेको बीमाको पहुँच आर्थिक वर्ष २०७९/८० मा आइपुग्दा ४० प्रतिशत को हाराहारीमा (जीवन बीमाको दायरा) पुग्न सक्नुलाई राम्रो उपलब्धिका रूपमा लिन सकिन्छ।

विश्वभर भइरहेका प्राकृतिक प्रकोप र विपत्तिहरूको क्षतिका कारण विदेशी पुनर्बीमकहरू समेत प्रभावित भएको अवस्थामा आगामी दिनमा पुनर्बीमा सुरक्षण सुलभ नहुन सक्ने तथा पुनर्बीमा लागत समेत बढ्न सक्ने निश्चित प्राय देखिन्छ।

त्यस्तै बैकिङ्ग तरलताको अभाव, व्याजदरमा घटबढ, देशको पुँजीगत खर्चको अवस्था लगायत समग्र राजनैतिक अवस्थाले कम्पनीको व्यवसायमा प्रत्यक्ष असर गर्ने कुरालाई नकार्न सकिन्न। बैकिङ्ग तरलताको उतारचढावले कम्पनीको मुद्दति लगायत अन्य निक्षेपमा प्राप्त हुने व्याजदर प्रभावित भई कम्पनीको लगानीको प्रतिफलमा प्रत्यक्ष असर पर्न जान्छ। सो जोखिम न्यूनिकरणका लागि कम्पनीले आफ्नो लगानीलाई विविधकरण गर्दै लैजानु पर्ने आवश्यकता रहेको छ।

(४) प्रतिवेदन तयार भएको मितिसम्म चालु वर्षको उपलब्धी र भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा संचालक समितिको धारणा :

यो प्रतिवेदन तयार गरिएको मितिसम्ममा कम्पनीले अनुमानित रु. ३५० करोडको कूल व्यवसाय गर्न सफल भएको छ। कम्पनीको दोश्रो वार्षिक साधारण सभामा जनाएको प्रतिवद्धता अनुसार कम्पनीले करिब दुई महिना अधिमात्र प्रति शेयर रु. १०० अंकित मूल्यमा रु. १०६ प्रिमियम थप गरी धितोत्रपको सार्वजनिक निष्काशन प्रकृया सम्पन्न गरेको छ जसको फलस्वरूप कम्पनीको नेट वर्थ आर्थिक वर्षको पुष मसान्त सम्म आइपुग्दा करिब रु. १५ अर्बको हाराहारीमा पुगेको छ। कम्पनीले आर्थिक वर्ष २०७९/८० को दोश्रो त्रैमासको अन्त्यसम्ममा करिब रु. ६० करोड खूद मुनाफा आर्जन गर्न समेत सफल भएको छ।

त्यसैगरी कम्पनीले विश्व विख्यात रेटिङ एजेन्सी A.M. Best बाट प्राप्त रेटिङलाई बी (B) बाट बी प्लस (B+) मा स्तरोन्नती गर्न सफल भएको छ। नेपाल जस्तो देशमा स्थापित यस कम्पनीले विश्व विख्यात रेटिङ एजेन्सीसँग रेटिङ गराएको दोश्रो वर्ष मै आफ्नो रेटिङ बी प्लस (B+) मा स्तरोन्नती गराउन सक्नुलाई ऐतिहासिक सफलताका रूपमा लिन सकिन्छ।

त्यसैगरी कम्पनीले भारतको बीमा क्षेत्रको नियामकीय निकाय IRDAI बाट FRN number प्राप्त गरेको छ जसले गर्दा कम्पनीले भारतबाट पुनर्बीमा व्यवसाय प्राप्त गर्न बाटो खुलेको छ। स्थापनाको छोटो समयमा नै ३१ वटा देशमा व्यवसाय विस्तार गरी दक्षिण एशियाली क्षेत्रको एक उदाउँदो पुनर्बीमाको छवी बनाउन सफल भएको यस कम्पनीले भारतबाट व्यवसाय गर्न स्वीकृति प्राप्त गरेसँगै यस छवीलाई थप उचाइमा पुऱ्याउने विश्वास मैले लिएको छ। यी दुई विशेष उपलब्धिका लागि म कम्पनीको व्यवस्थापन लगायत सबैप्रति हार्दिक कृतज्ञता व्यक्त गर्न चाहन्छु।

कम्पनीले आफ्ना कर्मचारीहरूलाई समय सापेक्ष तालिम, गोष्ठी तथा सम्मेलनहरूमा सहभागी गराई कर्मचारीको सिप विकास तथा क्षमता अभिवृद्धि गर्दै गइरहेको छ। अन्तर्राष्ट्रिय स्तरको रिइन्स्योरेन्स सफ्टवेयर तथा दक्ष जनशक्तिको विकासले कम्पनीलाई दिगो उपलब्धि हासिल हुने अपेक्षा समेत मैले लिएको छु।

(५) कम्पनीको औद्योगिक वा व्यवसायिक सम्बन्ध :

यस कम्पनीमा देशका विभिन्न प्रतिष्ठित व्यवसायिक घरानाहरूको लगानी रहेका कारण कम्पनीको औद्योगिक तथा व्यवसायिक सम्बन्ध सुमधुर रहेको छ। त्यसै गरी स्वदेशी जीवन तथा निर्जीवन बीमकहरू, विदेशी बीमकहरू तथा विश्वविख्यात अन्तर्राष्ट्रिय पुनर्बीमकहरू तथा पुनर्बीमा ब्रोकरहरूसँग सुमधुर सम्बन्ध कायम गर्न सकेमा आवश्यक सीप, प्रविधि र ज्ञानको अभिवृद्धि भई विश्वस्तरीय पुनर्बीमा सेवा मार्फत मुनाफा आर्जन मात्र नभई राष्ट्रिय पहिचानलाई विश्वव्यापीकरण गर्न समेत सफल हुने निश्चित छ।

(६) सञ्चालक समितिमा भएको हेरफेर र सोको कारण :

समीक्षा अवधिमा सञ्चालक समितिमा कुनैपनि हेरफेर भएको छैन।

(७) कारोवारलाई असर पार्ने मुख्य कुराहरू :

स्तरीय पुनर्बीमा सेवा प्रदान गर्दै राष्ट्रको अर्थतन्त्रमा योगदान पुऱ्याउन र प्राप्त उपलब्धिलाई स्थायित्व प्रदान गर्दै आफ्ना लगानीकर्ताहरूलाई उच्चतम प्रतिफल दिन यस कम्पनी सदैव प्रयत्नसिल रहेको छ। पुनर्बीमा व्यवसाय आफैमा जोखिम बहन गर्ने व्यवसाय भएको हुँदा यसमा विविध प्रकारका जोखिमहरू सधै रहन्छ। जोखिमहरूको उचित र सहज व्यवस्थापनबाट मात्र कारोवारले सकारात्मक परिणाम हासिल गर्ने हुँदा विविध किसिमका जोखिम प्रभावहरूलाई न्यूनिकरण गर्न निश्चित रणनीतिक तथा कार्ययोजनाका साथ अगाडि बढेका छौं।

मुलुकमा लगानीको अवसर न्यून भएमा तथा सम्बद्ध सबै पक्षहरूबाट आशातित सहयोग नभएमा यस व्यवसायलाई प्रतिकूल प्रभाव पर्ने निश्चित छ । कम्पनीको कारोवारलाई असर पार्ने मुख्य बुँदाहरू निम्नानुसार रहेका छन्:

- अस्थिर राजनीतिक वातावरण,
- जोखिमयुक्त अन्डरराइटिङ तथा पुनर्बीमा नीति र बजार व्यवस्थापन,
- अर्थतन्त्रमा दीर्घकालीन लगानीको अवसर न्यून भएकोले परम्परागत लगानीका क्षेत्रहरूमा मात्र लगानी एकिकृत भइरहने हुँदा केन्द्रित जोखिमको अवस्था,
- आर्थिक सामाजिक विकास
- नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय तथा अन्य नियमनकारी निकायहरूबाट समय समयमा जारी निर्देशनहरू,

(८) लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर सञ्चालक समितिको प्रतिक्रिया :

आ.व. २०७९/८० को लेखापरीक्षण प्रतिवेदनमा उल्लेख भएका कैफियतहरू सुभाब बमोजिम सुधार गरिएको छ ।

(९) लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम :

आ.व. २०७९/८० सम्मको वितरणयोग्य मुनाफाबाट कम्पनीको हाल कायम रहेको चुक्ता पूँजी रु. १० अर्बको ४ प्रतिशतले हुन आउने रकम रु. ४००,०००,०००/- (अक्षरेपी चालीस करोड मात्र) बराबरको बोनस शेयर र सोमा लाग्ने लाभांश कर प्रयोजनको लागि ०.२१ प्रतिशत अर्थात् रु. २१,०५२,६३९.५८ (अक्षरेपी दुई करोड दश लाख बाउन्न हजार छ सय एकतीस रुपैया र पैसा अन्ठाउन्न मात्र) बराबरको नगद लाभांश वितरण गर्ने प्रस्ताव गरिएको छ ।

(१०) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित 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 :

कम्पनीले हालसम्म कुनै शेयर जफत गरेको छैन ।

(११) गत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोवारको प्रगति र आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन : समीक्षा वर्षमा कम्पनीको कुनै सहायक कम्पनी छैन ।

(१२) कम्पनी र त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोवारहरू र सो अवधिमा कम्पनीको कारोवारमा आएको कुनै महत्वपूर्ण परिवर्तन :

समीक्षा वर्षमा कम्पनीको कुनै सहायक कम्पनी नभएकोले सहायक कम्पनीसँगको कारोबार नभएको ।

(१३) गत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराइएको जानकारी :

समीक्षा वर्षमा त्यस्तो कुनै जानकारी कम्पनीलाई प्राप्त भएको छैन ।

(१४) गत आर्थिक वर्षमा कम्पनीका सञ्चालक तथा पदाधिकारीहरूले लिएको शेयर स्वामित्वको विवरण र कम्पनीको शेयर कारोवारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी :

समीक्षा वर्षमा सो किसिमको शेयर कारोबार सम्बन्धी जानकारी प्राप्त नभएको ।

(१५) गत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजका नजिकका नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारी :

समीक्षा वर्षमा त्यस्तो कुनै जानकारी प्राप्त भएको छैन ।

(१६) कम्पनीले आफ्नो शेयर आफैले खरीद गरेको सम्बन्धमा :

नगरेको ।

(१७) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको विवरण :

कम्पनीले व्यवसायसँग सम्बन्धित विभिन्न किसिमका जोखिमहरू व्यवस्थापन गर्न आन्तरिक नियन्त्रण प्रणालीलाई सुदृढ र मजबुत गर्दै आएको छ । सम्भाव्य जोखिमहरू न्यूनिकरण गर्नका लागि आवश्यक पुनर्बीमा नीति तर्जुमा गरी सोही बमोजिम कार्यान्वयन गर्दै आएको छ । कम्पनीको आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाउन निम्न बमोजिमको समितिहरू गठन गरिएको छ :

१) दाबी भुक्तानी तथा पुनर्बीमा

श्री अमित मोर, संचालक	: संयोजक
श्री उपासना पौडेल, प्रमुख कार्यकारी अधिकृत	: सदस्य
श्री मुकेश कुमार कपूर, नायब प्रमुख कार्यकारी अधिकृत	: सदस्य
श्री शिशिर गैह्रे, कार्यकारी निर्देशक	: सदस्य

२) लगानी, जोखिम व्यवस्थापन तथा सल्लेन्सी

श्री शाहिल अग्रवाल, संचालक	: संयोजक
श्री मनीष कुमार, कार्यकारी निर्देशक	: सदस्य
श्री दीपक कुमार श्रेष्ठ, कार्यकारी निर्देशक	: सदस्य

३) मानव संसाधन

श्री शेखर गोल्छा, अध्यक्ष	: संयोजक
श्री उपासना पौडेल, प्रमुख कार्यकारी अधिकृत	: सदस्य
श्री मनीष कुमार, कार्यकारी निर्देशक	: सदस्य
श्री दीपक कुमार श्रेष्ठ, कार्यकारी निर्देशक	: सदस्य

४) सम्पत्ति श्रद्धिकरण निवारण

श्री साक्षी वंसल (गुप्ता), संचालक (राजीनामा गरेकाले हाल रिक्त)	: संयोजक
श्री उपासना पौडेल, प्रमुख कार्यकारी अधिकृत	: सदस्य
श्री सिताराम वाग्ले, वित्त प्रमुख	: सदस्य

५) लेखापरीक्षण

श्री सुभाष कुमार भुनभुनवाला, स्वतन्त्र संचालक	: संयोजक
श्री मुकेश कुमार कपूर, नायब प्रमुख कार्यकारी अधिकृत	: सदस्य
श्री मनीष कुमार, कार्यकारी निर्देशक	: सदस्य

६) Enterprise Risk Management Committee

श्री उपासना पौडेल, प्रमुख कार्यकारी अधिकृत	: संयोजक
श्री दीपक कुमार श्रेष्ठ, कार्यकारी निर्देशक	: सदस्य
श्री सिताराम वाग्ले	: सदस्य
श्री दिग्दर्शन नेपाल	: सदस्य

जोखिम व्यवस्थापन

कम्पनीले चुस्त आन्तरिक नियन्त्रण प्रणालीको माध्यमबाट जोखिम न्यूनिकरणको प्रयास गर्दै आएको छ। बीमाको दृष्टिकोणले जोखिमयुक्त क्षेत्रमा रहेका जोखिमहरूको पहिचान तथा सोको उपयुक्त व्यवस्थापन प्रणालीको विकास, व्यवसायिक गतिविधिमा निहित जोखिम, जोखिम वहन क्षमता जस्ता मूलभूत विषयहरूमा कम्पनीले ध्यान दिँदै आएको छ। यसको प्रयास स्वरूप कम्पनीले Geographic Information Systems (GIS) प्लेटफर्मको प्रयोग गरी जलविद्युत आयोजना, पुल, रोड जस्ता जोखिमहरूको mapping गर्ने कार्य शुरु गरिसकेको छ। भूकम्प, बाढी, पहिरो जस्ता प्राकृतिक महाविपत्तीहरूबाट सृजना हुने जोखिमको लागि कम्पनीले सो अनुसारको पुनर्बीमा खरिद गरेको छ।

(१८) गत आर्थिक वर्षको कूल व्यवस्थापन खर्चको विवरण :

आ.व. २०७९/८० को कूल व्यवस्थापन खर्चको विवरण नोट - ३८ देखि नोट ४२ सम्म उल्लेख गरिएको छ।

(१९) लेखापरीक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेका काम कारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सोको विवरण :

कम्पनीका स्वतन्त्र विज्ञ संचालकको संयोजकत्वमा देहाय बमोजिमको तीन सदस्यीय लेखापरीक्षण समिति गठन गरिएको थियो :

श्री सुभाष कुमार भुनभुनवाला, संयोजक
श्री मुकेश कुमार कपूर, सदस्य
श्री मनीष कुमार, सदस्य

लेखापरीक्षण समितिले कम्पनी ऐन तथा बीमा समितिले जारी गरेका निर्देशनको अधिनमा रही कम्पनीको सञ्चालन तथा वित्तीय अवस्थाको समीक्षा गर्ने गरेको र आन्तरिक र अन्तिम दुवै लेखा परीक्षण प्रतिवेदनहरूको समीक्षा गरी आवश्यक सुधारका लागि व्यवस्थापनलाई राय सुझाव तथा निर्देशन दिने गरेको छ । लेखापरीक्षण समितिका संयोजक र सदस्यहरूलाई बैठकमा सहभागी भए वापत बैठक भत्ता प्रदान गरिएको छैन ।

लेखापरीक्षण समितिका मुख्य काम कारवाही निम्नानुसार रहेको छ :

- कम्पनीको लेखा तथा वित्तीय विवरणहरू (फिनान्सियल स्टेटमेन्ट) को पुनरावलोकन गर्ने र त्यस्ता विवरणहरूमा उल्लिखित तथ्यको सत्यता यकिन गर्ने,
- वार्षिक वित्तीय विवरण तथा बाह्य लेखापरीक्षण प्रतिवेदन तथा सो उपर व्यवस्थापनले दिएको जवाफ उपर छलफल गर्ने ।
- आन्तरिक लेखापरीक्षण प्रतिवेदन तथा सो प्रतिवेदन उपर व्यवस्थापनले दिएको जवाफ उपर छलफल गरी व्यवस्थापनलाई आवश्यक निर्देशन दिने ।
- कम्पनीको आन्तरिक वित्तीय नियन्त्रण प्रणाली (इन्टरनल फिनान्सियल कन्ट्रोल सिस्टम) तथा जोखिम व्यवस्थापन प्रणाली (रिस्क म्यानेजमेन्ट सिस्टम) को पुनरावलोकन गर्ने ।
- कम्पनीको लेखापरिक्षकको नियुक्तिको लागि सम्भावित लेखापरीक्षकहरूको नाम सिफारिस गर्ने र निजको पारिश्रमिक तथा नियुक्तिका शर्तहरू निर्धारण गरी अनुमोदनको लागि साधारण सभामा पेश गर्ने ।

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

(२१) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :-
समीक्षा वर्षमा संचालक तथा प्रबन्ध संचालकलाई कुनैपनि भत्ता तथा सुविधा प्रदान गरिएको छैन । कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम निम्नानुसार रहेको छ :

विवरण	रकम (रु.)
कार्यकारी प्रमुखलाई भुक्तानी गरिएको तलब तथा भत्ता	५३,३४२,६२६।६७
अन्य प्रबन्धकलाई भुक्तानी गरिएको तलब तथा भत्ता	७४,९४९,८२४।४८

माथि उल्लेखित तलब भत्ता बाहेक समीक्षा वर्षमा प्रमुख कार्यकारी अधिकृत, नायब प्रमुख कार्यकारी अधिकृत तथा १ (एक) जना कार्यकारी निर्देशकलाई आवास सुविधा प्रदान गरिएको छ । यसका अतिरिक्त प्रमुख कार्यकारी अधिकृत तथा अन्यलाई संचार, दुर्घटना बीमा तथा स्वास्थ्योपचार बीमा सुविधा समेत प्रदान गरिएको छ ।

(२२) शेयरधनीले बुझिलिन बाँकी रहेको लाभांशको रकम :
नभएको ।

(२३) दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण :
समीक्षा वर्षमा कम्पनीले रु. १९,९६३,५५५।- बराबरको सम्पत्ति खरिद गरेको छ ।

(२४) दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोवार विवरण :
नभएको ।

(२५) यस ऐन तथा प्रचलित कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनुपर्ने अन्य कुनै कुरा :
नभएको ।

(२६) कम्पनी ऐन तथा अन्य प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनु पर्ने कुरा :

यस प्रतिवेदनको सम्बन्धित भागमा खुलाइएको छ ।

कम्पनी निर्देशिका, २०७२ को निर्देशन ट ६ बमोजिमको उद्घोषण :

कम्पनी ऐनको पूर्ण पालना भएको ।

धन्यवाद ज्ञापन :

यस कम्पनीको स्थापनाकालदेखि अविच्छिन्न सहयोग पुऱ्याउनु हुने शेयरधनी महानुभावहरु, नेपाल बीमा प्राधिकरण, कम्पनी रजिष्टारको कार्यालय लगातयका अन्य सम्पूर्ण नियमनकारी निकायहरु तथा व्यवसाय प्रदान गर्ने जीवन तथा निर्जीवन बीमा कम्पनीहरु, पुनर्बीमा ब्रोकरहरु, बैंक तथा वित्तीय संस्थाहरु लगायत अन्य सम्पूर्ण शुभेच्छुकहरुमा संचालक समितिको तर्फबाट हार्दिक आभार प्रकट गर्दै धन्यवाद ज्ञापन गर्दछु ।

अन्त्यमा कम्पनीका शेयरधनी महानुभावहरुबाट सभाको कार्य सूची बमोजिमका प्रस्तावहरु उपर छलफल गरी स्वीकृत गर्नु हुनेछ भन्ने अपेक्षा राख्दै आगामी दिनमा पनि निरन्तर सहयोग तथा सुभेक्षा प्राप्त भइरहने आशा व्यक्त गर्दछु ।

धन्यवाद ।

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF
HIMALYAN REINSURANCE LIMITED**

Opinion

We have audited the accompanying Financial Statements of Himalayan Reinsurance Limited which comprises the Statement of Financial Position as at Ashad 31, 2080, Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity & Statement of Cash Flows for the year ended Ashad 31, 2080, and Notes to Financial Statement including Summary of Significant Accounting Policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company Himalayan Reinsurance Limited as at Ashad 31, 2080, and its financial performance and its cash flows for the year ended in accordance with Nepal Financial Reporting Standards (NFRSs)

Basis of Opinion

We have conducted our audit of the financial statements in accordance with the Nepal Standard on Auditing (NSAs) & applicable law. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the audit of the Financial Statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of Nepal (ICAN), and we have fulfilled our ethical responsibilities in accordance with these requirements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis of our audit opinion on financial statements.

Key Audit Matter(s)

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. 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 matter described below to be the key audit matter to be communicated in our report.

Key audit matters	How our audit addressed the key audit matter
Revenue recognition	
The company recognizes reinsurance premium income based on the statement of Accounts or Closing Particulars received from the ceding Companies. Net earned premium is derived after deducting ceded reinsurance premium from gross earned premium. Gross earned premium are arrived at after deducting	Our audit procedures included the following <ul style="list-style-type: none"> • Tested the design implementation and operating effectiveness of key controls over Revenue Recognition. • Verified Premium with the Underwriting Guidelines of the Company and have performed test of controls, test of details through the policy files review and analytical review Procedures on the income recognized. • Tested on sample basis premium received with the treaties, statement of accounts and closing particulars

unearned premium reserves from direct premium	received from cedents to confirm the recognition of revenue in correct accounting period.
Claims	
<p>Insurance Claim is the major area of expense for the insurance company. Total claims incurred include paid claims, outstanding claims for death and maturity. The provision and payment of claims was considered to be one of the areas which required significant auditor attention and was one of the matters of most significance in the financial statements as the amount of claim expense and claim payable is significant.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> • Verified operational guidelines of the Company in relation to claim processing as per Claim Payment Directive of the Company as well as the regulator, Nepal Insurance Authority. • Performed test of controls, test of details through the sample review of claim file and analytical review procedures on the outstanding claims. • Verified the claim paid and provision on sample basis with payment proof and Preliminary Loss advice received from the Cedant companies and the same is further verified from the surveyor's report. • Obtained independent actuarial valuation report and cross verified the IBNR figures reported in the financial statements for the claim cases which has been incurred but not reported.
Investment	
<p>The Company's investments represent substantial portion of the assets as at 16 July 2023 which are valued in accordance with accounting policy framed as per the extent of the regulatory guidelines (Nepal Insurance Authority). Valuation of listed equity shares is made through Fair Value through profit and loss account (FVTPL), Fair Value through OCI (FVTOCI), amortized cost on the basis of closing price of NEPSE. All debts securities have been measured at historical cost. The valuation of these investments was considered to be one of the areas which required significant auditor attention and was one of the matters of most significance in the standalone financial statements due to the materiality of the total value of investments to the financial statements.</p>	<p>Our audit procedures on Investment included the following:</p> <ul style="list-style-type: none"> • Tested the design, implementation and operating effectiveness of key controls over valuation process of investments. • Assessed appropriateness of the valuation methodologies with reference to Nepal Insurance Authority along with company's own valuation policy • Sample checks for actively traded equity shares, debt securities, etc, are performed by us to determine the correctness of the valuation of these investments • For other investments, tested whether the Company has strictly complied with the policy.

Other Information

Management is responsible for Other Information. Such information constitutes the information included on the Annual Report but does not include the Financial Statements and our Auditor's Report thereon. The Annual Report is expected to be made available to us after the date of

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Auditor's Report. 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 other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in audit or otherwise appears to be materially misstated. If based on the work we have performed, we conclude that there is material misstatement of the other information, we are required to report the fact. We have nothing to report in this regard.

Managements Responsibility for the Financial Statements

Management is responsible for preparation and fair presentation of the Financial Statements in accordance with the Nepal Financial Reporting Standards (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 its ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or 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 Responsibility 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 decision 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 have also:

- i) Identify and assess the risk 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, misrepresentation, or the override of internal controls.
- ii) Obtain an understanding of Internal Control relevant to 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 Company's Internal Control.
- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

iv) 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 its 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 Audit Report. However, Future events or conditions may cause the Company to cease to continue as a going concern.

v) 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.

We also communicate with those charged with governance 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 the Other Legal & Regulatory Requirements

On the basis of our examination and explanations given to us as per Companies Act, we would like to report that:

(i) We have obtained information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

(ii) Company has kept proper books of accounts as required by law, so far as it appears from the examination of those books of accounts.

(iii) Statement of Financial Position, Statement of Profit or Loss & Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows have been prepared in accordance with the requirements of the Companies Act, 2063 and are in agreement with the books of account of the Company.

(iv) During our examination of the books of account of the Company, we have not come across the cases where the Board of Directors or any member of there or any representative or any office holder or any employee of the Company has acted contrary to the provisions of law or caused loss or damage to the Company, and

(v) We have not come across any fraudulent activities in the books of accounts.

On the basis of our examination and explanations given to us as per directives issued by Insurance Board to Insurer conducting Re-Insurance Business, we would like to report that:

(i) The company has set aside the specified amount for special reserve, catastrophe reserve and CSR reserve as required by the Nepal Insurance Authority Financial Directives.

(ii) The company has set aside the amount based on the actuarial valuation report for gross insurance contract liabilities and reinsurance assets as required by Nepal Insurance Authority Financial Directives.



- (iii) The business of the company was conducted satisfactorily in line with Nepal Insurance Authority Directives and the company has not conducted any business other than insurance business
- (iv) The company has not issued any unauthorized policies and its transactions were found to be within scope of its authority
- (v) To the best of information provided to us, the company is able to meet its long-term liabilities.

For Suvod Associates
Chartered Accountants



CA. Bishamver Kumar Karn
Partner

Place: Kathmandu

Date: 8th February 2024

UDIN: 240208CA00285VNM2Y



Himalayan Reinsurance Limited

Statement of Financial Position

As At Ashad 31, 2080 (16th July, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	12,977,916	4,326,251
Property and Equipment	5	64,854,238	65,138,751
Investment Properties	6	-	-
Deferred Tax Assets	7	9,817,353	-
Investment in Subsidiaries	8	-	-
Investment in Associates	9	226,882,375	-
Investments	10	9,553,942,720	7,524,373,282
Loans	11	-	-
Reinsurance Assets	12	574,871,451	48,489,481
Current Tax Assets (Net)	21	-	-
Insurance Receivables	13	1,545,682,628	187,976,987
Other Assets	14	787,303,227	123,943,431
Other Financial Assets	15	45,142,424	54,156,350
Cash and Cash Equivalents	16	95,049,391	93,976,528
Total Assets		12,916,523,722	8,102,381,060
Equity & Liabilities			
Equity			
Share Capital	17(a)	7,000,000,000	7,000,000,000
Share Application Money Pending Allotment	17(b)	-	-
Share Premium	17(c)	-	-
Special Reserves	17(d)	455,565,765	136,978,116
Catastrophe Reserves	17(e)	46,918,058	15,059,293
Retained Earnings	17(f)	427,626,128	119,494,439
Other Equity	17(g)	18,151,301	29,975,200
Total Equity		7,948,261,252	7,301,507,047
Liabilities			
Provisions	18	16,364,228	5,993,984
Gross Insurance Contract Liabilities	19	4,501,947,085	606,984,230
Deferred Tax Liabilities	7	-	20,539,481
Insurance Payables	20	20,015,410	35,210,175
Current Tax Liabilities (Net)	21	134,704,144	36,085,580
Borrowings	22	-	-
Other Liabilities	23	168,072,500	49,644,694
Other Financial Liabilities	24	127,159,102	46,415,869
Total Liabilities		4,968,262,470	800,874,012
Total Equity and Liabilities		12,916,523,722	8,102,381,060

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

Shekhar Golchha
Chairman

Amit More
Director

Shahil Agrawal
Director

Sakshi Bansal (Gupta)
Director

As per our report on even date

Sitaram Wagle
Chief Finance Officer

Upasana Poudel
Chief Executive Officer

Subhash Kumar Jhunjhunwala
Independent Director

CA. Bishamver Kumar Karn
Partner
Suvod Associates
Chartered Accountants

Kathmandu, Nepal
Date: 08/02/2024

Himalayan Reinsurance Limited

Statement of Profit or Loss

For The Year Ended Ashad 31, 2080

(For The Year Ended July 16, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	3,299,805,905	434,539,410
Premiums Ceded	26	(312,975,269)	(48,489,482)
Net Earned Premiums		2,986,830,637	386,049,929
Commission Income	27	-	-
Other Direct Income	28	142,694,734	12,090,105
Income from Investment & Loans	29	807,057,724	575,701,237
Net Gains/ (Losses) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	-	-
Other Income	32	29,666,234	-
Total Income		3,966,249,328	973,841,270
Expenses:			
Gross Claims Paid	33	716,764,081	33,969,700
Claims Ceded	33	-	-
Gross Change in Contract Liabilities	34	1,728,549,285	172,509,421
Change in Contract Liabilities Ceded to Reinsurers	34	(574,871,451)	-
Net Claims Incurred		1,870,441,915	206,479,121
Commission & Brokerage Expenses	35	835,826,564	80,672,312
Service Fees	36	42,733,122	7,719,276
Other Direct Expenses	37	25,042,612	18,782,062
Employee Benefits Expenses	38	206,435,127	121,411,124
Depreciation and Amortization Expenses	39	21,656,132	18,132,243
Impairment Losses	40	-	29,460,000
Other Operating Expenses	41	87,774,499	47,523,287
Finance Cost	42	3,110,315	3,673,837
Total Expenses		3,093,020,287	533,853,261
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		873,229,042	439,988,009
Share of Net Profit of Associates accounted using Equity Method	9	1,882,375	-
Profit Before Tax		875,111,417	439,988,009
Income Tax Expense	43	(225,686,887)	(147,880,388)
Net Profit/ (Loss) For The Year		649,424,530	292,107,621
Earning Per Share	51	-	-
Basic EPS		9.28	4.17
Diluted EPS		9.28	4.17

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

Shekhar Golchha
Chairman

Amit More
Director

Shahil Agrawal
Director

Sakshi Bansal (Gupta)
Director

As per our report on even date

Sitaram Wagle
Chief Finance Officer

Upasana Poudel
Chief Executive Officer

Subhash Kumar Jhunjhunwala
Independent Director

CA. Bishamver Kumar Karn
Partner
Suvod Associates
Chartered Accountants

Kathmandu, Nepal
Date: 08/02/2024

Himalayan Reinsurance Limited

Statement of Comprehensive Income

For The Year Ended Ashad 31, 2080
(For The Year Ended July 16, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/ (Loss) For The Year		649,424,530	292,107,621
Other Comprehensive Income			
a) Items that are or may be Reclassified to Profit or Loss			
Changes in Fair Value of FVOCI Debt Instruments		-	-
Cash Flow Hedge - Effective Portion of Changes in Fair Value		-	-
Exchange differences on translation of Foreign Operation		-	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		-	-
Reclassified to Profit or Loss		-	-
b) Items that will not be Reclassified to Profit or Loss			
Changes in fair value of FVOCI Equity Instruments		(26,896)	-
Revaluation of Property and Equipment/Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations		34,835	(34,835)
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		(2,382)	10,451
Total Other Comprehensive Income For the Year, Net of Tax		5,558	(24,385)
Total Comprehensive Income For the Year, Net of Tax		649,430,088	292,083,236

The accompanying notes form an integral part of these Financial Statements

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Kathmandu, Nepal
Date: 08/02/2024

Himalayan Reinsurance Limited

Statement of Changes In Equity

For The Year Ended Ashadh 31, 2080
(For The Year Ended July 16, 2023)

Previous Year

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserve	Special Reserve	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserve	Insurance Fund including Insurance Reserve	Fair Value Reserve	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Balance as at Shrawan 1, 2078	7,000,000,000	-	-	-	4,143,799	-	-	-	460,744	-	4,819,288	-	-	-	-	7,009,423,811
Prior period adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated Balance as at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) For the Year	-	-	-	-	292,107,621	-	-	-	-	-	-	-	-	-	-	292,107,621
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Gains/ (Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Revaluation of Property and Equipment/ Intangible Assets	-	-	-	-	(24,385)	-	-	-	-	-	-	-	-	-	-	(24,385)
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	(176,732,597)	-	-	-	14,598,549	2,739,976	132,166,848	-	-	9,125,242	18,109,982	-
Transfer to Reserves/ Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Revalued Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	7,000,000,000	-	-	-	119,494,439	-	-	15,059,293	-	2,739,976	136,978,116	-	-	9,125,242	18,109,982	7,301,507,047

Continue....

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserve	Special Reserve	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserve	Insurance Fund including Insurance Reserve	Fair Value Reserve	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Balance as at Shrawan 1, 2079	7,000,000,000	-	-	-	119,494,439	-	-	-	15,059,293	2,739,976	136,978,116	-	-	9,125,242	18,109,982	7,301,507,047
Prior period adjustment	-	-	-	-	(1,924,998)	-	-	-	-	-	-	-	24,385	-	-	(1,900,614)
Restated Balance as at Shrawan 1, 2079	-	-	-	-	649,424,530	-	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) For the Year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Gains/ (Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	(18,827)	-	-	-	(18,827)
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Revaluation of Property and Equipment/ Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Special Reserve	-	-	-	-	-	-	136,978,116	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	(338,683,800)	-	318,587,049	-	31,858,765	6,371,753	(136,978,116)	-	(24,385)	-	(18,109,982)	-
CSR Expenses	-	-	-	-	(684,042)	-	-	-	-	(750,885)	-	-	-	684,042	-	(750,885)
Transfer of Deferred Tax Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	7,000,000,000	-	-	-	427,626,128	-	455,565,765	-	46,918,058	8,360,844	-	(18,827)	-	9,809,284	-	7,948,261,252

Shekhar Golchha
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Chartered Accountants

Kathmandu, Nepal
Date: 08/02/2024

Himalayan Reinsurance Limited

Statement of Distributable Profit or Loss

For the period 17th July 2022 - 16th July 2023

For The Year Ended Ashadh 31, 2080

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	119,494,439	4,143,799
Net profit or (loss) as per statement of profit or loss	649,430,088	292,107,621
Appropriations:		
i) Transfer to Insurance Fund	-	-
ii) Transfer to Special Reserve	(318,587,649)	(132,158,848)
iii) Transfer to Catastrophe Reserve	(31,858,765)	(14,598,549)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(6,371,753)	(2,739,976)
vi) Transfer to/from Regulatory Reserve	18,109,982	(18,109,982)
vii) Transfer to Fair Value Reserve	-	-
viii) Transfer of Deferred Tax Reserve	(684,042)	(9,125,242)
ix) Transfer to OCI reserves due to change in classification	-	-
x) Prior Year Adjustment	(1,924,998)	-
Deductions:		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL	-	-
a) Equity Instruments	-	-
b) Mutual Fund	-	-
c) Others (if any)	-	-
ii) Accumulated Fair Value gain on Investment Properties	-	-
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges	-	-
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges	-	-
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges	-	-
vi) Goodwill Recognised	-	-
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency	-	-
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account	(828,245)	-
ix) Overdue loans	-	-
x) Fair value gain recognised in Statement of Profit or Loss	-	-
xi) Investment in unlisted shares	-	-
xii) Delisted share Investment or mutual fund investment	-	-
xiii) Bonus share/ dividend paid	-	-
xiv) Deduction as per Sec. 17 of Financial Directive	-	-
xv) Deduction as per Sec. 18 of Financial Directive	-	-
xvi) Others (to be specified)	-	(24,385)
Adjusted Retained Earning	426,779,056	119,494,438
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	-	-
Add/(Less): Others (to be specified)	(18,827)	-
Total Distributable Profit/(loss)	426,797,883	119,494,438

Shekhar Golchha
Chairman

Amit More
Director

Shahil Agrawal
Director

Sakshi Bansal (Gupta)
Director

As per our report on even date

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Chief Finance Officer

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Kathmandu, Nepal
Date: 08/02/2024

Himalayan Reinsurance Limited

Statement of Cash Flows

For The Year Ended Ashad 31, 2080

(For The Year Ended July 16, 2023)

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	5,466,219,475	868,906,548
Commission Received	-	-
Claim Recovery Received from Reinsurers	-	-
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	271,122	12,090,105
Other Direct Income Received	-	-
Change in Other Liabilities and Other Financial Liabilities	199,171,040	132,473,793
Cash Paid		
Gross Claims Paid	(716,764,081)	(33,969,700)
Reinsurance Premium Paid	(264,485,788)	(96,978,963)
Commission Paid	(1,179,868,585)	(10,773,717)
Brokerage Paid	(250,487,493)	(80,049,037)
Service Fees Paid	(8,689,065)	(7,719,276)
Employee Benefits Expenses Paid	(153,699,873)	(121,411,124)
Other Expenses Paid	(87,774,499)	(59,828,744)
Other Direct Expenses Paid	(23,633,458)	(355,829,737)
Change in Other Assets and Other Financial Assets	(654,345,870)	
Income Tax Paid	(9,817,353)	(91,704,242)
Net Cash Flow From Operating Activities [1]	2,316,095,572	155,205,907
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(10,059,730)	(2,360,400)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(19,963,555)	(74,942,449)
Proceeds From Sale of Property & Equipment	-	-
Investment in Subsidiaries	-	-
Proceeds from Sale of Investments in Subsidiaries	-	-
Investment in Associates	(225,000,000)	-
Proceeds from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	(25,303,824)	-
Proceeds from Sale of Equity Instruments	-	-
Purchase of Mutual Funds	(40,000,000)	-
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(72,923,000)	(589,051,000)
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits	6,680,217,650	(6,963,417,062)
Maturity of Deposits	(4,489,925,150)	6,750,986,201
Loans and Receivables Paid	-	-
Proceeds from Loans and Receivables	-	-
Rental Income Received	-	-
Proceeds from Finance Lease	-	-

Continue...

Fig. in NPR

Particulars	Current Year	Previous Year
Interest Income Received	807,057,724	575,701,237
Dividend Received	-	-
Others (to be specified)	(4,919,122,824)	(1,365,220)
Total Cash Flow From Investing Activities [2]	(2,315,022,709)	(304,448,695)
Cash Flow From Financing Activities		
Interest Paid	-	-
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	-	-
Dividend Paid	-	-
Dividend Distribution Tax Paid	-	-
Others (to be specified)	-	-
Total Cash Flow From Financing Activities [3]	-	-
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	1,072,863	(149,242,788)
Cash & Cash Equivalents at Beginning of The Year/Period	93,976,528	243,219,316
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents at End of The Year/Period	95,049,391	93,976,528
Components of Cash & Cash Equivalents		
Cash In Hand	46,775	15,029
Cheques In Hand	-	-
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	95,002,616	93,961,499

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

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Chairman

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Director

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Director

As per our report on even date

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Partner
Suvod Associates
Chartered Accountants

Kathmandu, Nepal
Date: 08/02/2024

Himalayan Reinsurance Limited

Notes to the Financial Statements For the year ended Ashadh 31, 2080 (July 16th, 2023)

1. Reporting Entity

Himalayan Reinsurance Limited (herein after referred to as the 'Company') was incorporated on 2078/02/23 and operated as re-insurance company after obtaining license on 2078/03/22 under the Insurance Act 2049.

The registered office of the Company is located at Kathmandu-03, Maharajgunj.

The principal activities of the Company are to provide various reinsurance services to Life and Non-life Re/Insurance Companies located inside and outside Nepal.

2. Basis of Preparation

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

(a) Reporting Period and approval of financial statements

The Company's reporting period is from 1st Shrawan 2079 to 31st Ashadh 2080 with the corresponding previous year from 32nd Ashadh 2079. These financial statements have been approved by the Board of Directors on 08/02/2024.

(b) Statement of Compliance

The Financial Statements of the Company comprises of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown as two separate statements, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act , 2063, directives issued by Nepal Insurance Authority and required disclosures as per Securities Board of Nepal. The format used in the preparation and presentation of the Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Insurance Authority.

The Financial Statements have been prepared on a going concern basis. The term NFRS, includes all the standards and the related interpretations which are consistently used.

(c) Basis of Measurement

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

- i. Certain Financial Assets and Liabilities which are required to be measured at fair value
- ii. Defined Employee Benefits
- iii. Insurance Contract Liabilities which are required to be determined using actuarial valuation for Liability Adequacy Test (LAT).

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

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

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

Taking Nepal to the World

- **Level 1** - Inputs are quoted prices (unadjusted) in active markets for identical Assets or Liabilities that the entity can access at the measurement date;
- **Level 2** - Inputs are inputs, other than quoted prices included within Level 1, that are observable for the Asset or Liability, either directly or indirectly; and
- **Level 3** - Inputs are unobservable inputs for the Asset or Liability.

(d) Use of Estimates

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

(e) Functional and Presentation Currency

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

(f) Going Concern

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

(g) Change in Accounting Policies

Accounting Policies are the specific principles, bases, conventions, rules and practices applied by the Company in preparing and presenting financial statements. The Company is permitted to change an accounting policy only if the change is required by a standard or interpretation; or results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the entity's financial position, financial performance, or cash flow.

(h) Recent Accounting Pronouncements

NA

(i) Carve-outs

The Company has not applied any carve outs provided by the ASB.

(j) Presentation of financial statements

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

(k) Offsetting

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

(l) Materiality and Aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of dissimilar nature or function are presented separately, unless they are immaterial as permitted by the Nepal Accounting Standard-NAS 1 on 'Presentation of Financial Statements'.

Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

(m) Principles of Consolidation and Equity Accounting

i) Subsidiaries:

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for business combinations by the group.

The group combines the financial statements of the parent and its subsidiaries line by line by adding together items like assets, liabilities, equity, income and expenses. Inter Group transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group. Non-controlling interest in the results and equity of subsidiaries are shown separately in the consolidated statement of profit or loss, consolidated statement of changes in equity and statement of financial position respectively. Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

ii) Associates:

Associates are all entities over which the group has significant influence but not control or joint control. This is generally the case where the group holds between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting, after initially being recognized at cost.

3. Significant Accounting Policies

(a) Property and Equipment

i) Recognition

Freehold land is carried at historical cost and other items of Property and Equipment are stated at cost of acquisition or construction less accumulated depreciation when, it is probable that future economic benefits associated with the item will flow to the Company and it can be used for more than one year and the cost can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it meets the recognition criteria as mentioned above. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

ii) Revaluation

After recognition as an assets, lands and buildings whose fair value can be measured reliably, have been carried at revalued amount at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Valuations are being performed to ensure that the fair value of a revalued asset does not materially differ from its carrying amount as at the reporting date. Valuation of the land and buildings are undertaken by professionally qualified valuers.

An increase in the carrying amount as a result of revaluation, is recognized in other comprehensive income and accumulated in equity under the heading of revaluation reserve. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit and loss. A decrease in the carrying amount as a result of revaluation, is recognized in profit or loss. However, the decrease is recognized in other comprehensive income to the extent of any credit balance existing in the revaluation surplus in respect of that asset.

Additionally, accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Upon disposal, any revaluation reserve relating to the particular asset being sold is transferred directly to retained earnings.

Difference between depreciation on the revalued carrying amount of the asset and depreciation based on the asset's original cost is transferred to retained earnings.

iii) Depreciation

Depreciation of Property and Equipment other than the Freehold Land i.e. the Company's Freehold Building, Plant & Machinery, Vehicles & Other Assets is provided on "Straight Line Method (SLM)/ Diminishing Balance Method ((DBM)" based on Useful Life estimated by technical expert of the management.

The Assets Useful Life/ Rate of Depreciation and Residual Values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

Useful Life of Property and Equipment based on SLM/DBM is categorized as stated below:

List of Asset Categories	Useful Life (In Years)
Land	Not Applicable
Buildings	20
Leasehold Improvement	Lease Period
Furniture & Fixtures	4
Computers and IT Equipments	4
Office Equipment	4
Vehicles	5
Other Assets	4

iv) Derecognition

An item of Property and Equipment is derecognized up to disposal or when no Future Economic Benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property and Equipment is determined as the difference between the sales proceeds and the carrying amount of the Asset and is recognized in the Statement of Profit or Loss.

v) Impairment of Assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the Asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets. Assets that suffer an impairment are reviewed for possible reversal of the impairment at the end of each reporting period. In case of such reversal, the carrying amount of the asset is increased so as not to exceed the carrying amount that would have been determined had there been no impairment loss.

vi) Capital Work-In-Progress

These are expenses of capital nature directly incurred in the construction of buildings, major plant and machinery and system development which are to be capitalized. Capital Work in Progress would be transferred to the relevant asset when it is available for use. Capital Work in Progress is stated at cost less any accumulated impairment losses.

(b) Goodwill & Intangible Assets

i) Recognition

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangibles, excluding capitalized development costs, are not capitalized and the related expenditure is reflected in Statement of profit or loss in the year in which the expenditure is incurred.

Subsequent expenditure on intangible assets is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

Goodwill on business combination is recognized on the acquisition date at the excess of (a) over (b) below:

(a) The aggregate of:

1. The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value.
2. The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3, and
3. In a business combination achieved in stages, the acquisition-date fair value of the acquirer's previously held equity interest in the acquiree.

(b) The net of the acquisition date amounts of the identifiable assets acquired and the liabilities assumed.

ii) Amortization

The useful lives of intangible assets are assessed to be either finite or indefinite. An intangible asset shall be regarded as having an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflow for the entity.

Amortization is recognized in statement of profit or loss on Straight Line Method (SLM) over the estimated useful life of the intangible assets/ Diminishing Balance Method (DBM), from the date that is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the statement of profit or loss.

Useful Life of Intangible Assets based on SLM/DBM is categorized as stated below:

List of Asset Categories	Useful Life (In Years) for SLM
Software	5
License	License Period

iii) Derecognition

An Intangible Asset is derecognized when no Future Economic Benefits are expected to arise from the continued use of the Asset. Any Gain or Loss arising on the derecognition is determined as the difference between the sales proceeds and the carrying amount of the Asset and is recognized in the Statement of Profit or Loss.

iv) Impairment of Assets

The Company assesses at each reporting date as to whether there is any indication that Intangible Assets may be impaired. If any such indication exists, the recoverable amount of an asset is estimated to determine the extent of impairment, if any. An impairment loss is recognized in the Statement of Profit or Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

(c) Investment Properties

Cost Model

Property that is held for rental income or for capital appreciation or both, is classified as investment property. Investment properties are measured initially at cost, including related transaction cost. It is subsequently carried at cost less accumulated depreciation. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

Land is carried at historical cost, however, buildings are depreciated over their estimated useful lives as mentioned above.

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

Taking Nepal to the World

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

OR

Fair Value Model

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value, which reflects market condition at the reporting date. Gains or losses arising from changes in the fair values of investment properties are included in the statement of profit or loss in the year in which they arise, including the corresponding tax effect.

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

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

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

(d) Cash & Cash Equivalent

Cash & Cash Equivalent includes Cash in Hand, Cheque in Hand, Bank Balances and short term deposits with a maturity of three months or less.

(e) Financial Assets

i) Initial Recognition & Measurement

Financial Assets are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Assets at initial recognition.

When Financial Assets are recognized initially, they are measured at Fair Value, plus, in the case of Financial Assets not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the Financial Asset. Transaction costs of Financial Assets carried at Fair Value through Profit or Loss are expensed in the Statement of Profit or Loss.

ii) Subsequent Measurement

a) Financial Assets carried at Amortized Cost (AC)

A Financial Asset is measured at amortized cost if it is held within a business model whose objective is achieved is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income in these financial assets is measured using an effective interest rate method.

b) Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are measured at fair value and changes are taken to the statement of other comprehensive income.

c) Financial Assets at Fair Value through Profit or Loss (FVTPL)

Financial Assets which is not classified in any of the above categories are measured at FVTPL.

iii) De-Recognition

A Financial Asset is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Assets. Where the Company has transferred an Asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the Financial Asset. In such cases, the Financial Asset is derecognized. Where the Company has not transferred substantially all risks and rewards of ownership of the Financial Asset, the Financial Asset is not derecognized. Where the Company retains control of the Financial Asset, the Asset is continued to be recognized to the extent of continuing involvement in the Financial Asset.

iv) Impairment of Financial Assets

The Company assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is deemed to be impaired if, there is objective evidence of impairment because of one or more events that has occurred since the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that a financial asset or a group of financial assets is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and observable data indicating that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

(f) Financial Liabilities

i) Initial Recognition & Measurement

Financial Liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Liabilities at initial recognition.

All Financial Liabilities are recognized initially at Fair Value, plus, in the case of Financial Liabilities not at fair value through profit or loss, transaction costs that are attributable to the issue of the Financial Liability.

ii) Subsequent Measurement

After initial recognition, Financial Liabilities are subsequently measured at amortized cost using the Effective Interest Method.

For trade and other payables maturing within one year from the date of Statement of Financial Position, the carrying amounts approximate Fair Value due to short maturity of these instruments.

iii) De-Recognition

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

(g) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Statement of Financial Position where there is legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(h) Reinsurance Assets

Reinsurance assets are the assets which are created against insurance contract liabilities of the amount which are recoverable from the reinsurer. These assets are created for the reinsurer's share of insurance contract liabilities.

A reinsurance asset is impaired if there is objective evidence, as a result of an event that occurred after the initial recognition of the reinsurance asset, that the Company may not receive all amounts due to it under the terms of the contract, and the event has a reliably measurable impact on the amount that the company will receive from the re-insurer. If a reinsurance asset is impaired, the company reduces the carrying amount accordingly and is recognized in statement of profit or loss.

(i) Equity

Financial Instruments issued by the Company are classified as Equity only to the extent that they do not meet the definition of a Financial Liability or Financial Asset.

(j) Reserves and Funds

i) **Share Application Money Pending Allotment:** If the company is yet to allot the shares already issued as on reporting date, the amount is presented under this heading.

- ii) **Share Premium:** If the Company issues share capital at premium it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement.
- ii) **Catastrophe Reserve:** The Company has allocated catastrophe reserve for the amount which is 10% of the net profit for the year as per Regulator's Directive.
- iii) **Fair Value Reserve:** The Company has policy of creating fair value reserve equal to the amount of Fair Value Gain recognized in statement of other comprehensive income as per regulator's directive.
- v) **Actuarial Reserves:** Reserve against actuarial gain or loss on present value of defined benefit obligation resulting from, experience adjustments (the effects of differences between the previous actuarial assumptions and what has actually occurred); and the effects of changes in actuarial assumptions.
- vi) **Revaluation Reserves:** Reserve created against revaluation gain on property, plant & equipments & intangible assets, other than the reversal of earlier revaluation losses charged to profit or loss.
- vii) **Special Reserve:** The Company has allocated special reserve for the amount which is 50% of the net profit every year as per Regulator's Directive.
- viii) **Other Reserves:** Other reserve includes deferred tax reserve created against deferred tax assets routed through SOPL.

(k) Insurance Contract Liabilities

i) Provision for unearned premiums

Unearned premiums reserve represents the portion of the premium written in the year but relating to the unexpired term of coverage.

Change in reserve for unearned insurance premium represents the net portion of the gross written premium transferred to the unearned premium reserve during the year to cover the unexpired period of the policies.

ii) Outstanding claims provisions

Outstanding claims provisions are based on the estimated ultimate cost of all claims incurred but not settled at the statement of financial position date, whether reported or not, together with related claims handling costs.

iii) Provision for claim incurred but not reported (IBNR)

Significant delays are experienced in the notification and settlement of certain types of claims, the ultimate cost of which cannot be known with certainty at the statement of financial position date.

The liability is calculated at the reporting date using a range of standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a margin for adverse deviation.

Liability adequacy

At each reporting date, the Company reviews its unexpired risk and a liability adequacy test is performed to determine whether there is any overall excess of expected claims and deferred acquisition costs over unearned premiums. The calculation uses current estimates of future contractual cash flows after taking account of the investment return expected to arise on assets relating to the relevant insurance technical provisions. If these estimates show that the carrying amount of the unearned premiums is inadequate, the deficiency is recognized in the statement of profit or loss by setting up a provision for liability.

(l) Employee Benefits

i) Short Term Obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligation in the Statement of Financial Position.

ii) Post-Employment Benefits

- Defined Contribution Plan

The Company pays Provident Fund contributions to publicly administered Provident Funds/Social Security Funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contribution are recognized as Employee Benefit Expenses when they are due.

- Defined Benefit Plan

For Defined Benefit Plan, the cost of providing benefits is determined using the Projected Unit Credit Method, with Actuarial Valuations being carried out at each Statement of Financial Position. Actuarial Gains & Losses are recognized in the Other Comprehensive Income in the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise is amortized on a Straight-Line Basis over the average period until the benefits become vested. The retirement benefit obligation recognized in the Statement of Financial Position represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, as reduced by the Fair Value of plan Assets (If Any). Any Asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the plan.

iii) Long Term Employee Benefits

The liabilities for un-availed earned leaves are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. Leave Encashment has been computed using Actuarial Assumptions and these are measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the year using the Projected Unit Credit Method. The benefits are discounted using the market yields at the end of the year that have terms approximating to the terms of assumptions.

iv) Termination

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary retirement in exchange of these benefits. The Company recognizes termination benefits at the earlier of the following dates:

- a) When the Company can no longer withdraw the offer of those benefits; and
- b) When the entity recognizes costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits. The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

(m) Revenue Recognition

i) Gross Premium

Premium is accounted based on accounts rendered by ceding companies upon receipt of accounts. At the end period, estimates are made for the accounts not received within 3 months of the end of the financial year, based on available information and current trends.

Premium on non-proportional contracts are recognized when due.

In case of pool business, where the Company is a member, only the Company's share is recorded in the books of accounts.

Premiums earned are generally recognized in income over the contract period in proportion to the amount of reinsurance provided.

ii) Unearned Premium Reserves

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

iii) Premiums on Reinsurance Accepted

Premium on reinsurance accepted comprise the total premiums payable for the whole cover provided by contracts entered into the period and are recognized on the date on which the Company accepts the risk (facultative business). For proportional contracts, premiums are recognized on the basis of accounts received. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods. Unearned reinsurance premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date.

Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and claims, respectively, because this is consistent with how the business is managed.

iv) Reinsurance Premium

Direct Reinsurance premiums comprise the total premiums payable for the whole cover provided by contracts entered into the period and are recognized on the date on which the policy incepts. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods. Unearned reinsurance premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned reinsurance premiums are deferred over the term of the underlying direct insurance policies for risks- attaching contracts and over the term of the reinsurance contract for losses occurring contracts. Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net claims, respectively, because this is consistent with how the business is managed.

v) Commission Income

Commission Income is recognized on accrual basis. If the income is for future periods, then they are deferred and recognized over those future periods.

vi) Investment Income

Interest income is recognized in the statement of profit or loss as it accrues and is calculated by using the EIR method. Fees and commission that are an integral part of the effective yield of the financial asset are recognized as an adjustment to the EIR of the instrument.

vii) Net realized gains and losses

Net realized gains and losses recorded in the statement of profit or loss include gains and losses on financial assets and properties. Gains and losses on the sale of investments are calculated as the difference between net sales proceeds and the original or amortized cost and are recorded on occurrence of the sale transaction.

(n) Claims and Expenses

i) Gross Claims

Claims include the cost of all claims arising during the year, including external claims handling costs that are directly related to processing and settlement of claims. Claims that are incurred during the financial year are recognized when a claimable event occurs and/or the insurer is notified.

ii) Reinsurance Claims

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

(o) Product Classification

The Company has following portfolios under which it operates its business:

- i) Property Portfolio** – Property insurance business means the business of affecting and carrying out contracts of insurance, otherwise than incidental to some other class of insurance business against loss or damage to property due to fire, explosion, storm and other occurrences customarily included among the risks insured against in the property/fire insurance business.
- ii) Motor Portfolio** - Motor insurance business means the business of affecting and carrying out contracts of insurance against loss of, or damage to, or arising out of or in connection with the use of, motor vehicles, inclusive of third-party risks but exclusive of transit risks.
- iii) Marine Portfolio** - Marine insurance business means the business of affecting and carrying out contracts of insurance against loss of consignment of goods during transit.
- iv) Engineering Portfolio** - Engineering insurance business means the insurance that provides economic safeguard to the risks faced by the ongoing construction project, installation project, and machines and equipment in project operation.

- v) **Micro Portfolio** - Micro Insurance protects against loss of or damage to crops or livestock. It has great potential to provide value to low-income farmers and their communities, both by protecting farmers when shocks occur and by encouraging greater investment in crops.
- vi) **Aviation Portfolio** - Aviation Insurance provides coverage for hull losses as well as liability for passenger injuries, environmental and third-party damage caused by aircraft accidents.
- vii) **Cattle and Crop Portfolio** - Cattle and Crop Insurance provides insurance against loss of or damage to Cattle and crops.
- viii) **Miscellaneous Portfolio** - All the insurance business which doesn't fall in above categories fall under miscellaneous insurance business. Group Personal Accidents, Medical Insurances, Professional indemnity insurance etc. fall under this category of business.
- ix) **Life Portfolio** - The term nature of the life insurance business falls under this category of business.

(p) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets is substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

(q) Cash Flow Statement

Cash Flows are reported using the direct method, whereby major classes of cash receipts and cash payments are disclosed as cash flows.

(r) Leases

The lease liability has been accounted for under NFRS 16 "Leases". For all the significant lease, the Right-of-Use assets has been recognized at its initial recognition under cash model. The Lease liability has been recognized at the present value of the lease payments that are not paid at that date. The lease payment has been discounted at the incremental borrowing rate in lease which is 12%.

After the commencement date, the right of use asset has been measured using cost model. The lease liability has been increased to reflect interest on the lease liability & has been reduced by the lease payment.

(s) Income Taxes

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

i) Current Tax

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

ii) Deferred Tax

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

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary difference and the carry forward of unused tax credits and unused tax losses can be utilized.

Deferred Tax Liabilities are generally recognized for all taxable Temporary Difference.

The carrying amount of Deferred Tax Assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the Deferred Tax Asset to be utilized.

(t) Provisions, Contingent Liabilities & Contingent Assets

i) Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate to determine the present value is a Pre-Tax Rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

Provisions for Contingent Liability are recognized in the books a matter of abundant precaution and conservative approach based on management's best estimate. However, Management believes that chances of these matters going against the company are remote and there will not be any probable cash outflow.

ii) Contingent Liabilities

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Contingent liabilities are not recognized but disclosed in the Financial Statements.

iii) Contingent Assets

Contingent assets where it is probable that future economic benefits will flow to the Company are not recognized but disclosed in the Financial Statements.

(u) Functional Currency & Foreign Currency Transactions

The Financial Statements of the Company are presented in Nepalese Rupees, which is the Company's Functional Currency. In preparing the Financial Statements of the Company, transactions in currencies other than the Company's Functional Currency i.e. Foreign Currencies are recognized at the rates of exchange prevailing at the dates of the transactions. The rates of exchange have been taken from www.nrb.org.np and xe.com.

Monetary items such as receivables and payables in foreign currencies are converted using the closing rates of exchange at the balance sheet. Exchange gain/loss out of such conversion is recognized in Profit & Loss Account.

(v) Earnings Per Share

Basic Earnings per share is calculated by dividing the profit attributable to owners of the company by the Weighted Average Number of equity shares outstanding during the Financial Year.

For diluted earnings per share, the weighted average number of ordinary shares in issue is adjusted to assumed conversion of all dilutive potential ordinary shares.

(w) Operating Segment

Operating Segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) as defined by NFRS 8, "Operating Segment".

Company's Income & Expenses including interest are considered as part of un-allocable Income & Expenses which are not identifiable to any business segment. Company's Asset & Liabilities are considered as part of un-allocable Assets & Liabilities which are not identifiable to any business.

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

4 Goodwill & Intangible Assets

Fig. in NPR

Particulars	Software	License	Others (to be Specified)	Total
Gross carrying amount				
As at Shrawan 1, 2078	2,542,500	-	-	2,542,500
Additions during the year	2,360,400	-	-	2,360,400
Acquisition during the year	-	-	-	-
Internal Development during year	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment during the year	-	-	-	-
Balance as at Ashadh 32,2079	4,902,900	-	-	4,902,900
Additions during the year	-	-	-	-
Acquisition during the year	2,627,060	-	-	2,627,060
Internal Development during year	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment during the year	-	-	-	-
Balance as at Ashadh 31,2080	7,529,960	-	-	7,529,960
Accumulated amortization and impairment				
As at Shrawan 1, 2078	41,795	-	-	41,795
Additions during the year	534,855	-	-	534,855
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32,2079	576,649	-	-	576,649
Additions during the year	1,408,065	-	-	1,408,065
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31,2080	1,984,714	-	-	1,984,714
Capital Work In Progress				
As at Shrawan 1, 2078	-	-	-	-
Additions during the year	-	-	-	-
Capitalization during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32,2079	-	-	-	-
Additions during the year	7,432,670	-	-	7,432,670
Capitalization during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31,2080	7,432,670	-	-	7,432,670
Net Carrying Amount				
Balance as at Ashadh 32,2079	4,326,251	-	-	4,326,251
Balance as at Ashadh 31,2080	12,977,916	-	-	12,977,916

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

5 Property and Equipment

Particulars	Land	Buildings	Leasehold Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipments	Vehicles	Other Assets	Total
Gross carrying amount									
As at Shrawan 1, 2078	-	-	-	-	7,837,000	-	-	-	7,837,000
Additions	-	-	6,596,731	5,682,678	4,899,816	3,359,885	18,470,900	-	39,010,011
Acquisition	-	-	6,596,731	5,682,678	4,899,816	3,359,885	18,470,900	-	39,010,011
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-off during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	-	6,596,731	5,682,678	12,736,816	3,359,885	18,470,900	-	46,847,011
Additions	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	173,031	3,735,344	55,180	16,000,000	-	19,963,555
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-off during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	-	6,596,731	5,855,709	16,472,160	3,415,065	34,470,900	-	66,810,566
Accumulated depreciation and impairment									
As at Shrawan 1, 2078	-	-	-	-	43,310	-	-	-	43,310
Addition during the year	-	-	1,315,732	1,403,289	3,144,214	810,271	3,252,916	-	9,926,422
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	-	1,315,732	1,403,289	3,187,525	810,271	3,252,916	-	9,969,733
Addition during the year	-	-	1,319,346	1,442,555	3,685,818	844,073	5,029,796	-	12,321,590
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	-	2,635,078	2,845,844	6,873,343	1,654,345	8,282,713	-	22,291,323

Continue...

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipments	Vehicles	Other Assets	Total
Capital Work-in-Progress									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-	-
Impairment reversal	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-	-
Impairment reversal	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	-	-	-	-	-	-	-	-
Net Carrying Amount									
Balance as at Ashadh 32, 2079	-	-	5,281,000	4,279,390	9,549,291	2,549,614	15,217,984	-	36,877,278
Balance as at Ashadh 31, 2080	-	-	3,961,653	3,009,865	9,598,817	1,760,720	26,188,187	-	44,519,244
Right-of-Use Assets (after Implementation of NFRS 16) or Finance Lease assets held by the Company, out of above Property and Equipment:									
Gross carrying amount									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	35,932,438	-	-	-	-	-	-	35,932,438
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	35,932,438	-	-	-	-	-	-	35,932,438
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	35,932,438	-	-	-	-	-	-	35,932,438

Continue...

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipments	Vehicles	Other Assets	Total
Accumulated depreciation									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	7,670,966	-	-	-	-	-	-	7,670,966
Disposals/ Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-	-
Impairment reversal during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	7,670,966	-	-	-	-	-	-	7,670,966
Addition during the year	-	7,926,478	-	-	-	-	-	-	7,926,478
Disposals/ Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-	-
Impairment reversal during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	15,597,444	-	-	-	-	-	-	15,597,444
Net Carrying Amount									
Balance as at Ashadh 32, 2079	-	28,261,472	-	-	-	-	-	-	28,261,472
Balance as at Ashadh 31, 2080	-	20,334,994	-	-	-	-	-	-	20,334,994
Grand Total									
Balance as at Ashadh 32, 2079	-	28,261,472	5,281,000	4,279,390	9,549,291	2,549,614	15,217,984	-	65,138,750
Balance as at Ashadh 31, 2080	-	20,334,994	3,961,653	3,009,865	9,598,817	1,760,720	26,188,187	-	64,854,238

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

6 Investment Properties

Investment Properties at Cost

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets Classified as Held for Sales	-	-	-
Disposals during the year	-	-	-
Transfer/ adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets Classified as Held for Sales	-	-	-
Disposals during the year	-	-	-
Transfer/ adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Accumulated Depreciation and impairment			
As at Shrawan 1, 2078	-	-	-
Addition during the year	-	-	-
Disposals during the year	-	-	-
Impairment losses during the year	-	-	-
Transfer/ adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Addition during the year	-	-	-
Disposals during the year	-	-	-
Impairment losses during the year	-	-	-
Transfer/ adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Capital Work-In-Progress			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Capitalization during the year	-	-	-
Disposals during the year	-	-	-
Impairment losses during the year	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Capitalization during the year	-	-	-
Disposals during the year	-	-	-
Impairment losses during the year	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Net Carrying Amount			
Balance as at Ashadh 32, 2079	-	-	-
Balance as at Ashadh 31, 2080	-	-	-

(i) Amounts recognised in profit or loss

Particulars	Current Year	Previous Year
Rental income	-	-
Direct operating expenses from property that generated rental income	-	-
Direct operating expenses from property that didn't generate rental income	-	-
Profit from investment properties before depreciation	-	-
Depreciation	-	-
Profit from investment properties	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

(ii) Fair value of investment properties:

Particulars	Current Year	Previous Year
Land	-	-
Buildings	-	-
Total	-	-

Notes: Fair Value

The Company obtains independent valuations for its investment properties. The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Company consider information from a variety of sources including:

- current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences,
- discounted cash flow projections based on reliable estimates of future cash flows,
- capitalised income projections based upon a property's estimated net market income, and a capitalisation rate derived from an analysis of market evidence.

The fair values of investment properties have been determined by The main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transactions and industry data.

(iii) Disclosure on restriction on the realisability of investment properties:

(iv) Contractual obligations:

OR Investment Properties at Fair Value

Particulars	Land	Building	Total
Investment Properties at Fair Value			
Gross carrying amount			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Transfer/Adjustment	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Transfer/Adjustment	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Capital Work-in-Progress			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Net Carrying Amount			
Balance as at Ashadh 32, 2079	-	-	-
Balance as at Ashadh 31, 2080	-	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

Notes on Fair Value :

The Company obtains independent valuations for its investment properties. The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Company consider information from a variety of sources including :

- current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences,
- discounted cash flow projections based on reliable estimates of future cash flows,
- capitalised income projections based upon a property's estimated net market income, and a capitalization rate derived from an analysis of market evidence.

The fair values of investment properties have been determined byThe main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transactions and industry data.

(iii) Disclosure on restriction on the realisability of investment properties:

(iv) Contractual obligations:

7 Deferred Tax Assets/ (Liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
Deferred Tax on Temporary Differences						
Goodwill & Intangible Assets	(2,308,482)	-	(2,308,482)	(72,415)	-	(72,415)
Property and Equipment	(12,658)	-	(12,658)	(286,319)	-	(286,319)
Financial Assets at FVTPL	-	-	-	8,838,000	-	8,838,000
Financial Assets at FVTOCI	-	8,069	8,069	-	-	-
Provision for Leave Encashment	2,424,264	-	2,424,264	753,703	-	753,703
Defined Benefits Plan (Gratuity or Others)	10,451	-	10,451	-	10,451	10,451
Impairment Loss on Financial Assets	-	-	-	-	-	-
Impairment Loss on Other Assets	-	-	-	-	-	-
Unearned Premiums Reserve	-	-	-	-	-	-
Premium Deficiency Reserve	-	-	-	-	-	-
IBNR and IBNER Claims	7,080,958	-	7,080,958	-	-	-
Margin For Adverse Deviations	1,446,595	-	1,446,595	-	-	-
Right of Use (ROU) Assets	(6,100,498)	-	(6,100,498)	(5,778,248)	-	(5,778,248)
Lease Liability	7,268,655	-	7,268,655	-	-	-
Changes in tax rate	-	-	-	-	-	-
Deferred Commission Expense	-	-	-	(24,004,652)	-	(24,004,652)
Total	9,809,284	8,069	9,817,353	(20,549,931)	10,451	(20,539,481)
Deferred Tax Asstes	-	-	-	-	-	-
Deferred Tax Liabilities	-	-	-	-	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Movements in deferred tax Assets/ (Liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	(20,549,931)	10,451	(20,539,480)	(185,094)	-	(185,094)
Charged/(Credited) to Statement of Profit or Loss	30,359,215		30,359,215	(20,364,837)	-	(20,364,837)
Charged/(Credited) to Other Comprehensive Income	-	(2,382)	(2,382)	-	10,451	10,451
As at Ashadh 31, 2080	9,809,284	8,069	9,817,353	(20,549,931)	10,451	(20,539,480)

8 Investments in Subsidiaries

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

Investment in Quoted Subsidiaries

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

Investment in Unquoted Subsidiaries

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

Information Relating to Subsidiaries

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

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

9 Investments in Associates

Particulars	Current Year	Previous Year
Investment in Quoted Associates	-	-
Investment in Unquoted Associates	226,882,375	-
Less: Impairment Losses	-	-
Total	226,882,375	-

Investment in Quoted Associates

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

Investment in Unquoted Associates

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equity Method	Cost	Fair Value	(or) Equity Method
Crest Micro Life Insurance Ltd. 1,125,000 promoter shares of Rs.100 Each	112,500,000	-	112,500,000	-	-	-
Protective Micro Insurance Ltd. 1,125,000 promoter shares of Rs.100 Each	112,500,000	-	112,500,000	-	-	-
Add: Share of Profit or Loss for Earlier Years	-	-	-	-	-	-
Add: Share of Profit or Loss for Current Year	-	-	1,882,375	-	-	-
Total	225,000,000	-	226,882,375	-	-	-

Information Relating to Associates

Particulars	Crest Micro Life Insurance Ltd.		Protective Micro Insurance Ltd.	
	Current Year	Previous Year	Current Year	Previous Year
Name	Crest Micro Life Insurance Ltd.		Protective Micro Insurance Ltd.	
Place of Business	Kathmandu		Kathmandu	
Accounting Method	Equity		Equity	
% of Ownership	21.43%	-	21.43%	-
Current Assets				
i) Cash and Cash Equivalents	43,929,494	-	39,390,324	-
ii) Other Assets	423,158	-	4,808,745	-
Non-Current Assets	501,412,072	-	500,558,145	-
Current Liabilities				
i) Financial Liabilities	2,251,782	-	11,633,175	-
ii) Other Liabilities	13,329,160	-	3,323,590	-
Non-Current Liabilities	689,266	-	510,548	-
Income				
Net Profit or Loss	4,494,516	-	4,289,901	-
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	4,494,516	-	4,289,901	-
Company's share of profits				
Net Profit or Loss	963,111	-	919,265	-
Other Comprehensive Income	-	-	-	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

10 Investments

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	661,974,000	589,051,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	8,795,292,500	6,605,000,000
v) Fixed Deposits in Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	-	-
vii) Fixed Deposits in "C" Class Financial Institutions	-	-
viii) Call Account of "A" Class Financial Institutions	31,399,292	358,417,062
Less: Impairment Losses	-	(29,460,000)
Investments measured at FVTOCI		
i) Investment in Equity Instruments	-	-
ii) Investment in Equity Instruments (Quoted)	25,316,928	-
iii) Investment in Equity Instruments (Unquoted)	-	-
iv) Investment in Mutual Funds	39,960,000	-
v) Investment in Debentures	-	-
vi) Others (to be Specified)	-	-
Investments measured at FVTPL		
i) Investment in Equity Instruments	-	-
ii) Investment in Equity Instruments (Quoted)	-	-
iii) Investment in Mutual Funds	-	-
iv) Investment in Debentures	-	-
iv) Others (CIT)	-	1,365,220
Total	9,553,942,720	7,524,373,282

a) Details of Impairment Losses

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

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

b) Investments having expected maturities less than 12 months:

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)	-	-
Investment in Equity Instruments (Unquoted)	-	-
Investment in Mutual Funds	-	-
Investment in Preference Shares of Bank and Financial Institutions	-	-
Investment in Debentures	-	-
Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
Fixed Deposit with "A" Class Financial Institutions	1,342,870,200	1,950,000,000
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposits with "B" Class Financial Institutions	-	-
Fixed Deposits with "C" Class Financial Institutions	-	-
Others (to be Specified)	-	-
Total	1,342,870,200	1,950,000,000

c) Information relating to investment in equity instruments

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)				
Nepal Infrastructure Bank Ltd. 113,022 shares of Rs. 100 Each	25,303,824	25,316,928	-	-
Investment in Equity Instruments (Unquoted)				
..... Shares of Rs..... each of Ltd.	-	-	-	-
..... Shares of Rs..... each of Ltd.	-	-	-	-
Investment in Mutual Funds (Quoted)				
NMB Sulav Investment Fund	40,000,000	39,960,000	-	-
Total	65,303,824	65,276,928	-	-

d) The Company has earmarked investments amounting to NPR 8,795,292,500 to Nepal Insurance Authority

11 Loans

Particulars	Current Year	Previous Year
Loans measured at Amortized Cost		
Loan to Employees	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	-	-

a) Expected recovery period within 12 months

Particulars	Current Year	Previous Year
Loan to Employees	-	-
Others (to be Specified)	-	-
Total	-	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

12 Reinsurance Assets

Particulars	Current Year	Previous Year
Reinsurance Assets on:		
Unearned Premiums Reserve	-	48,489,481
Premium Deficiency Reserve	125,737,292	-
Outstanding Claims	346,482,639	-
IBNR and IBNER Claims	100,147,824	-
Margin For Adverse Deviations	2,503,696	-
Less: Impairment Losses	-	-
Total	574,871,451	48,489,481

13 Insurance Receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurers	-	-
Receivable from Other Insurance Companies	1,545,682,628	187,976,987
Deposit Retained by Cedants	-	-
Other Reinsurance Receivables (to be specified)	-	-
Less: Impairment Losses	-	-
Total	1,545,682,628	187,976,987

a) Expected recovery period within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurers	-	-
Receivable from Other Insurance Companies	1,545,682,628	187,976,987
Deposit Retained by Cedants	-	-
Other Reinsurance Receivables (to be specified)	-	-
Total	1,545,682,628	187,976,987

14 Other Assets

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	39,626,198	-
Claim Advances	13,914,698	-
Advances to Suppliers	37,793,835	32,978,924
Staff Advances	-	-
Printing and Stationery Stock	-	-
Deferred Acquisition Cost Other than Commission & Brokerage	21,423,474	-
Deferred Re-Insurance Commission Expenses	552,602,887	80,015,506
Deferred Brokerage Expenses	121,942,134	-
Lease Receivables	-	-
Others (to be Specified)	-	10,949,000
Less: Impairment Losses	-	-
Total	787,303,227	123,943,431

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

a) Expected to be recovered/ settled within 12 months

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	39,626,198	-
Claim Advances	13,914,698	-
Advances to Suppliers	37,198,529	32,978,924
Staff Advances	-	-
Printing and Stationery Stock	-	-
Deferred Acquisition Cost Other than Commission & Brokerage	21,423,474	-
Deferred Re-Insurance Commission Expenses	552,602,887	80,015,506
Deferred Brokerage Expenses	121,942,134	-
Lease Receivables	-	-
Others (to be Specified)	-	10,949,000
Total	786,707,920	123,943,431

15 Other Financial Assets

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accrued Interest	43,046,865	9,170,950
Other Receivables	2,095,560	-
Other Deposits	-	44,985,400
Sundry Debtors	-	-
Premium Reserve	-	-
Loss Reserve	-	-
Other (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	45,142,424	54,156,350

a) Expected to be realized within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accrued Income	43,046,865	9,170,950
Other Receivables	2,095,560	-
Other Deposits	-	44,985,400
Sundry Debtors	-	-
Premium Reserve	-	-
Loss Reserve	-	-
Other (to be Specified)	-	-
Total	45,142,424	54,156,350

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

16 Cash and Cash Equivalents

Particulars	Current Year	Previous Year
Cash in Hand	46,775	15,029
Cheques in Hand	-	-
Bank Balances		
i) Balance with "A" Class Financial Institutions	94,995,645	93,954,587
ii) Balance with Infrastructure Banks	-	-
iii) Balance with "B" Class Financial Institutions	6,971	6,912
iv) Balance with "C" Class Financial Institutions	-	-
Less: Impairment Losses	-	-
Deposits with initial maturity upto 3 months	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	95,049,391	93,976,528

17

17(a) Share Capital

Particulars	Current Year	Previous Year
Ordinary Shares	-	-
As at Shrawan 1, 2079	7,000,000,000	7,000,000,000
Additions during the year		
i) Bonus Share Issue	-	-
ii) Share Issue	-	-
As at Ashadh 31, 2080	7,000,000,000	7,000,000,000
Convertible Preference Shares (Equity Component Only)		
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Ashadh 31, 2080	-	-
Irredeemable Preference Shares (Equity Component Only)		
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Ashadh 31, 2080	-	-
Total	7,000,000,000	7,000,000,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
210,000,000 Ordinary Shares of Rs. 100 each	21,000,000,000	21,000,000,000
Issued Capital:		
100,000,000 Ordinary Shares of Rs. 100 each	10,000,000,000	10,000,000,000
Subscribed and Paid Up Capital:		
70,000,000 Ordinary Shares of Rs. 100 each	7,000,000,000	7,000,000,000
Total	7,000,000,000	7,000,000,000

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

(ii) Preference Share Capital

Particulars	Current Year	Previous Year
Authorised Capital:		
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Issued Capital:		
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Subscribed and Paid Up Capital:		
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Total	-	-

Shareholding Structure of Share Capital

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal	-	-	-	-
Nepali Organized Institutions	51,185,000	53,435,000	73%	76%
Nepali Citizens	18,815,000	16,565,000	27%	24%
Foreigners	-	-	-	-
Others (to be Specified)	-	-	-	-
Total (A)	70,000,000	70,000,000	100%	100%
Other than Promoters				
General Public	-	-	-	-
Others (to be Specified)	-	-	-	-
Total (B)	-	-	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

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

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Amber Provestment Pvt. Ltd.	6,785,000	6,785,000	9.69%	9.69%
Nepal Bank Limited	5,000,000	5,000,000	7.14%	7.14%
Rastriya Banijya Bank Limited	5,000,000	5,000,000	7.14%	7.14%
Infinity Holdings Pvt. Ltd.	4,500,000	4,500,000	6.43%	6.43%
Jagdamba Motors Pvt. Ltd.	3,200,000	3,200,000	4.57%	4.57%
Ganpati Vanaspati Pvt. Ltd.	-	2,250,000	0.00%	3.21%
Jagdamba Steels Pvt. Ltd.	2,200,000	2,200,000	3.14%	3.14%
Vikas Dugar	2,200,000	2,200,000	3.14%	3.14%
Hansraj Hulaschand & Co. Pvt. Ltd.	2,000,000	2,000,000	2.86%	2.86%
Saffron CK Investments Pvt. Ltd.	2,000,000	2,000,000	2.86%	2.86%
RMC Construction & Investment Pvt. Ltd.	1,500,000	1,500,000	2.14%	2.14%
Sashi Kant Agrawal	1,500,000	1,500,000	2.14%	2.14%
Accord Capfin Pvt. Ltd.	1,350,000	1,350,000	1.93%	1.93%
Atal Capital P L	1,350,000	1,350,000	1.93%	1.93%
Kalika Fincorp Pvt. Ltd.	1,350,000	1,350,000	1.93%	1.93%
Karvy Global Pvt. Ltd.	1,350,000	1,350,000	1.93%	1.93%
Ajanta Holding Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Bikas J.B Rana	1,000,000	1,000,000	1.43%	1.43%
Kailash Sirohiya	1,000,000	1,000,000	1.43%	1.43%
Kirti Apex Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Rahul Kumar Agrawal	1,000,000	1,000,000	1.43%	1.43%
Rajesh Hardware Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Sandeep Kumar Agrawal	1,000,000	1,000,000	1.43%	1.43%
Shalimar Investment Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Shaurya Cement Industries Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Ujjivan Merchant Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Wonder Ventures Pvt. Ltd.	1,000,000	1,000,000	1.43%	1.43%
Express Investment Pvt. Ltd.	900,000	900,000	1.29%	1.29%
Kamdhenu Investment Pvt. Ltd.	900,000	900,000	1.29%	1.29%
Pashupati Murarka	725,000	725,000	1.04%	1.04%
Sirish Kumar Murarka	725,000	725,000	1.04%	1.04%

17(b) Share Application Money Pending Allotment

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

17(c) Share Premium

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	-	-
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of shares	-	-
Others (to be Specified)	-	-
As at Ashadh 31, 2080	-	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

17(d) Special Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	136,978,116	4,819,268
Additions	318,587,649	132,158,848
Utilizations	-	-
As at Ashadh 31, 2080	455,565,765	136,978,116

17(e) Catastrophe Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	15,059,293	460,744
Additions	31,858,765	14,598,549
Utilizations	-	-
As at Ashadh 31, 2080	46,918,058	15,059,293

17(f) Retained Earning

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	119,494,439	4,143,799
Net Profit or Loss	649,424,530	292,107,621
Transfer from Regulatory Reserve	18,109,982	-
Items of OCI recognised directly in retained earnings	-	(24,385)
Remeasurement of Post-Employment Benefit Obligations	-	-
Transfer to reserve	-	-
Revaluation Reserve	-	-
Special Reserve	(318,587,649)	(132,158,848)
Capital Reserve	-	-
Catastrophe Reserve	(31,858,765)	(14,598,549)
Corporate Social Responsibility (CSR) Reserve	(6,371,753)	(2,739,976)
Insurance Fund Including Insurance Reserve	-	-
Fair Value Reserve	-	-
Actuarial Reserve	-	-
Deferred Tax Reserve	(684,042)	(9,125,242)
Regulatory Reserve	-	(18,109,982)
Other Reserves (to be specified)	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-
Transfer on Disposal of Revalued Property and Equipment	-	-
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-
Issuance of Bonus Shares	-	-
Transaction Costs on Issue of Shares	-	-
Dividend Paid	-	-
Dividend Distribution Tax	-	-
Prior Year Adjustments	(1,900,614)	-
As at Ashadh 31, 2080	427,626,128	119,494,439

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

17(g) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserve	-	-
Capital Reserve	-	-
Corporate Social Responsibility (CSR) Reserve	8,360,844	2,739,976
Insurance Fund Including Insurance Reserve	-	-
Fair Value Reserve	(18,827)	-
Actuarial Reserve	-	-
Deferred Tax Reserve	9,809,284	9,125,242
Other Reserve (to be specified)	-	18,109,982
Total	18,151,301	29,975,200

18 Provisions

Particulars	Current Year	Previous Year
Provisions for employee benefits	-	-
i) Provision for Leave	8,080,881	2,512,344
ii) Provision for Gratuity	6,071,690	3,481,640
iii) Termination Benefits	-	-
iv) Other employee benefit obligations (to be Specified)	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others (to be Specified)	-	-
Total	14,152,571	5,993,984

(a) Movement of Provisions, Contingent Liabilities and Contingent Assets

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwinding of Discount	Closing Balance
Provision for Employee Benefits	-	-	-	-	-	-
i) Provision for Leave	2,512,344	5,568,537	-	-	-	8,080,881
ii) Provision for Gratuity	3,481,640	1,908,461	-	-	-	5,390,101
iii) Termination Benefits	-	-	-	-	-	-
iv) Other employee benefit obligations (to be Specified)	-	-	-	-	-	-
Provision for tax related legal cases	-	-	-	-	-	-
Provision for non-tax related legal cases	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

Provision with expected payout within 12 months

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	-	-
ii) Provision for Gratuity	-	-
iii) Termination Benefits	-	-
iv) Other employee benefit obligations (to be Specified)	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others (to be Specified)	-	-
Total	-	-

19 Gross Insurance Contract Liabilities

Particulars	Current Year	Previous Year
Gross Insurance Contract Liabilities		
Unearned Premiums Reserve	2,600,866,844	434,453,274
Premium Deficiency Reserve	125,737,292	-
Outstanding Claims	1,474,990,131	125,865,930
IBNR and IBNER Claims	293,027,140	44,442,882
Margin For Adverse Deviations	7,325,678	2,222,144
Others (to be Specified)	-	-
Total	4,501,947,085	606,984,230

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

a) Gross Insurance Contract Liability

Fig. in NPR

Particulars	Non Life							Life	Total				
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop			Miscellaneous	Excess of Loss (Whole Account)	Term	
As at Shrawan 1, 2079													
Unearned Premiums Reserve	224,353,858	13,653,604	45,336,133	119,826,375	-	-	-	30,484,281	-	799,023	-	434,453,274	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	-	-	-	
Outstanding Claims	89,691,218	2,485,037	10,870,874	21,711,901	-	-	-	1,106,900	-	-	-	125,865,930	
IBNR and IBNER Claims	22,240,900	1,597,036	2,288,084	14,546,861	-	-	-	3,770,001	-	-	-	44,442,882	
Margin For Adverse Deviations	1,112,045	79,852	114,404	727,343	-	-	-	188,500	-	-	-	2,222,144	
Total Balance As at Shrawan 1, 2079	337,398,021	17,815,529	58,609,495	156,812,480	-	-	-	35,549,682	-	799,023	-	606,984,230	
Changes during the year													
Unearned Premiums Reserve	474,186,652	317,036,121	104,180,002	390,518,094	4,715,650	-	96,682,315	203,782,006	30,652,471	544,660,259	-	2,166,413,570	
Premium Deficiency Reserve	125,737,292	-	-	-	-	-	-	-	-	-	-	125,737,292	
Outstanding Claims	947,533,005	141,447,780	55,475,167	105,620,564	-	-	15,887,614	43,406,962	-	39,753,109	-	1,349,124,201	
IBNR and IBNER Claims	152,413,459	26,425,982	9,247,608	23,145,200	-	-	4,577,256	23,502,958	-	9,271,795	-	248,584,258	
Margin For Adverse Deviations	3,254,314	620,723	173,988	214,959	-	-	114,431	493,324	-	231,795	-	5,103,534	
Total changes during the year	1,703,124,722	485,530,606	169,076,765	519,498,817	4,715,650	-	117,261,616	271,185,250	30,652,471	593,916,958	-	3,894,962,855	
As at Ashadh 31, 2080													
Unearned Premiums Reserve	698,540,510	330,689,725	149,516,135	510,344,469	4,715,650	-	96,682,315	234,266,287	30,652,471	545,459,282	-	2,600,866,844	
Premium Deficiency Reserve	125,737,292	-	-	-	-	-	-	-	-	-	-	125,737,292	
Outstanding Claims	1,037,224,223	143,932,817	66,346,041	127,332,465	-	-	15,887,614	44,513,862	-	39,753,109	-	1,474,990,131	
IBNR and IBNER Claims	174,654,359	28,023,018	11,535,692	37,692,061	-	-	4,577,256	27,272,959	-	9,271,795	-	293,027,140	
Margin For Adverse Deviations	4,366,359	700,575	288,392	942,302	-	-	114,431	681,824	-	231,795	-	7,325,678	
Total Balance As at Ashadh 31, 2080	2,040,522,743	503,346,135	227,686,260	676,311,297	4,715,650	-	117,261,616	306,734,932	30,652,471	594,715,981	-	4,501,947,085	

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements
For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Taking Nepal  to the
World

b) Reinsurance Assets

Fig. in NPR

Particulars	Non Life							Life	Total		
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop			Miscellaneous	Excess of Loss (Whole Account)
As at Shrawan 1, 2079											
Unearned Premiums Reserve	29,625,793	899,209	-	15,939,006	-	-	-	-	-	2,025,473	48,489,481
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	-	-
Outstanding Claims	-	-	-	-	-	-	-	-	-	-	-
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-	-	-
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-	-
Total Balance As at Shrawan 1, 2079	29,625,793	899,209	-	15,939,006	-	-	-	-	-	2,025,473	48,489,481
Changes during the year											
Unearned Premiums Reserve	(29,625,793)	(899,209)	-	(15,939,006)	-	-	-	-	-	(2,025,473)	(48,489,481)
Premium Deficiency Reserve	125,737,292	-	-	-	-	-	-	-	-	-	125,737,292
Outstanding Claims	346,482,639	-	-	-	-	-	-	-	-	-	346,482,639
IBNR and IBNER Claims	60,929,562	5,556,027	-	15,514,494	-	-	-	18,147,741	-	-	100,147,824
Margin For Adverse Deviations	1,523,239	138,900	-	387,863	-	-	-	453,694	-	-	2,503,696
Total changes during the year	505,046,939	4,795,718	-	(36,649)	-	-	-	18,601,435	-	(2,025,473)	526,381,970
As at Ashadh 31, 2080											
Unearned Premiums Reserve	-	-	-	-	-	-	-	-	-	-	-
Premium Deficiency Reserve	125,737,292	-	-	-	-	-	-	-	-	-	125,737,292
Outstanding Claims	346,482,639	-	-	-	-	-	-	-	-	-	346,482,639
IBNR and IBNER Claims	60,929,562	5,556,027	-	15,514,494	-	-	-	18,147,741	-	-	100,147,824
Margin For Adverse Deviations	1,523,239	138,900	-	387,863	-	-	-	453,694	-	-	2,503,696
Total Balance As at Ashadh 31, 2080	534,672,732	5,694,927	-	15,902,357	-	-	-	18,601,435	-	-	574,871,451

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

19.1 Disclosure of Outstanding claim

Type of insurance	Outstanding claim for claims intimated during the year (A)	Unclaimed Fund			Gross outstanding claim (A+B)	Reinsurance share (C)	Net Outstanding Claim (A+B-C)
		Outstanding claim for claims intimated during the previous 1 year	Outstanding claim for claims intimated during the previous 2 year	Outstanding claim for claims intimated during the previous 3 year			
Non-life							
Property	1,037,224,223	-	-	-	1,037,224,223	346,482,639.00	690,741,584.00
Motor	143,932,817	-	-	-	143,932,817	-	143,932,817.00
Marine	66,346,041	-	-	-	66,346,041	-	66,346,041.00
Engineering	127,332,465	-	-	-	127,332,465	-	127,332,465.00
Micro	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-
Cattle and Crop	15,887,614	-	-	-	15,887,614	-	15,887,614.00
Miscellaneous	44,513,862	-	-	-	44,513,862	-	44,513,862.00
Excess of Loss (Whole Account)	-	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-	-
Life							
Term	39,753,109	-	-	-	39,753,109	-	39,753,109.00
Others (to be specified)	-	-	-	-	-	-	-
Total	1,474,990,131	-	-	-	1,474,990,131	-	1,128,507,492

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

20 Insurance Payables

Particulars	Current Year	Previous Year
Payable to Reinsurers	20,015,410	35,210,175
Payable to Other Insurance Companies	-	-
Other Insurance Payable (to be Specified)	-	-
Total	20,015,410	35,210,175

Payable within 12 months:

Particulars	Current Year	Previous Year
Payable to Reinsurers	20,015,410	35,210,175
Payable to Other Insurance Companies	-	-
Other Insurance Payable (to be Specified)	-	-
Total	20,015,410	35,210,175

21 Current Tax (Assets)/Liabilities (Net)

Particulars	Current Year	Previous Year
Income Tax Liabilities	350,724,869	131,046,015
Income Tax Assets	216,020,725	94,960,435
Total	134,704,144	36,085,580

22 Borrowings

Particulars	Current Year	Previous Year
Bonds	-	-
Debentures	-	-
Term Loans - Bank and Financial Institution	-	-
Bank Overdrafts	-	-
Others (to be Specified)	-	-
Total	-	-

Payable within 12 months:

Particulars	Current Year	Previous Year
Bonds	-	-
Debentures	-	-
Term Loans - Bank and Financial Institution	-	-
Bank Overdrafts	-	-
Others (to be Specified)	-	-
Total	-	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

23 Other Liabilities

Particulars	Current Year	Previous Year
TDS Payable	98,662,904	10,494,591
VAT Payable (Reverse & Other)	-	-
Deposit Premiums	-	-
Insurance Service Fee Payable	44,884,891	8,689,065
Lease Liability	24,228,852	30,461,037
Deferred Commission Income	-	-
Deferred Income	-	-
Others (to be Specified)	-	-
Advance SC Recovery	295,854	-
Total	168,072,500	49,644,694

Payable within 12 months:

Particulars	Current Year	Previous Year
TDS Payable	98,662,904	10,494,591
VAT Payable (Reverse & Other)	-	-
Deposit Premiums	-	-
Deferred Commission Income	-	-
Insurance Service Fee Payable	44,884,891	8,689,065
Lease Liability	16,570,050	9,937,670
Deferred Income	-	-
Advance SC Recovery	-	-
Total	160,117,845	29,121,327

24 Other Financial Liabilities

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Surveyor	-	-
Sundry Creditors	29,358,710	1,350,731
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	-	-
ii) Bonus Payables	97,025,449	43,575,124
iii) Provident Fund Payable	-	720,664
iv) Other Payable	5,593	-
Audit Fee Payable	769,350	769,350
Actuarial Fees Payable	-	-
Dividend Payable	-	-
Others (to be Specified)	-	-
Total	127,159,102	46,415,869

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

Payable within 12 months:

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Surveyor	-	-
Sundry Creditors	29,358,710	1,350,731
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	-	-
ii) Bonus Payables	97,025,449	43,575,124
iii) Provident Fund Payable	-	720,664
iv) Other Payable	5,593	-
Audit Fee Payable	769,350	769,350
Actuarial Fees Payable	-	-
Dividend Payable	-	-
Others (to be Specified)	-	-
Total	127,159,102	46,415,869

25 Gross Earned Premium

Particulars	Premium on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life						
Property	1,525,218,722	448,707,715	474,186,652	224,344,233	1,051,032,069	224,363,482
Motor	703,293,895	27,307,209	317,036,121	13,653,604	386,257,774	13,653,605
Marine	299,032,270	90,672,267	104,180,002	45,259,622	194,852,268	45,412,645
Engineering	1,080,360,066	239,652,750	390,518,094	119,826,375	689,841,972	119,826,375
Micro	9,431,301	-	4,715,650	-	4,715,650	-
Aviation	-	-	-	-	-	-
Cattle and Crop	193,364,630	-	96,682,315	-	96,682,315	-
Miscellaneous	503,295,087	60,968,562	203,782,006	30,484,281	299,513,082	30,484,281
Excess of Loss (Whole Account)	61,304,942	-	30,652,471	-	30,652,471	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	1,090,918,564	1,598,046	544,660,259	799,023	546,258,305	799,023
Others (to be specified)	-	-	-	-	-	-
Total	5,466,219,475	868,906,548	2,166,413,570	434,367,138	3,299,805,905	434,539,410

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

26 Premium Ceded

Particulars	Premium Ceded to Reinsurers		Reinsurers' Share of Change in Unearned Premiums		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life						
Property	128,137,701	59,251,586	(29,625,793)	29,625,793	157,763,494	29,625,793
Motor	41,914,445	1,798,418	(899,209)	899,209	42,813,654	899,209
Marine	-	-	-	-	-	-
Engineering	59,671,128	31,878,012	(15,939,006)	15,939,006	75,610,134	15,939,006
Micro	-	-	-	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-
Miscellaneous	34,762,514	4,050,947	-	2,025,473	34,762,514	2,025,474
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Term	-	-	(2,025,473)	-	2,025,473	-
Others (to be specified)	-	-	-	-	-	-
Total	264,485,788	96,978,963	(48,489,481)	48,489,481	312,975,269	48,489,482

26.1 Portfolio-wise details of Net Earned Premium

Particulars	Gross Earned Premium		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life						
Property	1,051,032,069	224,363,482	157,763,494	29,625,793	893,268,575	194,737,689
Motor	386,257,774	13,653,605	42,813,654	899,209	343,444,120	12,754,395
Marine	194,852,268	45,412,645	-	-	194,852,268	45,412,645
Engineering	689,841,972	119,826,375	75,610,134	15,939,006	614,231,838	103,887,369
Micro	4,715,650	-	-	-	4,715,650	-
Aviation	-	-	-	-	-	-
Cattle and Crop	96,682,315	-	-	-	96,682,315	-
Miscellaneous	299,513,082	30,484,281	34,762,514	2,025,474	264,750,568	28,458,807
Excess of Loss (Whole Account)	30,652,471	-	-	-	30,652,471	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	546,258,305	799,023	2,025,473	-	544,232,832	799,023
Others (to be specified)	-	-	-	-	-	-
Total	3,299,805,905	434,539,410	312,975,269	48,489,482	2,986,830,637	386,049,929

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

27 Commission Income

Particulars	Reinsurance Commission Income		Deferred Commission Income		Profit Commission		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life								
Property	-	-	-	-	-	-	-	-
Motor	-	-	-	-	-	-	-	-
Marine	-	-	-	-	-	-	-	-
Engineering	-	-	-	-	-	-	-	-
Micro	-	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Excess of Loss (Whole Account)	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-
Life								
Term	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

28 Other Direct Income

Particulars	Portfolio Premium Entry		Outstanding Loss Entry		Others (to be Specified)		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life								
Property	38,772,840	3,248,159	80,433,336	4,662,615	-	-	119,206,176	7,910,773
Motor	-	-	-	-	-	-	-	-
Marine	-	-	-	-	-	-	-	-
Engineering	-	-	-	-	-	-	-	-
Micro	-	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-	-	-
Miscellaneous	13,041,063	2,122,771	10,447,495	2,056,560	-	-	23,488,558	4,179,331
Excess of Loss (Whole Account)	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-
Life								
Term	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-
Total	51,813,904	5,370,930	90,880,830	6,719,175	-	-	142,694,734	12,090,105

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

29 Income from Investment & Loans

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Measured at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	740,050,022	557,888,046
ii) Fixed Deposit with Infrastructure Banks	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	-	789,082
iv) Fixed Deposit with "C" Class Financial Institutions	-	-
v) Debentures	63,065,109	15,705,447
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
vii) Bank Deposits other than Fixed Deposit	3,942,593	1,287,075
viii) Employee Loan	-	-
ix) Other Interest Income (to be specified)	-	-
Financial Assets Measured at at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income (to be specified)	-	-
Financial Assets Measured at at FVTPL		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income (to be specified)	-	31,586
Rental Income	-	-
Others (to be specified)	-	-
Total	807,057,724	575,701,237

30 Net Gains/ (Losses) on Fair Value Changes

Particulars	Current Year	Previous Year
Changes in Fair Value of Financial Assets Measured at FVTPL		
i) Equity Instruments	-	-
ii) Mutual Fund	-	-
iii) Others (to be specified)	-	-
Changes in Fair Value on Investment Properties	-	-
Changes in Fair Value on Hedged Items in Fair Value Hedges	-	-
Changes in Fair Value on Hedging Instruments in Fair Value Hedges	-	-
Others (to be specified)	-	-
Total	-	-

31 Net Realised Gains/ (Losses)

Particulars	Current Year	Previous Year
Realised Gain on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments	-	-
ii) Mutual Fund	-	-
iii) Debentures	-	-
iv) Others (to be specified)	-	-
Realised Gain on Derecognition of Financial Assets at Amortised Costs		
i) Debentures	-	-
ii) Bonds	-	-
iii) Others (to be specified)	-	-
Total	-	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

32 Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Costs		
i) Employee Loans	-	-
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Foreign Exchange Income	-	-
Interest Income from Finance Lease	-	-
Profit from disposal of Property and Equipment	-	-
Amortization of Deferred Income	-	-
Impairment on Debentures Write Back	29,460,000	-
Rebate Income	206,234	-
Total	29,666,234	-

33 Gross Claims Paid and Claims Ceded

Particulars	Gross Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life						
Property	117,417,812	14,653,041	-	-	117,417,812	14,653,041
Motor	137,173,064	4,846,004	-	-	137,173,064	4,846,004
Marine	54,099,227	3,842,092	-	-	54,099,227	3,842,092
Engineering	47,485,769	2,699,001	-	-	47,485,769	2,699,001
Micro	1,703,155	-	-	-	1,703,155	-
Aviation	-	-	-	-	-	-
Cattle and Crop	55,914,159	-	-	-	55,914,159	-
Miscellaneous	141,480,860	7,929,563	-	-	141,480,860	7,929,563
Excess of Loss (Whole Account)	205,494	-	-	-	205,494	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	161,284,543	-	-	-	161,284,543	-
Others (to be specified)	-	-	-	-	-	-
Total	716,764,081	33,969,700	-	-	716,764,081	33,969,700

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

34 Change in Insurance Contract Liabilities

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Asssts		Net Change in Insurance Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life						
Property	1,228,938,070	113,041,756	534,672,732	-	694,265,338	113,041,756
Motor	168,494,485	4,161,925	5,694,927	-	162,799,558	4,161,925
Marine	64,896,763	13,254,233	-	-	64,896,763	13,254,233
Engineering	128,980,723	36,986,105	15,902,357	-	113,078,366	36,986,105
Micro	-	-	-	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	20,579,301	-	-	-	20,579,301	-
Miscellaneous	67,403,244	5,065,401	18,601,435	-	48,801,809	5,065,401
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	49,256,699	-	-	-	49,256,699	-
Others (to be specified)	-	-	-	-	-	-
Total	1,728,549,285	172,509,421	574,871,451	-	1,153,677,834	172,509,421

35 Commission & Brokerage Expenses

a) Commission Expenses

Particulars	Domestic Insurers		Foreign Insurers		Deferred Commission Expenses		Net Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life								
Property	475,176,948	79,901,196	5,657,204	314,934	180,112,651	40,106,344	300,721,501	40,109,786
Motor	189,490,360	6,328,220	-	-	85,934,510	3,164,110	103,555,851	3,164,110
Marine	85,389,675	17,829,070	423,999	-	34,007,346	8,899,491	51,806,328	8,929,580
Engineering	225,443,654	40,568,140	404,086	-	86,402,718	20,284,070	139,445,022	20,284,070
Micro	1,863,574	-	-	-	931,787	-	931,787	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	41,194,614	-	-	-	20,597,307	-	20,597,307	-
Miscellaneous	151,505,313	15,122,983	505,481	-	63,194,224	7,561,491	88,816,569	7,561,492
Excess of Loss (Whole Account)	-	-	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-	-	-
Life								
Term	2,813,677	-	-	-	1,406,839	-	1,406,839	-
Others (to be specified)	-	-	-	-	-	-	-	-
Total	1,172,877,815	159,749,609	6,990,770	314,934	472,587,381	80,015,506	707,281,204	80,049,037

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

b) Brokerage Expenses

Particulars	Domestic Brokers		Foreign Brokers		Deferred Brokerage Expenses		Net Brokerage Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life								
Property	28,541,606	-	1,884,551	464,204	13,934,987	-	16,491,170	464,204
Motor	5,752,442	-	150,539	43,719	2,775,590	-	3,127,392	43,719
Marine	3,849,031	-	140,450	-	1,994,740	-	1,994,740	-
Engineering	56,746,566	-	39,668	-	26,824,891	-	29,961,344	-
Micro	-	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-	-	-
Miscellaneous	7,190,959	-	899,236	99,371	3,765,703	-	4,324,492	99,371
Excess of Loss (Whole Account)	216,525	-	1,682,026	-	949,275	-	949,275	-
Others (to be specified)	-	-	-	-	-	-	-	-
Life								
Term	143,393,895	-	-	15,980	71,696,948	-	71,696,948	15,980
Others (to be specified)	-	-	-	-	-	-	-	-
Total	245,691,025	-	4,796,469	623,275	121,942,134	-	128,545,360	623,275

36 Service Fees

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life						
Property	12,554,522	4,487,077	1,042,486	592,516	11,512,037	3,894,561
Motor	5,952,934	273,072	341,002	17,984	5,611,932	255,088
Marine	2,482,015	906,723	-	-	2,482,015	906,723
Engineering	8,729,387	2,396,527	485,464	318,780	8,243,923	2,077,747
Micro	64,318	-	-	-	64,318	-
Aviation	-	-	-	-	-	-
Cattle and Crop	1,609,314	-	-	-	1,609,314	-
Miscellaneous	4,188,238	609,686	282,816	40,509	3,905,422	569,176
Excess of Loss (Whole Account)	509,357	-	-	-	509,357	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	8,794,806	15,980	-	-	8,794,806	15,980
Others (to be specified)	-	-	-	-	-	-
Total	44,884,891	8,689,065	2,151,768	969,790	42,733,122	7,719,276

Note: Service fee shall be calculated on the basis of gross written premium.

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

37 Other Direct Expenses

Particulars	Portfolio Premium Withdrawal		Outstanding Claim Withdrawal		Others		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Non-life								
Property	356,652	6,877,511	262,925	-	6,978,007	4,454,420	7,597,584	11,331,931
Motor	-	-	-	-	3,147,875	268,700	3,147,875	268,700
Marine	-	-	-	-	1,234,549	906,723	1,234,549	906,723
Engineering	-	-	-	-	4,601,655	2,396,527	4,601,655	2,396,527
Micro	-	-	-	-	32,159	-	32,159	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	804,657	-	804,657	-
Miscellaneous	376,825	3,272,932	412,752	-	2,264,043	605,249	3,053,620	3,878,180
Excess of Loss (Whole Account)	-	-	-	-	173,111	-	173,111	-
Others (to be specified)	-	-	-	-	-	-	-	-
Life								
Term	-	-	-	-	4,397,403	-	4,397,403	-
Others (to be specified)	-	-	-	-	-	-	-	-
Total	733,477	10,150,442	675,677	-	23,633,458	8,631,620	25,042,612	18,782,062

38 Employee Benefits Expenses

Particulars	Current Year	Previous Year
Salaries	51,619,139	19,460,373
Allowances	28,533,445	40,553,227
Festival Allowances	5,711,900	5,645,000
Defined Benefit Plans		
i) Gratuity	-	-
ii) Others (to be Specified)	-	-
Defined Contribution Plans		
i) Provident Fund/Social Security Fund	5,161,914	1,946,037
ii) Gratuity	4,301,595	3,474,264
Leave Encashments	8,627,095	4,319,564
Termination Benefits	-	-
Training Expenses	3,216,803	944,847
Uniform Expenses	-	-
Medical Expenses	-	-
Insurance Expenses	383,097	318,205
Staff Welfare Expenses	223,238	455,707
Staff Lunch Expenses	1,631,452	718,775
Sub Total	109,409,678	77,836,000
Employee Bonus	97,025,449	43,575,124
Total	206,435,127	121,411,124

39 Depreciation & Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	1,408,065	534,855
Depreciation on Property and Equipment (Refer Note. 5)	20,248,067	17,597,388
Depreciation on Investment Properties (Refer Note. 6)	-	-
Total	21,656,132	18,132,243

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

40 Impairment Losses

Particulars	Current Year	Previous Year
Impairment Losses on Property and Equipment, Investment Properties and Goodwill & Intangible Assets		
i) Property and Equipment	-	-
ii) Investment Properties	-	-
iii) Goodwill & Intangible Assets	-	-
Impairment Losses on Financial Assets		
i) Investments	-	29,460,000
ii) Loans	-	-
iii) Other Financial Assets	-	-
iv) Cash and Cash Equivalents	-	-
v) Others (to be Specified)	-	-
Impairment Losses on Other Assets		
i) Reinsurance Assets	-	-
ii) Insurance Receivables	-	-
iii) Lease Receivables	-	-
iv) Others (to be Specified)	-	-
Total	-	29,460,000

41 Other Operating Expenses

Particulars	Current Year	Previous Year
Rent Expenses	-	-
Electricity and Water	308,629	292,683
Repair & Maintenance		
i) Buildings	-	-
ii) Vehicles	322,615	97,694
iii) Office Equipments	81,305	11,244
iv) Computer & IT Equipments	55,135	-
v) Others (Leasehold Fittings)	44,760	4,230
Telephone & Communication	1,149,680	563,145
Printing & Stationary	862,044	471,231
Office Consumable Expenses	598,671	289,264
Travelling Expenses		
i) Domestic	950,898	360,000
ii) Foreign	19,074,974	3,817,185
Transportation & Fuel Expenses	3,433,709	1,455,129
Insurance Premium	1,465,314	326,864
Security & Outsourcing Expenses	2,470,372	-
Legal and Consulting Expenses	10,773,237	13,969,406
Newspapers, Books and Periodicals	12,977	9,315
Advertisement & Promotion Expenses	20,011,818	375,060
Business Promotion	19,050,372	19,472,329
Guest Entertainment	329,971	89,208
Gift and Donations	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

Particulars	Current Year	Previous Year
Board Meeting Fees and Expenses		
i) Meeting Allowances		
ii) Other Allowances	19,910	22,631
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	-	-
ii) Other Allowances	-	-
Annual General Meeting Expenses	140,779	691,488
Audit Related Expenses		
i) Statutory Audit	565,000	565,000
ii) Tax Audit	28,250	28,250
iii) Long Form Audit Report	28,250	28,250
iv) Other Fees	-	-
v) Internal Audit	632,800	632,800
vi) Internal Audit Expenses	65,455	
vii) Others (IS Audit Fee)	265,550	20,061
Bank Charges	642,743	204,596
Fee and Charges	2,831,665	842,075
Postage Charges	2,150	9,800
Foreign Exchange Losses	271,122	40,779
Fines and Penalties	-	-
Others (to be Specified)	-	-
i) Puja Expenses	26,610	-
ii) IT Support Expenses	203,965	-
iii) Miscellaneous Expenses	1,053,769	2,833,571
Total	87,774,499	47,523,287

42 Finance Cost

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions	-	-
Unwinding of discount on Financial Liabilities at Amortised Costs	-	-
Interest Expenses - Bonds	-	-
Interest Expenses - Debentures	-	-
Interest Expenses - Term Loans	-	-
Interest Expenses - Leases	3,110,315	3,673,837
Interest expenses - Overdraft Loans	-	-
Others (to be Specified)	-	-
Total	3,110,315	3,673,837

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

43 Income Tax Expense

(a) Income Tax Expense

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year	256,046,101	127,515,551
ii) Income Tax Relating to Prior Periods	-	-
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(30,359,215)	20,364,837
ii) Changes in tax rate	-	-
iii) Recognition of previously unrecognised tax losses	-	-
iv) Write-down or reversal	-	-
iv) Others (to be specified)	-	-
Income Tax Expense	225,686,887	147,880,388

(b) Reconciliation of Taxable Profit & the Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	873,229,042	439,988,009
Applicable Tax Rate	30%	30%
Tax at the applicable rate on Accounting Profit	261,968,713	131,996,403
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Donation	-	-
ii) Deferred Expenses	-	(24,004,652)
iii) Depreciation as per books	6,496,840	2,301,290
iv) Gratuity	-	555,770
v) Provision for Leave	1,778,288	96,078
vi) Other Expenses	9,630,053	6,707,947
Less: Tax effect on exempt income and additional deduction		
i) Dividend Income	-	-
ii) Provision Written Back	(8,838,000)	-
iii) Depreciation as per Income Tax Act	(3,851,501)	(137,491)
iv) Deferred expense of Current Year	-	-
v) Rent Expenses	(2,802,750)	-
vi) Other Expenses	(8,335,541)	10,000,205
Less: Adjustments to Current Tax for Prior Periods		
i) -	-	-
ii) -	-	-
Add/ (Less): Others (to be Specified)		
i) -	-	-
ii) -	-	-
Income Tax Expense	256,046,101	127,515,551
Effective Tax Rate	29.32%	28.98%

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

44 Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 31, 2080 (July 16, 2023) the company has recognised an amount of NPR. 9,463,508 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

The Company doesn't have any Defined Benefit Plans

c) Total Expenses Recognised in the Statement of Profit or Loss

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	-	3,496,815	-	-
Past service cost	-	-	-	-
Net interest cost (a-b)	-	-	-	-
a. Interest expense on defined benefit obligation (DBO)	-	-	-	-
b. Interest (income) on plan assets	-	-	-	-
Defined benefit cost included in Statement of Profit or Loss	-	3,496,815	-	-

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

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
a. Actuarial (gain)/ loss due to financial assumption changes in DBO	-	-	-	-
b. Actuarial (gain)/ loss due to experience on DBO	-	-	-	-
c. Return on plan assets (greater)/ less than discount rate	-	-	-	-
Total actuarial (gain)/ loss included in OCI	-	-	-	-

e) Total cost recognised in Comprehensive Income

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cost recognised in Statement of Profit or Loss	-	3,496,815	-	-
Remeasurements effects recognised in OCI	-	-	-	-
Total cost recognised in Comprehensive Income	-	3,496,815	-	-

f) Change in Defined Benefit Obligation

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	-	-	-	-
Service cost	-	3,496,815	-	-
Interest cost	-	-	-	-
Benefit payments from plan assets	-	(15,175)	-	-
Actuarial (gain)/ loss - financial assumptions	-	-	-	-
Actuarial (gain)/ Loss - experience	-	-	-	-
Defined Benefit Obligation as at Year End	-	3,481,640	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

g) Change in Fair Value Of Plan Assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of plan assets at end of prior year	-	-	-	-
Interest Income	-	-	-	-
Expected return on plan assets	-	-	-	-
Employer contributions	-	1,365,220	-	-
Participant contributions	-	-	-	-
Benefit payments from plan assets	-	-	-	-
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	-	-	-	-
Fair value of Plan Assets as at Year End	-	1,365,220	-	-

h) Net Defined Benefit Asset/(Liability)

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	-	3,496,815	-	-
Fair Value of Plan Assets	-	(1,365,220)	-	-
Liability/ (Asset) Recognised in Statement of Financial Position	-	2,131,595	-	-

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Expected company contributions for the next year	-	3,925,697	-	-

j) Reconciliation of amounts in Statement of Financial Position

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Net defined benefit liability/(asset) at prior year end	-	-	-	-
Defined benefit cost included in Statement of Profit or Loss	-	3,496,815	-	-
Total remeasurements included in OCI	-	-	-	-
Acquisition/ divestment	-	-	-	-
Employer contributions	-	(1,365,220)	-	-
Net defined benefit liability/(asset)	-	2,131,595	-	-

k) Reconciliation of Statement of Other Comprehensive Income

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

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	-	2,142,156	-	-
Non - Current Liability	-	1,354,659	-	-
Total	-	3,496,815	-	-

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	-	2,195,056	-	-
Between 1-2 years	-	58,080	-	-
Between 2-5 years	-	184,669	-	-
From 6 to 10	-	689,896	-	-
Total	-	3,127,701	-	-

n) Plan assets

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

o) Sensitivity Analysis

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	-	(158,166)	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	-	194,542	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	-	190,682	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	-	(158,793)	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	-	(35,707)	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	-	45,779	-	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	-	-
Escalation Rate (Rate of Increase in Compensation Levels)	-	-
Attrition Rate (Employee Turnover)	-	-
Mortality Rate During Employment	-	-

45 Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

This section explains the judgements and estimates made in determining the Fair Values of the Financial Instruments that are (a) recognised and measured at fair value and (b) measured at Amortised Cost and for which Fair Values are disclosed in the Financial Statements.

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

Particulars	Level	Current Year			Previous Year		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i) Investment in Equity Instruments		-	-	-	-	-	-
Investment in Equity (Quoted)	1	-	25,316,928	-	-	-	-
Investment in Equity (Unquoted)	3	-	-	-	-	-	-
ii) Investment in Mutual Funds	1	-	39,960,000	-	-	-	-
iii) Investment in Preference Shares of Bank and Financial Institutions		-	-	-	-	-	-
iv) Investment in Debentures	3	-	-	661,974,000	-	-	589,051,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-	-	-	-	-	-
vi) Fixed Deposits	3	-	-	8,795,292,500	-	-	6,605,000,000
vii) Others (to be specified)		-	-	31,399,292	-	-	359,782,283
Loans	3	-	-	-	-	-	-
Other Financial Assets	3	-	-	45,142,424	-	-	54,156,349
Cash and Cash Equivalents	3	95,049,391	-	-	93,954,587	-	-
Total Financial Assets		95,049,391	65,276,928	9,533,808,216	93,954,587	-	7,607,989,632
Borrowings		-	-	-	-	-	-
Other Financial Liabilities	3	-	-	127,159,102	-	-	2,840,744
Total Financial Liabilities		-	-	127,159,102	-	-	2,840,744

Level 1 : Level 1 Hierarchy includes Financial Instruments measured using Quoted Prices.

Level 2 : Fair Value of Financial Instruments that are not traded in an active market is determined using valuation techniques which maximises the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to determine Fair Value of an instrument are observable, the instrument is included in Level 2.

Level 3 : If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

There is no transfer of Financial Instruments between different levels as mentioned above during the year.

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

(ii) Valuation Technique Used to Determine Fair Value

- Use of quoted market prices or dealer quotes for similar instruments
- Fair Value of remaining financial instruments is determined using discounted cash flow analysis

(iii) Valuation Process

The finance and accounts department of the Company performs the valuation of financial assets and liabilities required for financial reporting purposes. Discussion on valuation processes and results are held at least once in a year.

The main level 3 inputs are derived and evaluated as follows:

- Discount rate is arrived at considering the internal and external factors.
- Discounting has been applied where assets and liabilities are non-current, and the impact of the discounting is material

(iv) Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions	-	-	-	-
ii) Investment in Debentures	661,974,000	661,974,000	589,051,000	559,591,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-	-	-
iv) Fixed Deposit	8,795,292,500	8,795,292,500	6,605,000,000	6,605,000,000
v) Others (to be Specified)	31,399,292	31,399,292	359,782,283	359,782,283
Loans				
i) Loan to Employees	-	-	-	-
ii) Others (to be Specified)	-	-	-	-
Other Financial Assets	-	-	54,156,349	54,156,349
Total Financial Assets at Amortised Cost	9,488,665,792	9,488,665,792	7,607,989,632	7,578,529,632
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others (to be Specified)	-	-	-	-
Other Financial Liabilities	127,159,102	127,159,102	2,840,744	2,840,744
Total Financial Liabilities at Amortised Cost	127,159,102	127,159,102	2,840,744	2,840,744

The fair values of the above financial instruments measured at amortised cost are calculated based on cash flows discounted using current discount rate.

The carrying amounts of cash and cash equivalents are considered to be the same as their fair values due to their short-term nature.

46 Insurance Risk

Insurance risk includes the risk of incurring higher claims costs than expected owing to the random nature of claims, frequency and severity and the risk of change in the legal or economic conditions of insurance or reinsurance cover. This may result in the insurer having either received too little premium for the risks it has agreed to underwrite and hence has not enough funds to invest and pay claims, or that claims are in excess of those expected.

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Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

The Company seeks to minimise insurance risk through a formalised reinsurance arrangement with an appropriate mix and spread of business between classes of business based on its overall strategy. This is complemented by observing formalised risk management policies.

The Company considers insurance risk to be a combination of the following components of risks:

- a) Product development
- b) Pricing
- c) Underwriting
- d) Claims Handling
- e) Reinsurance
- f) Reserving

a) Product development:

The Company principally issues the following types of Non-Life Insurance contracts:

- Property
- Motor
- Marine
- Engineering
- Micro
- Aviation
- Cattle and Crop
- Miscellaneous

The above risk exposure is mitigated by the diversification across a large portfolio of insurance contracts and geographical areas. The variability of risks is improved by careful selection and implementation of underwriting strategies, which are designed to ensure that risks are diversified in terms of type of risk and level of insured benefits.

Furthermore, strict claim review policies to assess all new and ongoing claims, regular detailed review of claims handling procedures and frequent investigation of possible fraudulent claims are put in place to reduce the risk exposure of the Company. The Company further enforces a policy of actively managing and promptly pursuing claims, in order to reduce its exposure to unpredictable future developments that can negatively impact the business.

b) Pricing:

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

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

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

c) Underwriting:

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

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

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

d) Claims handling:

The Company considers insurance claim risk to be a combination of the following components of risks:

- i) Mortality Risk – risk of loss arising due to policyholder death experience being different than expected.
- ii) Longevity Risk – risk of loss arising due to the annuitant living longer than expected.
- iii) Investment Return Risk – risk of loss arising from actual returns being different than expected.
- iv) Expense Risk – risk of loss arising from expense experience being different than expected.
- v) Policyholder Decision Risk – risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected.

Some of the actions undertaken to mitigate claims risks is detailed below:

- i) Claims are assessed immediately,
- ii) Assessments are carried out by in-house as well as independent assessors/loss adjustors working throughout,
- iii) The service of a qualified independent actuary is obtained annually to assess the adequacy of reserves,
- iv) Post-underwriting reviews are conducted to ensure that set guidelines have been observed,
- v) Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

e) Reinsurance

The Company purchases excess of loss retrocession protections as part of its risks mitigation programme. This program protects the net retained account of the Company. Recoveries from reinsurers on outstanding claims are estimated based on the loss retention limits in a manner consistent with the outstanding claims provisions made for the loss. Although we mitigate our exposures through prudent retrocession arrangements, the obligation to meet claims rests with the Company. Default of retrocessionaires does not negate this obligation and in that respect the Company carries a credit risk up to the extent ceded to each retrocessionaire.

Sensitivities

The non-life insurance claim liabilities are sensitive to the key assumptions as mentioned in the table below.

The following analysis is performed for reasonably possible movements in key assumptions with all other assumptions held constant, showing the impact on gross and net liabilities, profit before tax and profit after tax. The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis.

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

Particulars	Changes in Assumptions	Current Year				Previous Year			
		Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax
Average Claim Cost	+ 10%	71,676,408.15	71,676,408.15	(64,508,767.33)	(64,508,767.33)	3,396,970.01	3,396,970.01	(3,057,273.01)	(3,057,273.01)
Average Number of Claims	+ 10%	71,676,408.15	71,676,408.15	(64,508,767.33)	(64,508,767.33)	3,396,970.01	3,396,970.01	(3,057,273.01)	(3,057,273.01)
Average Claim Cost	- 10%	(71,676,408.15)	(71,676,408.15)	64,508,767.33	64,508,767.33	(3,396,970.01)	(3,396,970.01)	3,057,273.01	3,057,273.01
Average Number of Claims	- 10%	(71,676,408.15)	(71,676,408.15)	64,508,767.33	64,508,767.33	(3,396,970.01)	(3,396,970.01)	3,057,273.01	3,057,273.01

Claim development table

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

Gross outstanding claim provision

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year	-	-	-	-	-	-	-
One year later	-	-	-	-	-	-	-
Two year later	-	-	-	-	-	-	-
Three year later	-	-	-	-	-	-	-
Four year later	-	-	-	-	-	-	-
More than Four years	-	-	-	-	-	-	-
Current estimate of cumulative claims	-	-	-	-	-	-	-
At end of incident year	-	-	-	-	-	-	-
One year later	-	-	-	-	-	-	-
Two year later	-	-	-	-	-	-	-
Three year later	-	-	-	-	-	-	-
Four year later	-	-	-	-	-	-	-
More than Four years	-	-	-	-	-	-	-
Cumulative payments to date	-	-	-	-	-	-	-
Gross outstanding claim provision	-	-	-	-	-	-	-

Net outstanding claim provision

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year	-	-	-	-	-	-	-
One year later	-	-	-	-	-	-	-
Two year later	-	-	-	-	-	-	-
Three year later	-	-	-	-	-	-	-
Four year later	-	-	-	-	-	-	-
More than Four years	-	-	-	-	-	-	-
Current estimate of cumulative claims	-	-	-	-	-	-	-
At end of incident year	-	-	-	-	-	-	-
One year later	-	-	-	-	-	-	-
Two year later	-	-	-	-	-	-	-
Three year later	-	-	-	-	-	-	-
Four year later	-	-	-	-	-	-	-
More than Four years	-	-	-	-	-	-	-
Cumulative payments to date	-	-	-	-	-	-	-
Net outstanding claim provision	-	-	-	-	-	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

f) Reserving

Insurance Contract Liabilities are created to cover this risk based on the actuarial valuation report.

The table below sets out the concentration of risk associated with above mentioned products. Risk as at year end has been measured as insurance contract liabilities and disclosed as below:

Particulars	Current Year			Previous Year		
	Gross Insurance Contract Liabilities	Reinsurance Assets	Net Insurance Contract Liabilities	Gross Insurance Contract Liabilities	Reinsurance Assets	Net Insurance Contract Liabilities
Non Life						
Property	2,040,522,743	534,672,732	1,505,850,011	337,398,021	29,625,793	307,772,228
Motor	503,346,135	5,694,927	497,651,208	17,815,529	899,209	16,916,320
Marine	227,686,260	-	227,686,260	58,609,495	-	58,609,495
Engineering	676,311,297	15,902,357	660,408,940	156,812,480	15,939,006	140,873,474
Micro	4,715,650	-	4,715,650	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	117,261,616	-	117,261,616	-	-	-
Miscellaneous	306,734,932	18,601,435	-	35,549,682	2,025,473	33,524,209
Excess of Loss (Whole Account)	30,652,471	-	-	-	-	-
Life						
Term	594,715,981	-	594,715,981	799,023	-	799,023
Total	4,501,947,085	574,871,451	3,608,289,666	606,984,230	48,489,481	558,494,749

47 Financial Risk

The Company's activities expose it to Credit Risk, Liquidity Risk & Market Risk.

i) Credit Risk

Credit risk is the risk of financial loss as a result of the default or failure of third parties to meet their payment obligations to the Company. Thus, for an insurance contract, credit risk includes the risk that an insurer incurs a financial loss because a reinsurer defaults on its obligations under the reinsurance contract.

The following policies and procedures are in place to mitigate the Company's exposure to credit risk:

- Company has credit risk policy which sets out the assessment and determination of what constitutes credit risk for the Company. Compliance with the policy is monitored and exposures and breaches are reported to the Company's risk committee. The policy is regularly reviewed for pertinence and for changes in the risk environment.
- Reinsurance is placed with counterparties that have a good credit rating and concentration of risk is avoided by entering into agreement with more than one party. At each reporting date, management performs an assessment of creditworthiness of reinsurers and updates the reinsurance purchase strategy, ascertaining suitable allowance for impairment.
- The company deals with only creditworthy counterparties and obtains sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults.

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 31, 2080

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses	-	-	-	-	-
		-	-	-	-	-
Credit Risk has significantly increased and credit impaired		-	-	-	-	-

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 32, 2079

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses	-	-	-	-	-
		-	-	-	-	-
Credit Risk has significantly increased and credit impaired		-	-	-	-	-

Reconciliation of Loss Allowance Provision

Description	Measured at 12 months expected credit losses	Measured at life-time expected credit losses	
		Credit Risk has significantly increased and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashad 32, 2079	-	-	-
Changes in loss allowances	-	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Ashad 31, 2080	-	-	-

ii) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. In respect of catastrophic events there is also a liquidity risk associated with the timing differences between gross cash out-flows and expected reinsurance recoveries.

Maturity of Financial Liabilities:

The table below summarises the Company's Financial Liabilities into Relevant Maturity Groupings based on their Contractual Maturities for all Financial Liabilities.

Particulars	Current Year			Previous Year		
	Upto 1 Year	1 Year to 5 Year	More than 5 Year	Upto 1 Year	1 Year to 5 Year	More than 5 Year
Borrowings	-	-	-	-	-	-
Other Financial Liabilities	127,159,102	-	-	2,840,744	-	-
Total Financial Liabilities	127,159,102	-	-	2,840,744	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

iii) Market Risk

a1) Foreign Currency Risk Exposure

Foreign exchange risk is the potential for the Company to experience volatility in the value of its assets, liabilities and solvency and to suffer actual financial losses as a result of changes in value between the currencies of its assets and liabilities and its reporting currency. The Company does not maintain foreign currency denominated assets in its investment portfolios and as such is not exposed to foreign exchange risk related to investments.

The Company has no significant concentration of currency risk. The amount with reinsurer is settled in Nepali Rupee.

Alternative note for Foreign Currency Risk Exposure (where there is Foreign Currency Risk)

Operation of the Company has exposed it to foreign exchange risk arising from foreign currency transactions, with respect to the USD and Currency A. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the hedges is to minimise the volatility of the NPR cash flows of highly probable forecast transactions.

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

Particulars	Current Year				Previous Year		
	USD	PKR	BTN	BDT	PKR	BTN	BDT
Investments							
Loans	-	-	-	-	-	-	-
Insurance Receivables	-	-	-	-	170,384	55,309	1,252,146
Other Financial Assets	-	-	-	-	-	-	-
Less: Derivative Assets							
i) Foreign exchange forward contracts - Sell Foreign Currency	-	-	-	-	-	-	-
ii) Foreign exchange option contracts - Sell Foreign Currency	-	-	-	-	-	-	-
Net Exposure to Foreign Currency Risk/ (Assets)					170,384	55,309	1,252,146
Insurance Payables	-	-	-	-	-	-	-
Other Financial Liabilities	-	-	-	-	-	-	-
Less: Derivative Liabilities							
i) Foreign exchange forward contracts - Buy Foreign Currency	-	-	-	-	-	-	-
ii) Foreign exchange option contracts - Buy Foreign Currency	-	-	-	-	-	-	-
Net Exposure to Foreign Currency Risk/ (Liabilities)							

a2) Foreign Currency Risk - Sensitivity

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

Particulars	Impact on profit after tax		Impact on other component of equity	
	Current Year	Previous Year	Current Year	Previous Year
USD sensitivity				
NPR/ USD - Increases by 10% *	-	-	-	-
NPR/ USD - Decreases by 10% *	-	-	-	-
PKR sensitivity				
NPR/ Currency A - Increases by 10% *	-	10,390	-	-
NPR/ Currency A - Decreases by 10% *	-	(10,390)	-	-
BTN sensitivity				
NPR/ Currency A - Increases by 10% *	-	8,849	-	-
NPR/ Currency A - Decreases by 10% *	-	(8,849)	-	-
BDT sensitivity				
NPR/ Currency A - Increases by 10% *	-	170,292	-	-
NPR/ Currency A - Decreases by 10% *	-	(170,292)	-	-

* Holding all other variable constant

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

b1) Interest Rate Risk

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

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

b2) Interest Rate Sensitivity

Profit or Loss is sensitive to changes in Interest Rate for Borrowings.

A change in Market Interest Level by 1% which is reasonably possible based on Management's Assessment would have the following effect on the Profit After Tax.

Particulars	Current Year	Previous Year
Interest Rate - Increase By 1%*	59,778,594	47,580,549
Interest Rate - Decrease By 1%*	(66,420,661)	(52,867,276)

* Holding all other Variable Constant

c1) Equity Price Risk

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

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

c2) Sensitivity

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

Particulars	Current Year	Previous Year
Interest Rate - Increase By 1%*	-	-
Interest Rate - Decrease By 1%*	-	-

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

48 Operational Risk

Operational Risk is the risk of direct or indirect loss, or damaged reputation resulting from inadequate or failed internal processes, people and systems or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications or can lead to financial loss. The Company cannot expect to eliminate all operational risks, but by initiating a rigorous control framework and by monitoring and responding to potential risks, the Company is able to manage the risks. Controls include effective segregation of duties, access controls, authorisation and reconciliation procedures, staff education and assessment processes, including the use of internal audit. Business risks such as changes in environment, technology and the industry are monitored through the Company's strategic planning and budgeting process.

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

49 Climate Related Risk

Company recognizes the urgent need to address climate change risk. We are committed to taking proactive measures to mitigate the impact of climate change and foster sustainability in all aspects of our operations. This policy will also ensure that proper risk management techniques are carried out by the organization to keep the organization safe and understanding relating to climate change is provided for all the stakeholders of the company, keeping in mind the adverse effects and minimization measures of climate change.

a) Commitment to reducing carbon emissions:

The organization will set attainable targets for reducing its carbon emissions. This can be achieved through measures such as improving energy efficiency, using renewable energy sources, and reducing and management of waste.

b) Integration of climate change into business strategy:

The organization will integrate climate change considerations into its overall business strategy. This primarily includes assessing, addressing and minimize the risks associated with climate change during the process of issuing a policy, which might help reduce the claim cost and other operational related matters.

c) Transparency:

The organization will be transparent about the impact of climate change on its business as per the reporting requirements of the regulator.

d) Awareness:

The organization will set goals to spread awareness related to climate change and necessary arrangements will be made to fulfill those goals.

50 Capital Management

The Company's objectives when managing Capital are to:

- Safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

Regulatory minimum paid up capital

Reinsurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 10 billion. As on the reporting date, the company's paid up capital is NPR 7 Billion. The Company has issued IPO of NPR 3 Billion after the reporting period.

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashadh ..., 20X1 of NPR/- (Ashadh ..., 20X1 - NPR/-) per fully paid share	-	-
(ii) Dividends not recognised at the end of the reporting period		
Since the year ended the directors have recommended the payment of a final dividend of NPR 4/- per fully paid equity share and cash dividend of NPR 0.21 per fully paid equity share for tax purpose. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting	421,052,632	-
	421,052,632	-

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

51 Earnings Per Share

Particulars	Current Year	Previous Year
Profit for the year	649,424,530	292,107,621
Less : Dividend on Preference Shares	-	-
Profit For the Year used for Calculating Basic Earning Per Share	649,424,530	292,107,621
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	649,424,530	292,107,621
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	70,000,000	70,000,000
Adjustments for calculation of Diluted Earning per Share:		
i) Dilutive Shares	-	-
ii) Options	-	-
iii) Convertible Bonds	-	-
Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share	70,000,000	70,000,000
Nominal Value of Equity Shares	100	100
Basic Earning Per Share	9.28	4.17
Diluted Earning Per Share	9.28	4.17
Proposed Bonus Share	-	-
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	-	-
Restated Basic Earning Per Share	-	-
Restated Diluted Earning Per Share	-	-

52 Operating Segment

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

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

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

Business Segments of the Company's are:

Non-Life Insurance Business

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

Life Insurance Business

- i) Term Life

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

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

Particulars	Current Year	Previous Year
Segmental Profit	868,329,255	491,254,090
Add: Net Gains/(Losses) on Fair Value Changes	-	-
Add: Net Realized Gains/(Losses)	-	-
Add: Other Income	31,548,609	-
Less: Depreciation and Amortization	(21,656,132)	(18,132,243)
Less: Impairment Losses	-	(29,460,000)
Less: Finance Cost	(3,110,315)	(3,673,837)
Profit Before Tax	875,111,417	439,988,009

d) Reconciliation of Assets

Particulars	Current Year	Previous Year
Segment Assets	2,120,554,079	236,466,468
Goodwill & Intangible Assets	12,977,916	4,326,251
Property, Plant and Equipment	64,854,238	65,138,751
Investment Properties	-	-
Deferred Tax Assets	9,817,353	-
Investment in Subsidiaries	-	-
Investment in Associates	226,882,375	-
Investments	9,553,942,720	7,524,373,283
Loans	-	-
Current Tax Assets (Net)	-	-
Other Assets	787,303,227	123,943,431
Other Financial Assets	45,142,424	54,156,349
Cash and Cash Equivalents	95,049,391	93,976,528
Total Assets	12,916,523,722	8,102,381,060

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	4,521,962,495	642,194,405
Provisions	16,364,228	49,569,108
Deferred Tax Liabilities	-	20,539,481
Current Tax Liabilities (Net)	134,704,144	36,085,580
Other Financial Liabilities	168,072,500	2,840,744
Other Liabilities	127,159,102	49,644,694
Total Liabilities	4,968,262,470	800,874,012

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

53 Related Party Disclosure

(a) Identify Related Parties

Holding Company:

Subsidiaries:

Associates:

- a) Crest Micro Life Insurance Ltd.
- b) Protective Micro Insurance Ltd.

Fellow Subsidiaries:

Key Management Personnel:

Mr. Shekhar Golchha	-	Chairman
Mr. Amit More	-	Director
Mr. Shahil Agarwal	-	Director
Ms. Sakshi Bansal (Gupta)	-	Director
Mr. Subash Kumar Jhunjunwala	-	Independent Director
Mr. Chandrasekaran Ramamurthy	-	Chief Executive Officer
Ms. Upasana Poudel	-	Deputy Chief Executive Officer
Mr. Mukesh Kumar Kapoor	-	Deputy Chief Executive Officer
Mr. Manish Kumar	-	Executive Director
Mr. Deepak Kumar Shrestha	-	Executive Director

(b) Key Management Personnel Compensation:

Particulars	Current Year	Previous Year
Short-term employee benefits	103,224,971	56,703,047
Post-employment benefits	7,618,793	3,822,178
Other long-term benefits	-	-
Termination benefits	-	-
Total	110,843,764	60,525,226

Payment to Chief Executive Officer (CEO)

Particulars	Current Year	Previous Year
Annual salary and allowances	32,299,540	28,735,867
Performance based allowances	-	-
i) Employee Bonus	12,955,433	-
ii) Benefits as per prevailing provisions	4,613,162	-
iii) Incentives	3,474,491	-
Insurance related benefits		
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	-
Total	53,342,626	28,735,867

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

(c) Related Party Transactions:

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Earned						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Commission Income						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Rental Income						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Interest Income						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Sale of Property & Equipment						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Purchase of Property & Equipment						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Premium Paid						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Commission Expenses						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Dividend						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Meeting Fees						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Allowances to Directors						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Others (to be specified)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

(d) Related Party Balances:

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

54 Leases

(a) Leases as Lessee

(i) Operating Leases:

The Company doesn't have any operating lease.

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

Particulars	Current Year	Previous Year
Future Minimum Lease Payments		
i) Not Later than 1 year	-	-
ii) Later than 1 year and not later than 5 years	-	-
iii) Later than 5 years	-	-

(ii) Finance Lease:

The Company holds assets under finance leases. Future minimum lease payments and lease liability at the end of the year is given below:

Particulars	Current Year	Previous Year
Future Minimum Lease Payments		
i) Not Later than 1 year	16,570,050	-
ii) Later than 1 year and not later than 5 years	19,379,800	-
iii) Later than 5 years	-	-
Total Future Minimum Lease Payments	35,949,850	-
Less: Effect of Discounting	19,379,800	-
Finance lease liability recognised	16,570,050	-

Continue...

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

(b) Leases as Lessor

(i) Operating Lease:

The company hasn't leased out any assets

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

Particulars	Current Year	Previous Year
Future Minimum Lease Income		
i) Not Later than 1 year	-	-
ii) Later than 1 year and not later than 5 years	-	-
iii) Later than 5 years	-	-

(ii) Finance Lease:

The Company has not given any assets under finance leases.

Particulars	Current Year			Previous Year		
	Gross Investment	Unearned Finance Income	Net Investment	Gross Investment	Unearned Finance Income	Net Investment
i) Not Later than 1 year	-	-	-	-	-	-
ii) Later than 1 year and not later than 5 years	-	-	-	-	-	-
iii) Later than 5 years	-	-	-	-	-	-
Total	-	-	-	-	-	-

55 Capital Commitments

Estimated amount of contracts remaining to be executed in capital accounts and not provided for

Particulars	Current Year	Previous Year
Property and Equipment	-	-
Investment Properties	-	-
Goodwill & Intangible Assets	-	-
Total	-	-

56 Contingent Liabilities

Estimated amount of contracts remaining to be executed in capital accounts and not provided for (net of advances)

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

57 Events occurring after Balance Sheet

Himalayan Reinsurance Limited

Notes to the Financial Statements

For the year ended Ashadh 31, 2080 (For The Year Ended July 16, 2023)

Fig. in NPR

58 Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

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

59 Corporate Social Responsibility

The Company has expensed NPR 750,885 for distributing blankets to the poor people of Sarlahi district area no. 3 from Corporate Social Responsibility Reserve.

60 Miscellaneous

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

61 Others

NA

Himalayan Reinsurance Limited

Major Financial Indicators

Fig. in NPR

S.N.	Particulars	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
1	Equity:	NPR	7,938,451,968	7,301,507,047	7,009,423,811	-	-
2	Net worth	No.s	70,000,000	70,000,000	70,000,000	-	-
3	Number of Shares	NPR	113.41	104.31	100.13	-	-
4	Book value per shares	NPR	649,424,530	292,107,621	9,423,811	-	-
5	Net Profit	NPR	9.28	4.17	0.13	-	-
6	Earning per Shares (EPS)	NPR	4.21	-	-	-	-
7	Dividend per Shares (DPS)	NPR	-	-	-	-	-
8	Market Price per Shares (MPPS)	Ratio	-	-	-	-	-
9	Price Earning Ratio (PE Ratio)	%	8.72%	4.17%	-	-	-
10	Change in Equity	%	4.04%	1.61%	0.01%	-	-
11	Return on Equity	%	88.07%	95.87%	99.79%	-	-
12	Capital to Total Net Assets Ratio	%	155.49%	1153.24%	650123%	-	-
13	Capital to Technical Reserve Ratio	%	-	-	-	-	-
14	Affiliate Ratio	%	-	-	-	-	-
	Business:						
14	Total Premium Growth Rate	%	239.91%	2447308%	-	-	-
	Property	%	2475.49%	-	-	-	-
	Motor	%	229.79%	62116.37%	-	-	-
	Marine	%	350.80%	-	-	-	-
	Engineering	%	-	-	-	-	-
	Micro	%	-	-	-	-	-
	Aviation	%	-	-	-	-	-
	Cattle and Crop	%	-	-	-	-	-
	Miscellaneous	%	725.50%	-	-	-	-
	Excess of Loss (Whole Account)	%	68266%	-	-	-	-
	Term	%	-	-	-	-	-
15	Net Premium Growth Rate	%	258.73%	2124128.92%	-	-	-
	Property	%	2492.75%	-	-	-	-
	Motor	%	229.79%	62116.37%	-	-	-
	Marine	%	391.25%	-	-	-	-
	Engineering	%	-	-	-	-	-
	Micro	%	-	-	-	-	-
	Aviation	%	-	-	-	-	-
	Cattle and Crop	%	-	-	-	-	-
	Miscellaneous	%	723.18%	-	-	-	-
	Excess of Loss (Whole Account)	%	-	-	-	-	-
	Term	%	-	-	-	-	-

Continue...

Fig. in NPR

S.N.	Particulars	Indicators	Fiscal Year			
			2079/80	2078/79	2077/78	2076/77
16	Net Insurance Premium/ Gross Insurance Premium					
	Property	%	91.60%	86.80%		
	Motor	%	94.04%	93.41%		
	Marine	%	-	-		
	Engineering	%	94.48%	86.70%		
	Micro	%	-	-		
	Aviation	%	-	-		
	Cattle and Crop	%	-	-		
	Miscellaneous	%	93.09%	93.36%		
	Excess of Loss (Whole Account)	%	-	-		
	Term	%	-	-		
17	Reinsurance Commission Income/ Gross Reinsurance Premium	%	0.00%	0.00%	0.00%	
18	Gross Premium Revenue/ Equity	%	68.86%	11.90%	0.00%	
19	Net Premium Revenue/ Equity	%	65.53%	10.57%	0.00%	
20	Gross Insurance Premium/Total Assets	%	42.32%	10.72%	0.00%	
21	Return on Investments & Loan	%	9.45%	8.07%	0.35%	
22	Net Profit/ Gross Insurance Premium	%	11.88%	33.62%	5743.74%	
	Expenses:					
23	Reinsurance Ratio	%	4.84%	11.16%	0.00%	
24	Management expenses/ Gross Insurance Premium	%	5.84%	25.34%	6300.39%	
25	Agent Related Expenses/ Gross Insurance Premium	%	0.00%	0.00%	0.00%	
26	Agent Related Expenses/Management Expenses	%	0.00%	0.00%	0.00%	
27	Employee Expenses/ Management Expenses	%	64.72%	55.14%	19.08%	
28	Employee Expenses/ Number of Employees	Amt.	4,973,167.19	4,324,222.21	281,708.86	
29	Expense Ratio (Underwriting Expense/Net Written Premium)	%	2.27%	6.86%	3.28%	
30	Commission Ratio (Commission Expense/Net Written Premium)	%	27.98%	20.90%	25.66%	
31	Loss Ratio {(Claim Paid + change in reserve)/ (Net Written Premium)}	%	62.62%	53.49%	27.63%	
32	Combined Ratio (Loss Ratio + Expense Ratio)	%	92.88%	81.25%	56.57%	
	Assets:					
33	Increment in Investment Held	%	29.99%	11.46%	-	
34	Return on Assets	%	5.03%	3.61%	0.13%	
35	Long term Investments/Total Investments	%	85.94%	74.08%	63.71%	
36	Short term Investments/Total Investments	%	14.06%	25.92%	36.29%	
37	Total Investment & Loan/Gross Insurance Contract Liabilities	%	217.26%	1239.63%	6269955%	
38	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	22.33%	2.57%	0.00%	
39	Investment in Shares/ Total Net Assets	%	0.32%	0.00%	0.00%	
40	Liquidity Ratio	%	559.41%	313.32%	269.10%	

Continue...

Fig. in NPR

S.N.	Particulars	Indicators	Fiscal Year					
			2079/80	2078/79	2077/78	2076/77	2075/76	
	Liabilities:							
41	Solvency Margin	%	2.06%	2.06%	2.00%	-	-	-
42	Increment in Gross Insurance Contract Liabilities	%	641.69%	563635%	-	-	-	-
43	Net Technical Reserve/ Average of Net Claim Paid for Last 3 Years	%	1046.20%	1644.10%	-	-	-	-
44	Actuarial Provision	Amt.	-	-	-	-	-	-
45	Technical Provisions/ Total Equity	%	56.71%	8.31%	0.00%	-	-	-
46	Insurance Debt/ Total Equity	%	-	-	-	-	-	-
47	Outstanding Claim/ Claim Intimated	%	-	-	-	-	-	-
48	No. of Outstanding Claim/ No. of Intimated Claim	%	-	-	-	-	-	-
49	Total Number of Inforce Policies	No.s	-	-	-	-	-	-
50	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	-	-	-	-	-	-
51	Number of Intimated Claim/ Total Number of In Force Policy	%	-	-	-	-	-	-
	Others:							
52	Number of Offices	No.s	1	1	1	-	-	-
53	Number of Agents	No.s	0	0	0	-	-	-
54	Number of Surveyor	No.s	0	0	0	-	-	-
55	Number of Employees	No.s	22	18	7	-	-	-



नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY

मिति: २०८०।१०।२५

वि. वि. शा. : २२५ (२०८०/०८१) च.नं. ५१०७

श्री हिमालयन रि इन्स्योरेन्स लिमिटेड,
महाराजगंज, काठमाण्डौ ।



विषय: आ.व. २०७९।८० को वित्तीय विवरणको स-शर्त स्वीकृति बारे ।

तहाँको २०८०।१०।२५ (च.नं.५४५।८०।८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिदैंछ ।

उपरोक्त सम्बन्धमा बीमक श्री हिमालयन रि इन्स्योरेन्स लिमिटेडबाट पेश भएको आ.व. २०७९।८० को वित्तीय विवरण तथा अन्य कागजातहरु अध्ययन गर्दा बीमा ऐन, २०७९ को दफा ३८, ३९, ४० र ४१ तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ११ बमोजिम बीमा कोष, अनिवार्य जगेडा कोष, महाविपत्ति कोष र दाबी भुक्तानी कोष तथा जगेडा कोष कायम गरेको देखिएकोले तहाँको आ.व. २०७९।८० को वार्षिक वित्तीय विवरणलाई बीमा ऐन, २०७९ को दफा ८७ को उपदफा (८) तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ७, ८ र ९ बमोजिम वार्षिक प्रतिवेदनमा समावेश गर्न, साधारण सभामा पेश गर्न तथा प्रकाशित गर्न तेहायबो निर्देशन, शर्त तथा आदेश सहित स्वीकृति प्रदान गरिएको ल्याहोरा निर्णयानुसार जानकारी गराउदछौं ।

शर्तहरू:

१. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्युनतम चुक्ता पूँजी कायम गर्ने ।
२. बीमकले अन्य बीमक तथा पुनर्बीमकसंगको लेना/देना हिसाबलाई राफ साफ गर्ने ।
३. बीमकले बीमा ऐनको दफा ८४ बमोजिम तोकिएको समय भित्र त्रैमासिक वित्तीय विवरण प्राधिकरणमा पेश गर्ने ।
४. बीमकले प्राधिकरणबाट जारी पुनर्बीमकको लगानी निर्देशन बमोजिम लगानी गर्ने ।
५. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ "५" को व्यवस्था पूर्ण रूपमा पालना गर्ने ।
६. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।
७. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औँल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।
८. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने ।

(विरोध वाग्ले)
उप निर्देशक

हिमालयन रिइन्स्योरेन्स लिमिटेड

आ.व. २०७९/८० को वित्तीय विवरण स्विकृतिका क्रममा बीमा समितिबाट प्रस्तुत शर्तहरू सम्बन्धमा कम्पनीको प्रत्युत्तरहरू

१. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्यूनतम चुक्ता पूँजी कायम गर्ने ।
जवाफ: कम्पनीले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्यूनतम चुक्ता पूँजी कायम गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
२. बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेना/देना हिसाबलाई राफ साफ गर्ने ।
जवाफ: कम्पनीले अन्य बीमक तथा पुनर्बीमकसँगको लेना/देना हिसाबलाई राफ साफ गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
३. बीमकले बीमा ऐनको दफा ८४ बमोजिम तोकिएको समय भित्र त्रैमासिक वित्तीय विवरण प्राधिकरणमा पेश गर्ने ।
जवाफ: कम्पनीले बीमा ऐनको दफा ८४ बमोजिम तोकिएको समय भित्र त्रैमासिक वित्तीय विवरण प्राधिकरणमा पेश गर्न थालिसकेको र सोलाई निरन्तरता दिने प्रतिवद्धता व्यक्त गर्दछौं ।
४. बीमकले प्राधिकरणबाट जारी पुनर्बीमकको लगानी निर्देशन बमोजिम लगानी गर्ने ।
जवाफ: कम्पनीले प्राधिकरणबाट जारी पुनर्बीमकको लगानी निर्देशन बमोजिम लगानी गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
५. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ “ख” को व्यवस्था पूर्ण रुपमा पालना गर्ने ।
जवाफ: कम्पनीले संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ “ख” को व्यवस्था पूर्ण रुपमा पालना गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
६. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।
जवाफ: कम्पनीले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
७. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरीक्षकले आँल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।
जवाफ: प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरीक्षकले आँल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
८. बीमकले प्राधिकरणबाट वित्तीय विवरण स्विकृत भएको मितिले ६० (साठी) दिन भित्र साधारण सभा गर्ने ।
जवाफ: कम्पनीको आर्थिक वर्ष २०७९/८० को साधारण सभा २०८० साल फागुन २० गते आइतबार हुन गइरहेको व्यहोरा अनुरोध गर्दछौं ।

हिमालयन रिइन्स्योरेन्स लिमिटेड

कम्पनी ऐन २०६३ को दफा २१ बमोजिम हिमालयन रिइन्स्योरेन्स लि. को प्रबन्धपत्रमा प्रस्तावित संशोधन

प्रबन्धपत्रमा संशोधन तथा थप सम्बन्धी तीन महले विवरण

दफा	हालको व्यवस्था	प्रस्तावित संशोधित व्यवस्था	संशोधन गर्नुपर्नाको कारण
६(१)	कम्पनीको अधिकृत पूँजी रकम रु. २१,००,००,००,०००/- (एकाईश अर्ब) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००/- को दरको २१,००,००,०००/- (एकाईश करोड) थान शेयरमा विभाजन गरिनेछ।	कम्पनीको अधिकृत पूँजी रकम रु. ५०,००,००,००,०००/- (पचास अर्ब) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००/- को दरको ५०,००,००,०००/- (पचास करोड) थान शेयरमा विभाजन गरिनेछ।	कम्पनीको जोखिम बहन गर्ने दायित्व भविष्यमा वृद्धि हुँदै जाने र सो अनुसार अधिकतम पूँजीको आवश्यकता देखिएकोले।
६(२)	कम्पनीको तत्काल जारी गर्ने शेयर पूँजी रकम रु. १०,००,००,००,०००/- (दश अर्ब) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००/- को दरको १०,००,००,०००/- (दश करोड) थान शेयरमा विभाजन गरिनेछ।	कम्पनीको जारी पूँजी रु. १८,७२,००,००,०००/- (अठार अर्ब बहत्तर करोड) हुनेछ। सो पूँजीलाई प्रति शेयर रु. १००/- को दरको १८,७२,००,००० (अठार करोड बहत्तर लाख) थान शेयरमा विभाजन गरिएको छ।	बोनस शेयर तथा हकप्रद शेयर जारी गरे पश्चात चुक्ता पूँजी वृद्धि हुने भएकाले सोही अनुरूप जारी पूँजी समेत वृद्धि गर्न आवश्यक भएकाले।
६(३)	कम्पनीको चुक्ता पूँजी रकम रु. १०,००,००,००,०००/- (दश अर्ब) हुने छ। सो पूँजीलाई प्रतिशेयर रु. १००/- को दरको १०,००,००,०००/- (दश करोड) थान शेयरमा विभाजन गरिनेछ।	कम्पनीको चुक्ता पूँजी रु. १८,७२,००,००,०००/- (अठार अर्ब बहत्तर करोड) हुनेछ। सो पूँजीलाई प्रति शेयर रु. १००/- को दरको १८,७२,००,००० (अठार करोड बहत्तर लाख) थान शेयरमा विभाजन गरिएको छ।	बोनस शेयर तथा हकप्रद शेयर जारी गरे पश्चात चुक्ता पूँजी वृद्धि हुने भएकाले।
८(१)(च)	नभएको।	कनै पनि शेयरधनीले आफ्नो हक वापतको हकप्रद शेयरलाई सोही समूह अन्तर्गतका अन्य व्यक्ति, संस्था वा शेयरधनीलाई प्रचलित धितोपत्र सम्बन्धी कानूनको अधिनमा रही हक हस्तान्तरण (रिनाउन्स) गर्न सक्नेछ।	धितोपत्र सम्बन्धी कानूनमा भएको व्यवस्था बमोजिमको हक शेयरधनीहरूलाई दिन आवश्यक भएकाले।

नियमावलीमा संशोधन सम्बन्धी तीन महले विवरण

नियम	हालको व्यवस्था	प्रस्तावित संशोधित व्यवस्था	संशोधन गर्नुपर्नाको कारण
२७(२)	कम्पनीको सञ्चालक समितिमा देहाय बमोजिमका सञ्चालक सदस्यहरू रहनेछन्। (क) समूह क संस्थापक शेयरधनीबाट ४ (चार) जना (ख) स्वतन्त्र विशेषज्ञ सञ्चालक १ (एक) जना (ग) सर्वसाधारणबाट २ (दुई) जना	यस कम्पनीमा एक जना महिला सञ्चालक सहित देहाय बमोजिमका सञ्चालक सदस्यहरू रहनेछन्। (क) समूह क संस्थापक शेयरधनीबाट ४ (चार) जना (ख) स्वतन्त्र विशेषज्ञ सञ्चालक १ (एक) जना (ग) सर्वसाधारणबाट २ (दुई) जना	कम्पनी ऐन, २०६३ मा भएको व्यवस्था बमोजिम एकरूपता कायम गर्न आवश्यक भएकाले।

Activities



Second Annual General Meeting of the Company



Farewell of Inaguration CEO Mr. Chandrasekaran Ramamurthy



Mr. Anupam Kher Delivering Motivational Speech

Activities



Himalayan Re Rendezvous



Participation in IFSCA-IRDAI GIFT IFSC Global Reinsurance Summit



Participation in GAIF Conference



Business Meeting with CMD of Oriental Insurance Company Limited



Himalayan Re hosting dinner to SIRC delegates

Activities



IPO Allotment



Participation in FAIR Conference



Market Interaction Program Organized at Chitwan, Nepal

Activities



Himalayan Re hosting dinner to SIRC Delegates



Employee Recreation



Himalayan Re CSR Activity- Jajarkot EQ relief



Donation to RUWDUC to Provide Dignity Kits



OUR TEAM



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