



30th


Annual Report 2079/80

३०^{औं} वार्षिक प्रतिवेदन
२०७९/८०



UNITED AJOD
Insurance Limited

United by Trust

-  Toll Free: 1660-01-86496 (NTC), +977-1-5333743
-  CTC Mall (7th Floor), Bagdurbar Marga, Sundhara, Kathmandu
-  info@unitedajodinsurance.com
-  unitedajodinsurance.com

Board of Directors



Mr. Ajad Shrestha
Chairman



Mr. Pranav Kumar Das
Director



Mr. Ram Bahadur Gurung
(Retired Major General)
Director



Mr. Balram Khanal
Director



Mr. Wilson Man Ranjit
Public Director



Mr. Panu Datta Poudel
Public Director



Mr. Bishnu Prasad Nepal
Independent Director



Mr. Chiranjivi Dwa
Advisor



Mr. B.P. Upadhyay (Pokharel)
Company Secretary

Contents

Page No.

यूनाइटेड अजोड इन्स्योरेन्स लि.

• ३० औं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना	2
• साधारण सभा सम्बन्धी सामान्य जानकारी	3
• अध्यक्षज्यूको मन्तव्य	7
• प्रमुख कार्यकारी अधिकृतज्यूको प्रतिवद्धता	9
• संचालक समितिको वार्षिक प्रतिवेदन	11
• Auditor's Report	21
• Minimum Disclosure in Directors' Report	26
• Financial Statement	27
• Notes to the Financial Statement	35
• बीमा प्राधिकरणबाट प्राप्त वित्तीय विवरणको स्वीकृति पत्र	105
• बीमा प्राधिकरणको स्वीकृति पत्र सम्बन्धी व्यवस्थापनको प्रत्युत्तर	106

अजोड इन्स्योरेन्स लि.

• Auditor's Report	107
• Minimum Disclosure in Directors' Report	112
• Financial Statement	113
• Notes to the Financial Statement	121
• बीमा प्राधिकरणबाट प्राप्त वित्तीय विवरणको स्वीकृति पत्र	193
• बीमा प्राधिकरणको स्वीकृति पत्र सम्बन्धी व्यवस्थापनको प्रत्युत्तर	194
• प्रबन्धपत्रमा तथा नियमावलीमा प्रस्तावित संशोधनको तीन महले	195
• टिपोट	196
• प्रोक्सी फारम	197

यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड

३० औं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

श्री शेयरधनी महानुभावहरू,

यस यूनाइटेड अजोड इन्स्योरेन्स लि. को सञ्चालक समितिको २३ औं बैठकको निर्णयानुसार देहायको मिति, स्थान र समयमा निम्न प्रस्तावहरू उपर छलफल गरी निर्णय गर्न यस कम्पनीको ३० औं वार्षिक साधारण सभा (मर्जर पछिको पहिलो वार्षिक साधारण सभा) बस्ने भएकोले कम्पनी ऐन, २०६३ को दफा ६७ अनुसार शेयरधनी महानुभावहरूको जानकारी तथा समुपस्थितिको लागि यो सूचना प्रकाशित गरिएको छ।

सभा बस्ने मिति, स्थान र समय

मिति : २०८० साल फाल्गुन ०६ गते, आइतबार (तदनुसार १८ फरवरी, २०२४)

स्थान : अनमोल ब्याङ्केट, शंखमुल, काठमाण्डौं।

समय : विहान ११:०० बजे।

छलफलका विषयहरू :

क) सामान्य प्रस्तावहरू :

- १) सञ्चालक समितिको तर्फबाट अध्यक्षज्यूद्वारा प्रस्तुत गर्ने आ.व. २०७९/८० को वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने।
- २) यूनाइटेड अजोड इन्स्योरेन्स लि. को लेखापरीक्षण प्रतिवेदन सहित आ.व. २०७९/८० को वासलात, नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण, इक्यूटीमा भएको परिवर्तन र वित्तीय विवरणसँग सम्बन्धित अनुसूचीहरू छलफल गरी पारित गर्ने।
- ३) साविक अजोड इन्स्योरेन्स लि.को लेखापरीक्षण प्रतिवेदन सहित आ.व. २०७९/८० को वासलात, नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण, इक्यूटीमा भएको परिवर्तन र वित्तीय विवरणसँग सम्बन्धित अनुसूचीहरू छलफल गरी पारित गर्ने।
- ४) सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम चुक्ता पूँजी रकम रु.१,९०,४५,६८,०००/- (अक्षरेपी एक अर्ब नब्बे करोड पैतालिस लाख अठसठ्ठी हजार) को १०.२६१२ (दश दशमलव दुई छ एक दुई) प्रतिशतले हुन आउने रकम रु.१९,५४,३२,०००/- (अक्षरेपी उन्नाइस करोड चौवन्न लाख बत्तीस हजार) बराबरको बोनस शेयर जारी गर्दा लाग्ने कर वापत चुक्ता पूँजीको ०.५४०१ (शून्य दशमलव पाँच चार शून्य एक) प्रतिशतका दरले हुने रकम रु. १,०२,८५,८९४/७४ (अक्षरेपी एक करोड दुई लाख पचासी हजार आठ सय चौरानब्बे र चौहत्तर पैसा) नगद लाभांश वितरण गर्न स्वीकृति प्रदान गर्ने।
- ५) कम्पनी ऐन, २०६३ को दफा १११ बमोजिम कम्पनीको आ.व. २०८०/८१ को हिसाब किताब लेखापरीक्षण गर्नका लागि बाह्य लेखापरीक्षक नियुक्ति गर्ने तथा निजको पारिश्रमिक निर्धारण गर्ने।
- ६) समूह “क” का संस्थापक शेयरधनीहरूको तर्फबाट सञ्चालक समितिको प्रतिनिधित्व गर्ने सञ्चालक पद ३ (तीन) तथा समूह “ख” का सर्वसाधारण शेयरधनीहरूको तर्फबाट सञ्चालक समितिको प्रतिनिधित्व गर्ने सञ्चालक पद २ (दुई) को निर्वाचन गर्ने।

ख) विशेष प्रस्ताव :

- १) सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम चुक्ता पूँजी रकम रु.१,९०,४५,६६,०००/- (अक्षरेपी एक अर्ब नब्बे करोड पैतालिस लाख अठसठ्ठी हजार) को १०.२६१२ (दश दशमलव दुई छ एक दुई) प्रतिशतले हुन आउने रकम रु.१९,५४,३२,०००/- (अक्षरेपी उन्नाइस करोड चौवन्न लाख बत्तीस हजार) बराबरको बोनस शेयर जारी गर्ने । त्यसरी बोनस शेयर जारी गर्दा भिन्न अंकमा आउने शेयरलाई संस्थापक शेयर र सर्वसाधारण शेयरको अनुपात कायमै राखि नजिकको पूरा अंक कायम गर्ने । साथै बोनस शेयर जारी गर्दा जारी तथा चुक्ता पूँजी बृद्धि हुने भएबाट सोही अनुरूप प्रबन्धपत्र र नियमावलीमा संशोधन गर्ने ।
- २) कम्पनीको संस्थापक शेयर तथा सर्वसाधारण शेयरको अनुपात बमोजिम सञ्चालक समितिको गठन गर्ने तथा सोही बमोजिम कम्पनीको प्रबन्धपत्र र नियमावलीमा आवश्यक संशोधन गर्ने ।
- ३) कम्पनीको प्रबन्धपत्र र नियमावलीको प्रस्तावित संशोधनमा नियमनकारी निकायहरुबाट कुनै फेरबदल, थपघट गर्न निर्देशन वा सुझाव भएमा सोही बमोजिम आवश्यक फेरबदल गर्न सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने ।

ग) विविध :

साधारण सभा सम्बन्धी सामान्य जानकारी

१. सभामा उपस्थित शेयरधनी महानुभावहरुले सभा हलमा प्रवेशको लागि सक्कल शेयर प्रमाणपत्र वा हितग्राही खाता खोलिएको कागजात, प्रकाशित प्रवेशपत्र अथवा आफ्नो कुनै फोटो सहितको आधिकारिक परिचयपत्र साथमा लिई आउनु हुन अनुरोध छ ।
२. वार्षिक साधारण सभामा उपस्थिति प्रयोजनका लागि मिति २०८० साल माघ २२ गते एक दिन कम्पनीको शेयरधनी दर्ता किताब बन्द गरिनेछ । शेयरधनी दर्ता किताब बन्द भएको मिति २०८० साल माघ २२ गते भन्दा अघिल्लो दिन सम्म नेपाल स्टक एक्सचेञ्ज लि.मा कारोबार भई यस कम्पनीको शेयर रजिष्ट्रार श्री नविल इन्भेष्टमेन्ट बैकिङ लिमिटेड नारायणचौर, काठमाण्डौंको कार्यालयमा प्राप्त भएको विवरणहरुको आधारमा कायम हुन आउने शेयरधनीहरुले मात्र साधारण सभामा भाग लिन पाइने हुँदा सम्बन्धित शेयरधनी तथा शेयर खरिदकर्ताहरुले सोही अनुसार शेयर नामसारी गर्नुहुन अनुरोध छ ।
३. यस कम्पनीको शेयरधनी दर्ता किताबमा नाम दर्ता भएका शेयरधनीहरुले आफैं वा प्रतिनिधि मार्फत सभामा भाग लिन, छलफल गर्न सक्नेछन् । स्वयं उपस्थित हुन नसक्ने शेयरधनी महानुभावहरुले कम्पनीको प्रतिनिधिपत्र (प्रोक्सी फारम) मा दस्तखत गरी कम्पनीको अर्को शेयरधनीलाई मात्र प्रतिनिधि नियुक्त गर्न सक्नु हुनेछ । प्रतिनिधि नियुक्त हुने शेयरधनीले सभा शुरु हुनु भन्दा ७२ घण्टा अगावै प्रतिनिधिपत्र (प्रोक्सी फारम) यस कम्पनीको शेयर रजिष्ट्रार श्री नविल इन्भेष्टमेन्ट बैकिङ लिमिटेड नारायणचौर, काठमाण्डौंमा बुझाई सक्नु पर्नेछ । प्रतिनिधिपत्र (प्रोक्सी फारम) दिने महानुभावको दस्तखत उपरोक्त शेयर खरिद गर्दाको अवस्थामा आफूले गरेको दस्तखतसँग मिल्नु पर्नेछ । अन्यथा प्रतिनिधिपत्र (प्रोक्सी फारम) ले मान्यता पाउने छैन । प्रतिनिधिपत्र (प्रोक्सी फारम) यस कम्पनीको वेबसाइटबाट पनि Download गर्न सकिनेछ ।
४. प्रोक्सी दिने दाताले प्रोक्सी दिए पछि आफैं उपस्थित हुन वा प्रोक्सी बदर गर्न वा परिवर्तन गर्न चाहेमा सोको सूचना सभा शुरु हुनु भन्दा ७२ घण्टा अगावै यस कम्पनीको शेयर रजिष्ट्रार श्री नविल इन्भेष्टमेन्ट बैकिङ लिमिटेड नारायणचौर, काठमाण्डौंमा दिनु पर्नेछ ।
५. एकै शेयरधनीले एक भन्दा बढी प्रतिनिधि नियुक्त गरेको अवस्थामा जसको नियुक्ति सबै भन्दा पहिले प्राप्त भएको हो माथि (४) मा लेखिए बमोजिम बदर गरिएमा बाहेक उसैलाई प्रतिनिधि मानिनेछ, तर सभामा सम्बन्धित शेयरधनी आफैं उपस्थित हुन आएमा शेयरधनीले दिएको प्रोक्सी स्वतः बदर हुनेछ ।

६. सभामा भाग लिन प्रत्येक शेयरधनी महानुभावले सभा हुने स्थानमा उपस्थित भई सभा स्थलमा रहेको हाजिरी पुस्तिकामा दस्तखत गर्नुपर्नेछ। हाजिरी पुस्तिका बिहान १० बजे देखि खुल्ला रहनेछ।
७. नाबालक वा विक्षिप्त शेयरधनीको तर्फबाट कम्पनीको शेयर लगत किताबमा संरक्षकको रुपमा नाम दर्ता भएको व्यक्तिले सभामा भाग लिन वा प्रतिनिधि तोक्न पाउनेछ।
८. संयुक्त रुपमा शेयर खरिद गरिएको अवस्थामा कम्पनीको शेयर लगत किताबमा पहिले नाम उल्लेख भएको व्यक्ति अथवा सर्वसम्मत प्रतिनिधि नियुक्त गरिएको एक व्यक्तिले मात्र सभामा भाग लिन पाउनेछ।
९. कम्पनी ऐन अनुसारको वार्षिक वित्तीय विवरण, सञ्चालक समितिको प्रतिवेदन, लेखापरीक्षकको प्रतिवेदन, सूचना तथा सामान्य जानकारी सम्बन्धी विवरण कम्पनीको वेबसाइट www.unitedajodinsurance.com मा उपलब्ध हुनेछ।
१०. कम्पनीको सञ्चालक पदको निर्वाचन सम्बन्धी सम्पूर्ण सूचना एवं जानकारीहरु सुन्धारा, काठमाण्डौं स्थित यस कम्पनीको प्रधान कार्यालयमा अवस्थित निर्वाचन अधिकृतको कार्यालयको सूचना पाटी तथा वेबसाइटमा राखिनेछ।
११. सभा सम्बन्धी अन्य काम कारवाही कम्पनी ऐन, २०६३ बमोजिम हुनेछ।



सञ्चालक समितिको आज्ञाले
कम्पनी सचिव

Our Branches

102 Branches Across Nepal

Koshi Pradesh

Provincial

Biratnagar	Morang	021-590219
------------	--------	------------

Branches

Biratnagar	Morang	021-573266
Birtamod (A)	Jhapa	023-590060
Birtamod (B)	Jhapa	023-532028
Damak	Jhapa	023-575520
Dharan	Sunsari	025-536606
Ilam	Ilam	027-524502
Itahari	Sunsari	025-589115

Sub-Branches

Fikkal	Ilam	027-590507
Kakarbhitta	Jhapa	023-567368
Khandbari	Sankhuwasabha	029-563142
Pathari	Morang	021-555334
Phidhim	Panchthar	024-522153
Phungling	Taplejung	024-593007
Rangeli	Morang	021-580032

Extension Counters

Birtamod	Jhapa	023-532028
Rani Bhansar	Morang	021-590219

Madhesh Pradesh

Provincial

Birgunj	Parsa	051-528881/90
---------	-------	---------------

Branches

Birgunj	Parsa	051-520666
Janakpur (A)	Dhanusha	041-528160
Janakpur (B)	Dhanusha	041-590030
Rautahat	Rautahat	055-540640

Sub-Branches

Lahan	Siraha	033-564423
Sarlahi	Sarlahi	046-501652
Hariwon	Sarlahi	046-501422
Kalaiya	Bara	9855017613
Jitpur Simara	Bara	053-412052
Gaur	Rautahat	055-520931
Bardiibas	Mahottari	044-550514
Mirchaiya	Siraha	033-590726

Bagmati Pradesh (Outside Valley)

Branches

Banepa	Kavrepalanchowk	011-664080/81
Dhulikhel	Kavrepalanchowk	011-660104
Hetauda	Makwanpur	057-527476
Narayangadh (A)	Chitwan	056-598972
Narayangadh (B)	Chitwan	056-596982

Sub-Branches

Charikot	Dolakha	049-421877
Mahadevbesi	Dhading	010-415131
Tandi	Chitwan	056-593392

Bagmati Pradesh (Inside Valley)

Head Office

Sundhara	Kathmandu	01-5333743
----------	-----------	------------

Branches

Baneshwor	Kathmandu	01-4795196
Bhaktapur	Bhaktapur	01-6620196
Boudha	Kathmandu	01-5210147
Durbarmarg	Kathmandu	01-4253189
Jorpati	Kathmandu	01-4594399
Kalanki	Kathmandu	01-5224225
Koteshwor	Kathmandu	01-5199640
Lalitpur	Lalitpur	01-5408646
Maitidevi	Kathmandu	01-5900484
Newroad	Kathmandu	01-4253189
Kupondole	Lalitpur	01-5450010
Thamel	Kathmandu	01-5910950
Tokha	Kathmandu	01-4987344

Sub-Branches

Chapagaun	Lalitpur	01-5265701
Kirtipur	Kathmandu	01-4333426
Kuleshwor	Kathmandu	01-5385897
Maharajgunj	Kathmandu	01-5916575

Extension Counters

Chhaya Center	Kathmandu	01-5910950
Lagankhel	Lalitpur	9851253282

Third Party Counters

Ekantakuna	Lalitpur	01-5193191
Satungal	Kathmandu	01-4316724

Gandaki Pradesh

Provincial

Pokhara	Kaski	061-553986
---------	-------	------------

Branches

Baglung	Baglung	068-524308
Besisahar	Lamjung	066-521488
Kawasoti	Nawalpur	078-540740
Parbat	Parbat	067-421009
Archalbot	Kaski	061-575663

Sub-Branches

Aabukhaireni	Tanahun	065-590055
Burtibang	Baglung	068-410308
Damauli	Tanahun	065-563602
Palungtar	Gorkha	064-400013
Waling	Syangja	9856055890

Third Party Counters

Pokhara	Kaski	9856000582
Baglung	Baglung	068-524010

Lumbini Pradesh

Provincial

Butwal	Rupandehi	071-530566
--------	-----------	------------

Branches

Bhairahawa	Rupandehi	071-575039
Ghorahi	Dang	082-564185
Gulmi	Gulmi	079-520410
Butwal	Rupandehi	071-438925
Nepalgunj	Banke	081-531818
Tulsipur	Dang	082-523431

Sub-Branches

Arghakhanchi	Arghakhanchi	077-420021
Bhumahi	Nawalparasi	078-415460
Kapilvastu	Kapilvastu	076-550215
Kohalpur	Banke	081-540323
Lumbini	Kapilvastu	9857032167
Rukum East	Rukum East	088-413126

Extension Counter

Bhairahawa	Rupandehi	9857049063
------------	-----------	------------

Third Party Counter

Nepalgunj	Banke	9866806474
-----------	-------	------------

Karnali Pradesh

Provincial

Surkhet	Surkhet	083-522552
---------	---------	------------

Sub-Branches

Chinchhu	Surkhet	9858074792
Dailekh	Dailekh	089-590028
Humla	Humla	087-680349
Rukum West	Rukum West	088-530099

Sudur Paschim Pradesh

Provincial

Dhangadhi	Kailali	091-417012
-----------	---------	------------

Sub-Branches

Achham	Achham	097-625157
Attariya	Kailali	091-550178
Bajura	Bajura	097-541297
Dadeldhura	Dadeldhura	096-590893
Lamki	Kailali	091-590160
Mahendranagar	Kanchanpur	099-590029
Tikapur	Kailali	091-560983

Third Party Counter

Mahendranagar	Kanchanpur	099-590029
---------------	------------	------------



३० औं वार्षिक साधारण सभामा सञ्चालक समितिका अध्यक्ष श्री आजाद श्रेष्ठ ज्यूबाट प्रस्तुत मन्तव्य

आदरणीय शेयरधनी महानुभावहरू,

यस यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको ३० औं वार्षिक साधारण सभा (मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा उपस्थित हुनुभएका शेयरधनी तथा आमन्त्रित महानुभावहरूमा सर्वप्रथम सञ्चालक समिति एवं मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत अभिवादन गर्दछु।

यस कम्पनीको ३० औं वार्षिक साधारण सभा (मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम तयार गरिएको आर्थिक वर्ष २०७९/८० को वासलात, नाफा नोक्सान र अनुसूचीहरू तथा नेपाल बीमा प्राधिकरणको निर्देशन बमोजिम तयार गरिएको वित्तीय विवरण सहितको सञ्चालक समितिले तयार पारेको वार्षिक प्रतिवेदन यहाँहरू समक्ष प्रस्तुत गर्न पाउँदा खुसी लागेको छ।

आ.व.२०७९/८० को साविक अजोड इन्स्योरेन्स लिमिटेडको वित्तीय विवरण अनुसार मिति २०८०।०२।१३ गते सम्मको नाफा नोक्सान हिसाबमा रु.१० करोड ३३ लाख खुद नाफा भएको र उक्त नाफालाई युनाइटेड अजोड इन्स्योरेन्स लिमिटेडमा एकीकृत गरिएको र यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको आ.व.२०७९/८० को वित्तीय विवरण अनुसार वितरणयोग्य मुनाफाबाट कम्पनीको लगानीकर्ता शेयरधनीहरूलाई हाल कायम चुक्ता पूँजी रकम रु.१,९०,४५,६८,०००/- (अक्षरेपी एक अर्ब नब्बे करोड पैतालिस लाख अठसठ्ठी हजार) को १०.२६१२ (दश दशमलव दुई छ एक दुई) प्रतिशतले हुन आउने रकम रु.१९,५४,३२,०००/- (अक्षरेपी उन्नाइस करोड चौवन्न लाख बत्तीस हजार) बराबरको बोनस शेयर र बोनस शेयर जारी गर्दा नियमानुसार लाग्ने कर वापत चुक्ता पूँजीको ०.५४०१ (शून्य दशमलव पाँच चार शून्य एक) प्रतिशतका दरले हुने रकम रु.१,०२,८५,८९४/७४ (अक्षरेपी एक करोड दुई लाख पचासी हजार आठ सय चौरानब्बे र चौहत्तर पैसा) नगद लाभांश वितरण गर्नका लागि प्रस्ताव गरेको व्यहोरा सहर्ष जानकारी गराउन चाहन्छौं। सो प्रस्ताव गरिमाभय साधारण सभाबाट पारित हुने आशा गरेका छौं।

मिति २०८०।०२।१४ गते देखि एकिकृत कारोबार सुरु गरे पश्चात यस कम्पनीले २०८० पौष मसान्तसम्ममा प्रधान कार्यालय लगायत ६ वटा प्रादेशिक कार्यालयहरू, ४१ वटा शाखा कार्यालयहरू, ४३ वटा उपशाखा कार्यालयहरू, ५ वटा बीमा काउण्टरहरू र ६ वटा तेश्रोपक्ष बीमा काउण्टरहरूबाट सेवा प्रदान गर्दै आइरहेको छ। गत आ.व. २०७९/८० मा देशमा देखिएको तरलताको समस्या तथा नेपाल सरकारद्वारा बैंक तथा वित्तीय संस्थाबाट जारी प्रतीतपत्रहरूमा गरेको कडाईको फलस्वरूप सवारी साधन लगायत मोटरसाइकल आयातमा कमी आएको कारण समेतले निर्जीवन बीमा व्यवसायको बीमालेख संख्यामा पनि प्रत्यक्ष एवं परोक्ष असर पर्नगई बीमा शुल्क संकलनमा स्वभाविक रूपमा कमी आएको जस्ता समस्याहरूका बावजूद कम्पनीले आफ्नो निर्जीवन बीमा व्यवसायलाई विस्तार गरी मुनाफा आर्जन गर्न सफल रहेको व्यहोरा जानकारी गराउन चाहन्छौं।

मर्जर पछि, कम्पनीको शेयर संरचनामा परिवर्तन भई संस्थापक र सर्वसाधारण शेयरधनीको अनुपात ५१:४९ कायम भएको तथा कम्पनीको चुक्ता पूँजीमा भएको वृद्धिका कारण कम्पनीको जोखिम बहन क्षमतामा विस्तार भएको व्यहोरा अनुरोध गर्न चाहन्छौं। आ.व. २०८०/८१ मा कम्पनीले लिएको बजार रणनीति अनुरूप लक्ष्यांक पुरा गर्ने र मुनाफा आर्जन गरी शेयरधनीहरूलाई यथोचित प्रतिफल दिने उद्देश्य रहेको छ। यस आ.व. २०८०।८१ मा कम्पनीको व्यावसायिक भवन निर्माण गर्न जग्गा खरिद गरिने तथा ग्राहकको विश्वास जितेर अगाडि बढ्न कम्पनी परिवार तत्पर रहेको व्यहोरा अवगत गराउँदछौं।

कम्पनीलाई अझ सशक्त एवं प्रभावकारी बनाउन नियमनकारी निकायबाट सकारात्मक व्यवहारकासाथ सहयोग भइरहेको र अगामी दिनहरूमा पनि यस्तै सहयोगको अपेक्षा गरिएको छ। वर्तमान सन्दर्भमा राष्ट्रिय तथा अन्तर्राष्ट्रिय चुनौती तथा अवसरका बीच कम्पनीलाई सफलतापूर्वक अगाडि बढाउन आवश्यक क्षमताको विकास गर्दै बीमा व्यवसायलाई थप प्रभावकारी बनाउन एवं गुणस्तरीय सेवा प्रदान गर्न कम्पनी प्रतिवद्ध रहेको व्यहोरा सबैमा सादर निवेदन गर्दछौं।

यस कम्पनीलाई आजको दिनसम्म सफलतापूर्वक संचालनमा सहयोग पुऱ्याउनु हुने नेपाल सरकारका सम्बन्धित निकायहरू, नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लिमिटेड, सिडिएएस एण्ड क्लियरिङ लिमिटेड तथा पुनर्बीमा कम्पनीहरू, ब्रोकर कम्पनीहरू, बैंक तथा वित्तीय संस्थाहरू, अन्य बीमा कम्पनीहरू, बीमा अभिकर्ता, सर्भेयर, बाट्य लेखापरीक्षक, आन्तरिक लेखापरीक्षक, यस कम्पनीप्रति प्रत्यक्ष एवं अप्रत्यक्ष रूपमा सहयोग गर्ने पत्रकार जगत, सेवाग्राही बीमितहरू र शेयरधनी महानुभावहरू लगायत सम्पूर्ण निष्ठावान कर्मचारीहरू तथा आजको यस साधारण सभामा विभिन्न निकायबाट पाल्नु भएका अतिथि महानुभावहरूलाई कम्पनीको तर्फबाट तथा मेरो व्यक्तिगत तर्फबाट समेत आभार तथा धन्यवाद व्यक्त गर्न चाहन्छु।

अन्त्यमा, यस वार्षिक साधारण सभामा सहभागी हुनु भएका आदरणीय शेयरधनी महानुभावहरूबाट अमूल्य सुझावहरू प्राप्त हुने र सम्पूर्ण प्रस्तावहरूमा यहाँहरूको समर्थन हुने विश्वास सहित कम्पनीलाई साथ तथा सहयोग प्रदान गर्नु भएकोमा हार्दिक धन्यवाद ज्ञापन गर्न चाहन्छु।

धन्यवाद।

आजाद श्रेष्ठ

अध्यक्ष

सञ्चालक समिति

मिति : २०८० साल फाल्गुन ०६ गते आईतबार



प्रमुख कार्यकारी अधिकृतको प्रतिवद्धता

यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको ३० औं वार्षिक साधारण सभा (मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा उपस्थित हुनु भएका यस कम्पनीका संचालक समितिका अध्यक्षज्यू, संचालकज्यूहरु, सल्लाहकारज्यू, शेयरधनी महानुभावज्यूहरु, नियमन निकायका प्रतिनिधिज्यूहरु, पत्रकारज्यूहरु, आमन्त्रित महानुभावहरु तथा सहकर्मी कर्मचारी मित्रहरुमा कम्पनी व्यवस्थापन तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत तथा अभिवादन व्यक्त गर्दछु।

नेपाल बीमा प्राधिकरणको निर्देशन बमोजिम नेपालको निर्जीवन बीमा व्यवसायको क्षेत्रमा ३० वर्षको लामो इतिहास बोकेको साविकको यूनाइटेड इन्स्योरेन्स कं.(नेपाल) लि. र साविकको अजोड इन्स्योरेन्स लिमिटेड एक आपसमा गाभिएर मिति २०८० साल जेष्ठ १४ गतेबाट यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको नामबाट एकीकृत रुपमा निर्जीवन बीमा कारोबार सुरु गरेको व्यहोरा पुनः स्मरण गराउन चाहन्छु। कम्पनी गाभ्ने/गाभिने कार्यमा देखापर्ने अनेकौं चुनौतिहरुलाई कुशल व्यवस्थापनबाट सामना गरी सफल गराउन नियमन निकाय नेपाल बीमा प्राधिकरण, संचालक समिति, शेयरधनी महानुभावहरु, यस कम्पनीप्रति प्रत्यक्ष एवं अप्रत्यक्ष रुपमा सहयोग गर्ने पत्रकार जगत लगायत अन्य संघ संस्थाहरुबाट समय समयमा प्राप्त नीति निर्देशन, सल्लाह, सुझावलाई कम्पनीलाई प्राप्त मार्ग दर्शनको रुपमा स्वीकार गर्दै कम्पनीले आफ्नो व्यवसाय सफलतापूर्वक संचालन गरिरहेको व्यहोरा सहर्ष जानकारी गराउँछु।

बीमितहरुलाई उपलब्ध गराउने सुविधालाई मध्यनजर गर्दै साविकका दुवै कम्पनीको शाखा, उपशाखा कार्यालयहरुको मिलान तथा कर्मचारीहरुलाई समायोजन गरि प्रधान कार्यालय लगायत ६ वटा प्रादेशिक कार्यालय, ४१ वटा शाखा कार्यालयहरु, ४३ वटा उपशाखा कार्यालयहरु, ५ वटा बीमा काउण्टरहरु र ६ वटा तेश्रो पक्ष बीमा काउण्टरहरुबाट कम्पनीले बीमा सेवा प्रदान गर्दै आएको छ। देशको अर्थतन्त्रमा देखिएको विविध समस्याका बावजुद चालु आ.व. २०८०/८१ को पौष मसान्त सम्ममा रु.१३० करोड ६४ लाख ७६ हजार बीमाशुल्क आर्जन गरी रु. १३ करोड १८ लाख ८७ हजार खुद नाफा आर्जन गर्न सफल भएको व्यहोरा जानकारी गराउन चाहन्छु।

निर्जीवन बीमा कम्पनीमा मुख्य रुपमा जोखिम मूल्याङ्कनका लागि अण्डरराइटिङ्ग र जोखिम व्यवस्थापनका लागि पुनर्बीमा सम्बन्धी विभागहरुलाई सक्षम र प्रभावकारी बनाउन अपरिहार्य छ साथै जारी बीमालेख अनुरूप पर्न आएका दाबीहरुलाई यथाशीघ्र भुक्तानी गर्ने

व्यवस्था मिलाउन दाबी विभागलाई पनि सक्रिय बनाउन त्यति नै आवश्यक छ। यसका लागि बीमा सम्बन्धी प्राविधिक ज्ञान भएका दक्ष जनशक्ति कम्पनी भित्रबाट नै तयार गर्ने दीर्घकालिन उद्देश्यका साथ नेपाल बीमा प्राधिकरणको निर्देशन बमोजिम कर्मचारी तालिम तथा विकासमा विशेष प्राथमिकता दिई प्रधान कार्यालय अन्तर्गत व्यवस्थापन तह तथा सम्बन्धित विभागबाट प्रादेशिक कार्यालय, शाखा तथा उपशाखा कार्यालयहरुमा भौतिक तथा विद्युतीय माध्यम (जुम)को उच्चतम प्रयोग गरी विभिन्न तालिम सेवा प्रदान गरी कर्मचारीहरुको दक्षता तथा क्षमता वृद्धि गर्ने कार्यलाई तीव्रता प्रदान गरिएको छ। नयाँ नयाँ प्रविधिलाई उपयोग गरि बीमितको चाहना तथा बजारको माग अनुरूप नयाँ प्रोडक्ट ल्याई आफ्नो सेवामा विस्तार गर्नेतर्फ आवश्यक कार्यहरु अगाडि बढाइएको छ।

बीमा व्यवसायमा जोखिम बहन गर्ने सम्बन्धमा पुनर्बीमाले मेरुदण्डको रुपमा रही भूमिका खेल्ने हुँदा यसको राम्रो र यथेष्ट व्यवस्था हुनु पर्ने हुन्छ। हाम्रो कम्पनीले नेपालको पुनर्बीमा कम्पनीहरु सँग Direct Cession, Treaty Cession र हुलदंगा आतंकवाद (RSMDS) को Reinsurance Treaty गर्दै आएको छ। साथै विदेशी पुनर्बीमा कम्पनीहरूसँगको सम्बन्ध पनि सुदृढ रहेको र त्यस्ता कम्पनीहरु सँग पुनर्बीमा ब्रोकरहरु मार्फत यस कम्पनीले सहयोग प्राप्त गर्दै आएको व्यहोरा जानकारी गराउन चाहन्छु।

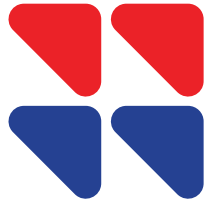
अन्त्यमा, कम्पनी मर्जर पूर्व तथा एकीकृत कारोबार पश्चात साविकका दुवै कम्पनीको संचालक समितिका सदस्यज्यूहरु, शेयरधनी महानुभावज्यूहरु, बीमित महानुभावहरु नियमनकारी निकाय र मेरा सम्पूर्ण सहकर्मी कर्मचारी मित्रहरुबाट कम्पनीको विकास तथा विस्तारका लागि उचित सहयोग तथा मार्गनिर्देशन गर्नु भएकोमा आभार व्यक्त गर्दै यस वार्षिक साधारण सभाबाट नियुक्त हुनु हुने संचालक समिति सदस्यहरुबाट समेत त्यस्तै अभिभावकत्वको आशा कम्पनीको व्यवस्थापन तथा कर्मचारीले गरेको छ। आगामी दिनमा संस्थागत सुशासन कायम गर्ने एवं नियमनकारी निकायबाट दिइएका निर्देशन तथा मार्गदर्शनलाई पालना गर्दै प्रवाह हुने सेवाहरु छिटो, छरितो, प्रतिस्पर्धि र पारदर्शी बनाई कम्पनीको व्यवसायिक लक्ष्य हासिल गर्ने प्रतिवद्धता व्यक्त गर्दछु।

धन्यवाद।

श्रवण रावल

प्रमुख कार्यकारी अधिकृत

मिति: २०८०।१।०६



UNITED AJOD
Insurance Limited

United by Trust

“ Unify your insurance experience with our all-encompassing service ”



Travel Medical
Insurance



Agriculture
Insurance



Engineering
Insurance



Bankers Indemnity
Insurance



Third Party
Insurance



Personal Accident
Insurance



Property
Insurance



Marine
Insurance



Micro
Insurance



Aviation
Insurance



Motor
Insurance



Health
Insurance

**यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको ३० औं वार्षिक साधारण सभा
 (मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा सञ्चालक समितिको तर्फबाट
 अध्यक्ष श्री आजाद श्रेष्ठद्वारा प्रस्तुत आर्थिक वर्ष
 २०७९/८० को वार्षिक प्रतिवेदन**

आदरणीय शेयरधनी महानुभावहरू,

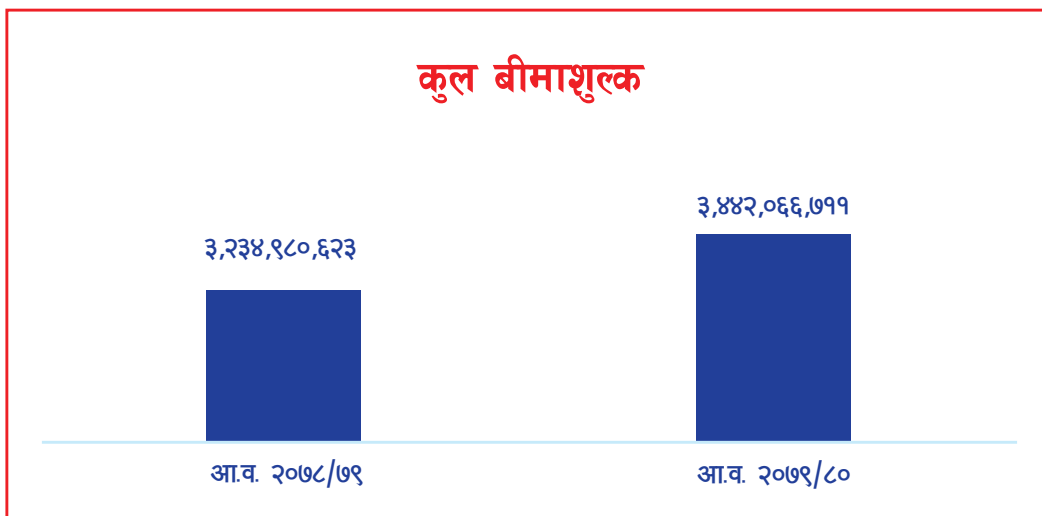
यस यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको ३० औं वार्षिक साधारण सभा (मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा भाग लिन पाल्नु भएका शेयरधनी महानुभावहरू तथा आमन्त्रित महानुभावहरूमा सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत तथा अभिवादन गर्दछु ।

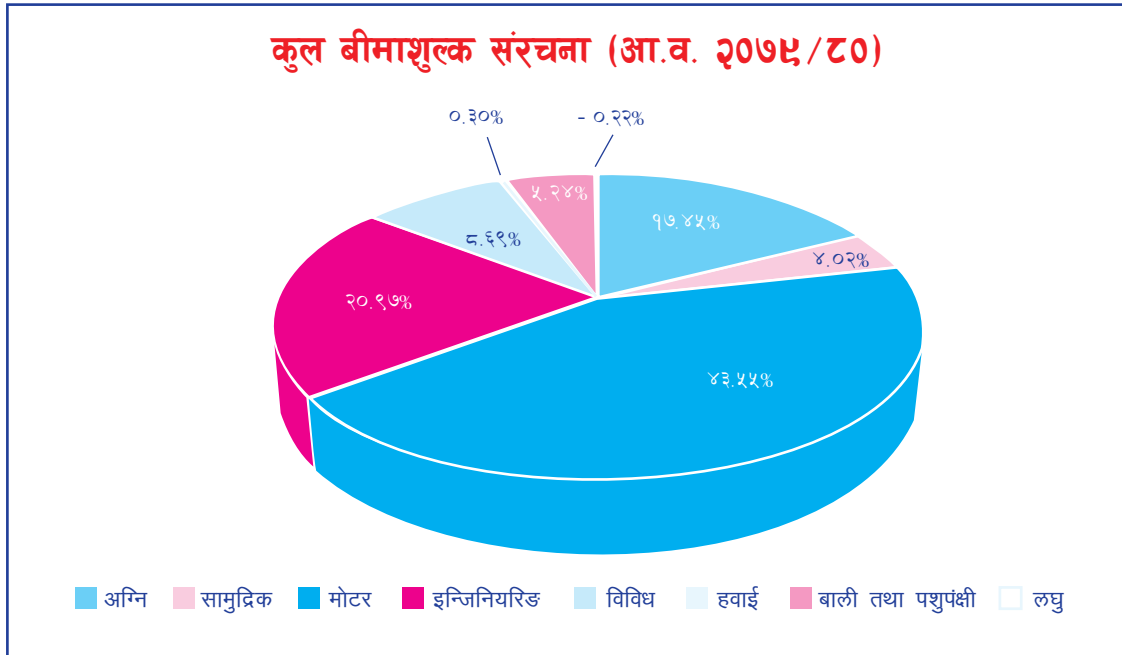
यस कम्पनीको ३० औं वार्षिक साधारण सभामा कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम तयार गरिएको आर्थिक वर्ष २०७९।८० को साविक अजोड इन्स्योरेन्स लिमिटेड र यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको वित्तीय विवरण र अनुसूचीहरू तथा नेपाल बीमा प्राधिकरणको निर्देशन बमोजिम तयार गरिएको वित्तीय विवरण सहितको सञ्चालक समितिबाट स्वीकृत भई आएको वार्षिक प्रतिवेदन अनुमोदनका लागि यस गरिमामय सभा समक्ष प्रस्तुत गर्दै यहाँहरूको पूर्ण समर्थनको विश्वास लिएको छु ।

१) विगत वर्षको कारोबारको सिंहावलोकन:

आ.व. २०७९/८० को साविक अजोड इन्स्योरेन्स लिमिटेडको वित्तीय विवरणमा उल्लेख भए अनुसार मिति २०८०।०२।१३ गते सम्मको नाफालाई यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडमा एकिकृत गरिएको र कम्पनीले समीक्षा वर्षमा सङ्कलन गरेको कूल बीमाशुल्क आर्जन, नेट वर्थ, खुद नाफा, खुद दावी भुक्तानी तथा कूल दावी भुक्तानीको मुख्य सूचकाङ्कहरू निम्न बमोजिम रहेको छ ।

क) कुल बीमाशुल्क



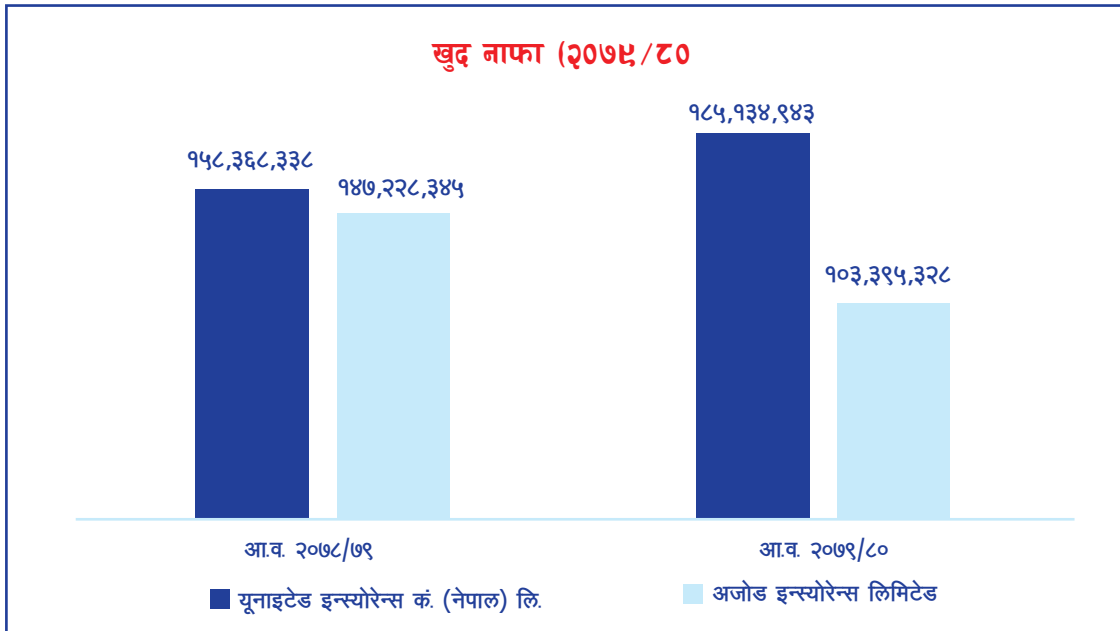


क्र.सं	बीमाको किसिम	आ.व २०७८/७९			आ.व २०७९/८०		
		यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	कुल	यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	कुल
१	अग्नि	२३०,७९८,२४४	३१९,५६२,०४१	५५०,३६०,२८५	२८९,९०७,७६०	३१०,६११,१६३	६००,५१८,९२२
२	सामुद्रिक	१२१,०३८,९२३	७५,९११,१८१	१९६,९५०,१०३	७५,५०५,२०३	६२,७१३,६५३	१३८,२१८,८५७
३	मोटर	८९९,९०९,३४५	६१४,७३३,२२८	१,५१४,६४२,५७३	८४०,२३५,८४९	६५८,७०९,२५४	१,४९८,९४५,१०३
४	इन्जिनियरिङ	१६९,७६५,५२४	३७७,८०८,६०६	५४७,५७४,१३०	२६०,३४९,०९८	४६१,५४८,७०४	७२१,८९७,८०२
५	विविध	८२,४९०,८७३	१३५,३७३,१०५	२१७,८६३,९७८	१०२,९८७,४८५	१९६,२८७,९८८	२९९,२७५,४७२
६	हवाई	१७५,९२४	१५,३६७,८००	१५,५४३,७२४	४,१५३,६९४	६,२७२,७६१	१०,४२६,४५४
७	बाली तथा पशुपंक्षी	५८,५०८,११५	१३१,६३६,४२६	१९०,१४४,५४१	७८,६६१,५१३	१०१,७६७,८९८	१८०,४२९,४११
८	लघु	१,८९८,७६७	२,५२३	१,९०१,२८९	२,८४५,८१८	-१०,४९१,१२८	-७,६४५,३१०
	जम्मा	१,५६४,५८५,७१४	१,६७०,३५४,८०५	३,२३४,९४०,६२३	१,६५४,६४६,४१५	१,७८७,४२०,२५२	३,४४२,०६६,७११

ख) नेट वर्थ तथा खुद नाफा

बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० बमोजिमको वित्तीय विवरण

विवरण	आ.व २०७८/७९		आ.व २०७९/८०	
	यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड
नेट वर्थ	१,६११,२४४,१७२	१,२५०,९३७,११०	३,५७७,७६७,०३५	१,३५५,९२२,७५१
खुद नाफा	१५८,३६८,३३८	१४७,२२८,३४५	१८५,१३४,९४६	१०३,३९५,३२८



ग) खुद दावी भुक्तानी

क्र.सं	बीमाको किसम	आ.व २०७८/७९			आ.व २०७९/८०		
		यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	कुल	यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	कुल
१	अग्नि	१४,३०९,२८०	१४,६३९,४४४	२८,९४०,७२३	२३,४२८,४२०	११,३८८,९५८	३४,८१७,३७८
२	सामुद्रिक	१,८७६,९८६	२,९२३,०१९	४,८००,००५	७,६९९,२६१	३,७६९,९४७	११,३८५,२०८
३	मोटर	११२,५२५,३२३	२१७,६३६,०३६	३३०,१६१,३५९	३५१,७५९,२२६	२४४,०९६,९०५	५९५,८५६,१३१
४	इन्जिनियरिङ	१,५१६,८१९	७,०८४,१५६	८,६००,९७५	१६,०३४,५७७	१०,०११,४१३	२६,०४५,९९०
५	विविध	६,५३७,२०१	३,०४९,७१८	९,५८६,९१८	१३,५४५,३७२	५,३१७,३२४	१८,८६२,६९६
६	हवाई	-	-	-	-	-	-
७	बाली तथा पशुपंक्षी	८,२२९,२५२	२१,४५६,८४०	२९,६८६,०९२	१०,०१५,३०८	११,०७२,७४१	२१,०८८,०४९
८	लघु	४८,८८७,४४३	३७,३९९	४८,९२४,८४२	६६७,४८५	-	६६७,४८५
	जम्मा	१५३,८८२,३०३	२६६,८८९,६११	४२०,७७०,९१४	४२३,०५७,६४५	२८५,६५७,२८८	७०८,७१४,९३७

घ) कूल दावी भुक्तानी

क्र.सं	बीमाको किसम	आ.व २०७८/७९			आ.व २०७९/८०		
		यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	कुल	यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि.	अजोड इन्स्योरेन्स लिमिटेड	कुल
१	अग्नि	८६,८०८,२३७	१३६,८०६,२७९	२२३,६१४,५१६	५६,१३८,०१५	४९,७९६,४४५	१०५,९३४,४६०
२	सामुद्रिक	२०,५८७,१४८	१६,०४२,६१२	३६,६२९,७६०	२३,५१७,८५७	२४,३९९,७२८	४७,९१७,५८५
३	मोटर	३६८,०१३,४५७	३२६,०६२,०३०	६९४,०७५,४८७	४९७,५६४,४०२	३५४,५०२,२९३	८५२,०६६,६९५
४	इन्जिनियरिङ	८५,९५३,९४६	१४९,५०४,१५५	२३५,४५८,१००	८७,३१५,९३१	३३०,४६६,५७७	४१७,७८२,५०८
५	विविध	७५,११४,८६२	४३,५८३,२९६	११८,६९८,०७८	८१,८४५,८३०	५२,३६५,४६०	१३४,२११,२९०
६	हवाई	-	-	-	-	-	-
७	बाली तथा पशुपंक्षी	५०,८६६,०१०	१०७,०७७,१९९	१५७,९४३,२०९	५४,४११,१४४	५८,९०७,६७६	११३,३१८,८२०
८	लघु	३,८००,०००	३७,३९९	३,८३७,३९९	३८,६५९,३५६	-	३८,६५९,३५६
	जम्मा	६५१,१४३,६६०	७७५,११२,८८५	१,४२६,७५६,५४५	८३५,४५२,५३५	८७०,४३२,१७८	१,७०६,८८४,७१४

२) राष्ट्रिय तथा अन्तर्राष्ट्रिय स्थितिबाट कम्पनीको कारोबारमा परेको असर:

समीक्षा वर्षमा रुस र युक्रेन युद्धले गर्दा विश्वमा नै आर्थिक मन्दी देखा परेको र बैंक तथा वित्तीय संस्थाहरूमा देखिएको तरलता अभावले सम्पूर्ण निर्जीवन बीमा कम्पनीहरूको कारोबारमा प्रत्यक्ष असर परेको कारण बीमाशुल्क संकलनमा स्वभाविक रूपमा कमी आएको छ । चालु आ.व. २०८०/८१ मा बैंक तथा वित्तीय संस्थाहरूले निक्षेपमा प्रदान गर्ने व्याजदरमा भएको परिवर्तनले यस आर्थिक वर्षमा कम्पनीको लगानी प्रतिफलमा केही कमी हुने देखिन्छ । त्यसैगरी नेपालको बीमा बजारमा स्थापित बीमा कम्पनीहरूको पूँजीगत संरचना परिवर्तन गरी चुक्ता पूँजीमा उल्लेख्य वृद्धि गर्नुपर्ने नीतिगत व्यवस्थाका कारण कम्पनीहरू एक आपसमा गाभ्ने/गाभिने कार्यले पनि तिब्रता पाएको छ । जसबाट निर्माण हुने बलियो पूँजीगत आधारबाट कम्पनीहरू थप सबल हुन तथा कम्पनीहरूको जोखिम बहन गर्न सक्ने विस्तार हुने भएको छ । तर यसरी कम्पनीहरू गाभ्ने/गाभिने कार्यमा देखा पर्ने अनेकौं चुनौतिहरूलाई कुशल व्यवस्थापनबाट सामना गरी सफल गराउनु पर्ने बाध्यकारी अवस्था सृजना भएको छ ।

३) प्रतिवेदनको मिति सम्म चालु वर्षको उपलब्धि र भविष्यको सम्बन्धमा संचालक समितिको धारणा:

कम्पनीले चालु आ.व २०८०/८१ को पौष मसान्त सम्ममा रु.१३० करोड ६४ लाख ७६ हजार बीमाशुल्क आर्जन गरी रु. १३ करोड १८ लाख ८७ हजार खुद नाफा आर्जन गर्न सफल भएको छ ।

कम्पनीले आफ्नो व्यवसायलाई विस्तार गर्ने तथा बीमाको पहुँच प्रभावकारी बनाउन प्रधान कार्यालय लगायत ६ वटा प्रादेशिक कार्यालय, ४१ वटा शाखा कार्यालयहरू, ४३ वटा उपशाखा कार्यालयहरू, ५ वटा बीमा काउण्टरहरू र ६ वटा तेश्रोपक्ष बीमा काउण्टरहरूबाट सेवा प्रदान गरिरहेको तथा सुन्धारा, काठमाडौं स्थित प्रधान कार्यालयबाट ३६५ दिननै सेवा प्रदान भैरहेको छ । भविष्यको सम्बन्धमा सञ्चालक समितिको धारणा निम्नानुसार रहेको छ :

१. नेपाल बीमा प्राधिकरणबाट प्राप्त निर्देशन मुताविक कम्पनीले बीमा ऐनको दफा ३६ बमोजिम न्यूनतम चुक्ता पूँजी पुऱ्याइनेछ ।
२. कम्पनीको लगानीलाई बीमा प्राधिकरणबाट हालै जारी गरिएको परिमार्जित लगानी निर्देशिका बमोजिम बढि भन्दा बढि नाफामूलक क्षेत्रमा लगानी गर्न विशेष ध्यान दिइनेछ ।
३. कम्पनीको जोखिमाइकन तथा दावी भुक्तानी प्रकृया प्रभावकारी बनाइनेछ ।
४. नाफामूलक Retail Business लाई उच्च प्राथमिकतामा राख्ने र कम्पनीको नविकरण योग्य बीमालेख नविकरण गर्ने कार्यलाई विशेष प्राथमिकता दिइनेछ ।
५. नेपाल सरकारको लक्ष्य अनुरूप यस कम्पनीले पनी कृषि, पशुपंछी तथा जडीबुटी बीमा र लघुबीमा सेवाको दायरा वृद्धि गर्नका लागि देशका ग्रामीण क्षेत्रमा समेत सेवा विस्तार गर्दै लगिनेछ ।
६. कम्पनीको ब्राण्डिङ गर्ने कार्यलाई निरन्तरता दिइनेछ ।
७. बजार अनुसन्धान गरी ग्राहकको आवश्यकताका आधारमा नयाँ बीमा प्रोडक्टहरू प्रचलनमा ल्याइनेछ ।
८. निर्जीवन बीमाको क्षेत्रमा अग्रणी भूमिका स्थापित गर्न कम्पनीले लिएको बीमा व्यवसायको लक्ष्याङ्क पुरा गरी शेरधनीहरूलाई अधिकतम प्रतिफल दिन प्रयास गरिनेछ ।

४) औद्योगिक वा व्यावसायिक सम्बन्ध :

बीमा व्यवसायको प्रत्यक्ष सम्बन्ध उद्योग तथा व्यवसायसँग हुने भएकोले त्यस्ता औद्योगिक तथा व्यावसायिक संस्थाहरूलाई निर्जीवन बीमा सेवा उपलब्ध गराई सुमधुर सम्बन्ध कायम राख्दै आएका छौं ।

बीमा कारोबारमा बैंक तथा वित्तीय संस्थाहरूको पनि भुमिका उत्तिकै महत्वपूर्ण हुन्छ । अतः हामीले ती बैंक तथा वित्तीय संस्थाहरू लगायत आफ्ना ग्राहकवर्ग, नियमनकारी निकायहरू, लगानीकर्ताहरू, कर्मचारीहरू तथा अन्य सरोकारवालाहरूसँग व्यावसायिकता, पारदर्शिता र औचित्यतापूर्ण आधारमा सुमधुर सम्बन्ध विस्तार गर्दै लगिनेछ । साथै व्यवसायको जोखिमको विश्लेषण गरी व्यवसाय वृद्धि गर्ने लक्ष्यमा कम्पनी प्रतिबद्ध रहेको छ ।

५) संचालक समितिमा हेरफेर

क) साविकको यूनाइटेड इन्स्योरेन्स कं (नेपाल) लि.

मिति २०७९ साल फाल्गुन १८ गते बसेको सञ्चालक समितिको ३८३ औं बैठकबाट श्री चौधरी गुप प्रा.लि. को तर्फबाट सञ्चालक समितिमा प्रधिनधित्व गर्ने श्री रमेश प्रसाद जोशीलाई श्री चौधरी गुप प्रा. लि. को पत्र बमोजिम प्रतिनिधिबाट मुक्त गरिएको र एकिकृत कारोबार पुर्व निम्न सदस्यहरू संचालक रहेको :

१. श्री रवि भक्त श्रेष्ठ	अध्यक्ष
२. श्री प्रियंका श्रेष्ठ	सञ्चालक
३. श्री प्रणव कुमार दास	सञ्चालक
४. श्री विलसन मान रंजित	सञ्चालक
५. श्री रविन्द्र राज पन्त	सञ्चालक

ख) साविकको अजोड इन्स्योरेन्स लिमिटेड

एकिकृत कारोबार पूर्व निम्न सदस्यहरू संचालक रहेको :

१. श्री आजाद श्रेष्ठ	अध्यक्ष
२. श्री राम बहादुर गुरुङ्ग उपरथी (अ. प्रा.)	सञ्चालक
३. श्री सागर गुरुङ्ग	सञ्चालक
४. श्री चिरन्जिवी द्वा	सञ्चालक
५. श्री विष्णु प्रसाद नेपाल	स्वतन्त्र विज्ञ सञ्चालक
६. श्री पानु दत्त पौडेल	सञ्चालक
७. श्री सृजना सुवेदी	सञ्चालक

मिति २०८०।०१।२५ गते सम्पन्न भएको साविक दुबै कम्पनीको विशेष साधारण सभाबाट पारित गाभ्ने/गभिने सम्बन्धी अन्तिम सम्झौता तथा साविक यूनाइटेड इन्स्योरेन्स कं.(नेपाल) लि. को मिति २०८०।०१।२९ गते बसेको सञ्चालक समितिको ३८८ औं र मिति २०८०।०२।१० गते बसेको सञ्चालक समितिको ३८९ औं बैठक र अजोड इन्स्योरेन्स लिमिटेडको मिति २०८०।०२।११ गते बसेको सञ्चालक समितिको १२५ औं बैठकको निर्णयानुसार मर्जर पश्चात दुबै कम्पनीबाट तीन तीन सदस्य र स्वतन्त्र सदस्य चयन भई निम्न सदस्यहरू तथा सल्लाहकार समेतको सञ्चालक समिति गठन गरिएको ।

१. श्री आजाद श्रेष्ठ	अध्यक्ष
२. श्री प्रणव कुमार दास (प्रतिनिधि श्री सि.जि. फुडस् (नेपाल) प्रा.लि. को तर्फबाट)	सञ्चालक
३. श्री राम बहादुर गुरुङ्ग, उपरथी (अ.प्रा.) (प्रतिनिधि श्री भाटभटेनी सुपरमार्केट एण्ड डिपार्टमेन्ट स्टोर प्रा.लि.को तर्फबाट)	सञ्चालक
४. श्री बलराम खनाल (प्रतिनिधि श्री चौधरी ग्रुप प्रा.लि.को तर्फबाट)	सञ्चालक
५. श्री विलसन मान रंजित	सञ्चालक
६. श्री पानु दत्त पौडेल	सञ्चालक
७. श्री विष्णु प्रसाद नेपाल	स्वतन्त्र विज्ञ सञ्चालक

सल्लाहकारहरू:

१. श्री रविन्द्र राज पन्त
२. श्री चिरन्जिवी द्वा

६) कारोबारलाई असर पार्ने मुख्य कुराहरू :

कम्पनीको समग्र कारोबारलाई नकारात्मक असर पार्ने विषयहरू:

- १) निर्जीवन बीमा कम्पनीहरू बिचको तिब्र प्रतिस्पर्धा,
- २) बीमा सम्बन्धी पर्याप्त जनचेतनाको अभाव,
- ३) जलवायु परिवर्तनको कारण सृजित प्राकृतिक प्रकोप एवं बाढी पहिरो लगायतका महाविपत्तिको कारण आउने दाबीहरूको संख्यामा वृद्धि हुँदा दाबी भुक्तानी बढ्न जाने,
- ४) मुलुकमा उद्योग, व्यवसाय र सवारी साधन व्यापारमा अपेक्षा विपरित आएको कमी,
- ५) बीमा क्षेत्रमा प्राविधिक रुपमा कार्य गर्ने व्यक्ति एवं दक्ष जनशक्तिको अभाव ।

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

लेखापरीक्षण प्रतिवेदनमा सामान्य सुझावहरू बाहेक अन्य कुनै कैफियत छैन ।

८) लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम :

समीक्षा वर्षमा साविक अजोड इन्स्योरेन्स लिमिटेडको वित्तीय विवरण अनुसार मिति २०८०/०२/१३ गते सम्मको नाफा नोक्सान हिसाबमा रु.१० करोड ३३ लाख खुद नाफा भएको र उक्त नाफालाई यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडमा एकीकृत गरिएको छ। यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको आ.व.२०७९/८० को वित्तीय विवरण अनुसार वितरणयोग्य मुनाफाबाट कम्पनीको लगानीकर्ता शेयरधनीहरूलाई हाल कायम चुक्ता पूँजी रकम रु.१,९०,४५,६८,०००/- (अक्षरेपी एक अर्ब नब्बे करोड पैतालिस लाख अठसठ्ठी हजार) को १०.२६१२ (दश दशमलव दुई छ एक दुई) प्रतिशतले हुन आउने रकम रु.१९,५४,३२,०००/- (अक्षरेपी उन्नाइस करोड चौवन्न लाख बत्तीस हजार) बराबरको बोनस शेयर र सोमा नियमानुसार लाग्ने कर वापत चुक्ता पूँजीको ०.५४०१ (शून्य दशमलव पाँच चार शून्य एक) प्रतिशतका दरले हुने रकम रु.१,०२,८५,८९४/७४ (अक्षरेपी एक करोड दुई लाख पचासी हजार आठ सय चौरानब्बे र चौहत्तर पैसा) नगद लाभांश वितरण गर्न सिफारिस भएको जानकारी गराउन चाहन्छौं।

९) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित मूल्य, त्यस्तो शेयर जफत हुनु भन्दा अगावै सो वापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भए पछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर बापत रकम फिर्ता गरेको भए सोको विवरण :

यस आर्थिक वर्षमा कम्पनीले कुनै शेयर जफत नगरेको व्यहोरा जानकारी गराउन चाहन्छौं।

१०) विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन:

यस कम्पनीको कुनै सहायक कम्पनी नरहेको व्यहोरा जानकारी गराउन चाहन्छौं।

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

यस कम्पनीको सहायक कम्पनी नरहेको तथा कम्पनीको कारोबारको सम्बन्धमा यसै साथ संलग्न आर्थिक विवरणबाट स्पष्ट हुन्छ। साथै कम्पनीको कारोबारमा कुनै महत्वपूर्ण परिवर्तन नभएको जानकारी गराउन चाहन्छौं।

१२) विगत आर्थिक वर्षमा कम्पनीको आधारभुत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी :

शेयरधनीहरूबाट कुनै विशेष जानकारी प्राप्त नभएको जानकारी गराउन चाहन्छौं।

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

कम्पनीको शेयर कारोबारमा सञ्चालक समितिका सदस्य संलग्न नरहेको जानकारी गराउन चाहन्छौं।

१४) विगत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्भौताहरूमा कुनै संचालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा :

कम्पनीसँग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थ नरहेको जानकारी गराउन चाहन्छौं।

१५) कम्पनीले आफ्नो शेयर आफैँले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अंकित मूल्य तथा त्यसरी शेयर खरिद गरे बापत कम्पनीले भुक्तानी गरेको रकम :

कम्पनीले आफ्नो शेयर आफैँले खरिद नगरेको जानकारी गराउन चाहन्छौं।

१६) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत विवरण:

कम्पनीको आन्तरिक नियन्त्रण प्रणाली व्यवस्थित छ। यसका लागि संस्थागत सुशासन कायम गर्नका निमित्त कम्पनीले आर्थिक प्रशासन विनियमावली, कर्मचारी सेवा शर्त विनियमावली, अण्डरराइटिङ दिग्दर्शन, दाबी दिग्दर्शन, पुनर्बीमा दिग्दर्शन, सम्पत्ति शुद्धिकरण तथा आतंककारी कृयाकलाप नियन्त्रण कार्यविधि आदि पारित गरी प्रभावकारी रूपमा लागू गर्दै आएको छ। यसैगरी श्रम नियमावली, २०७५ बमोजिम कम्पनीले श्रम लेखापरीक्षण गराई सम्बन्धित निकायमा प्रतिवेदन पेश गर्ने गरेको छ।

कम्पनी ऐन २०६३, बीमा ऐन २०७९, बीमा नियमावली, २०४९, बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०७५, नेपाल बीमा प्राधिकरणबाट समय समयमा जारी गरिएको निर्देशन, परिपत्र एवं मार्गदर्शन पूर्ण रूपमा पालन गर्न कम्पनी कटिबद्ध रहेको व्यहोरा अनुरोध छ।

कम्पनीको अन्तरिक लेखापरीक्षणलाई स्वतन्त्र तथा पारदर्शी बनाउन मिति २०८०।०५।०७ गते बसेको सञ्चालक समितिको ११ औं बैठकको निर्णयानुसार स्वतन्त्र चार्टर्ड एकाउण्टेण्ट फर्म श्री पि. एल. श्रेष्ठ एण्ड कम्पनी चार्टर्ड एकाउण्टेण्टस् (M/s P.L. Shrestha & Company, Chartered Accountants) लाई नियुक्ति गरिएको छ ।

श्री नेपाल बीमा प्राधिकरणबाट जारी बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०७५ बमोजिम निम्न समिति तथा उप समिति गठन गरिएको जानकारी गराउँदछौं ।

क) मानव संशाधन समिति

- | | |
|---|--------------|
| १. श्री आजाद श्रेष्ठ, अध्यक्ष | - संयोजक |
| २. श्री प्रणव कुमार दास, संचालक | - सदस्य |
| ३. श्री पानु दत्त पौडेल, संचालक | - सदस्य |
| ४. श्री श्रवण रावल, प्रमुख कार्यकारी अधिकृत | - सदस्य |
| ५. मानव संशाधन विभाग प्रमुख | - सदस्य सचिव |

ख) लेखापरीक्षण समिति

- | | |
|-------------------------------------|--------------|
| १. श्री विलसन मान रंजित, संचालक | - संयोजक |
| २. श्री प्रणव कुमार दास, संचालक | - सदस्य |
| ३. श्री विष्णु प्रसाद नेपाल, संचालक | - सदस्य |
| ४. आन्तरिक नियन्त्रण विभागिय प्रमुख | - सदस्य सचिव |

ग) लगानी, जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोलभेन्सी) समिति

- | | |
|---|--------------|
| १. श्री पानु दत्त पौडेल, संचालक | - संयोजक |
| २. श्री बलराम खनाल, संचालक | - सदस्य |
| ३. श्री श्रवण रावल, प्रमुख कार्यकारी अधिकृत | - सदस्य |
| ४. वित्त विभागिय प्रमुख | - सदस्य सचिव |

घ) दाबी भुक्तानी तथा पुनर्बीमा समिति

- | | |
|---|--------------|
| १. श्री प्रणव कुमार दास, संचालक | - संयोजक |
| २. श्री श्रवण रावल, प्रमुख कार्यकारी अधिकृत | - सदस्य |
| ३. दाबी विभागिय प्रमुख | - सदस्य सचिव |

ङ) सम्पत्ति शुद्धिकरण निवारण समिति

- | | |
|---|--------------|
| १. उपरथी राम बहादुर गुरुङ्ग (अ.प्रा.), संचालक | - संयोजक |
| २. श्री श्रवण रावल, प्रमुख कार्यकारी अधिकृत | - सदस्य |
| ३. परिपालन विभाग प्रमुख | - सदस्य सचिव |

च) जोखिम व्यवस्थापन उप-समिति

- | | |
|---|--------------|
| १. श्री विष्णु प्रसाद नेपाल, संचालक | - संयोजक |
| २. श्री श्रवण रावल, प्रमुख कार्यकारी अधिकृत | - सदस्य |
| ३. जोखिम विभाग प्रमुख | - सदस्य सचिव |

१७) विगत आर्थिक वर्षको कूल व्यवस्थापन खर्चको विवरण :

यस कम्पनीको आ.व. २०७९/८० कूल व्यवस्थापन खर्च रु.३२,२२,०५,५५९/- भएको छ । व्यवस्थापन खर्च तोकिएको सीमा भित्र राखि यसलाई थप मितव्ययी बनाउन प्रयासरत छौं । उक्त व्यवस्थापन खर्चलाई वित्तीय विवरणको अनुसूची ३८ र ४१ मा प्रस्तुत गरिएको छ ।

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

क) साविकको यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लिमिटेडको लेखापरीक्षण समिति

१. श्री विलसन मान रंजित, संचालक	- संयोजक
२. श्री प्रियंका श्रेष्ठ, संचालक	- सदस्य
३. श्री प्रणव कुमार दास, संचालक	- सदस्य
४. परिपालन अधिकृत	- पदेन सदस्य

ख) साविकको अजोड इन्स्योरेन्स लिमिटेड लेखापरीक्षण समिति

१. श्री विष्णु प्रसाद नेपाल, संचालक	- संयोजक
२. श्री सागर गुरुङ्ग, संचालक	- सदस्य
३. श्री पानु दत्त पौडेल, संचालक	- सदस्य
४. आन्तरिक नियन्त्रण विभाग प्रमुख	- सदस्य सचिव

ग) यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड लेखापरीक्षण समिति

१. श्री विलसन मान रंजित, संचालक	- संयोजक
२. श्री प्रणव कुमार दास, संचालक	- सदस्य
३. श्री विष्णु प्रसाद नेपाल, संचालक	- सदस्य
४. आन्तरिक नियन्त्रण विभाग प्रमुख	- सदस्य सचिव

कम्पनीको लेखापरीक्षण समितिका संयोजक तथा सदस्यलाई प्रति बैठक रु.१०,०००/- बैठक भत्ता प्रदान गरिएको छ। सो बाहेक अन्य कुनै सुविधा प्रदान गरिएको छैन।

लेखापरीक्षण समितिले कम्पनी ऐन तथा नेपाल बीमा प्राधिकरणले जारी गरेको निर्देशनको अधीनमा रही कम्पनीको आन्तरिक एवं बाह्य लेखापरीक्षकले लेखापरीक्षणका सन्दर्भमा देखाएका कैफियत एवं सुझावहरूको अध्ययन एवं समीक्षा गर्ने नियमनकारी निकायहरूबाट दिइएका निर्देशनहरूको परिपालन गराउने राय सहित सञ्चालक समिति समक्ष प्रतिवेदन प्रस्तुत गरी आएको छ।

१९) सञ्चालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत श्रेयर्धनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा :
कम्पनीलाई कुनै रकम बुझाउन बाँकी छैन।

२०) संचालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, प्रबन्धक पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाहरूको रकम: यस कम्पनीको आर्थिक वर्ष २०७९/८० सञ्चालक, अन्य समितिका संयोजक, सदस्य, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता, तथा सुविधाको रकम निम्नानुसार रहेको छ :

क्र.स.	विवरण	भुक्तानी रकम (रु.)
१.	सञ्चालक समितिको बैठक भत्ता	१४,५३,०००/-
२.	अन्य समितिको बैठक भत्ता	१०,००,२६९/-
३.	टेलिफोन/मोबाइल/पत्र पत्रिका	१,६०,०००/-
४.	प्रमुख कार्यकारी अधिकृतलाई भुक्तानी गरेको तलब भत्ता	७,९८,७५०/-
५.	प्रबन्धक तथा व्यवस्थापनका पदाधिकारीहरूलाई भुक्तानी गरेको तलब, भत्ता	३,०५,३६,२७३/-

माथि उल्लेखित रकम बाहेक प्रमुख कार्यकारी अधिकृतलाई सवारी साधन सुविधा प्रदान गरिएको छ।

प्रमुख कार्यकारी अधिकृतलाई प्रदान गरिएको तलब भत्ता तथा अन्य सुविधा सम्बन्धमा श्री नेपाल बीमा प्राधिकरणबाट जारी बीमकको कार्यकारी प्रमुखको तलब, भत्ता तथा अन्य सुविधा सम्बन्धी मार्गदर्शन, २०७४ मा भएको व्यवस्था बमोजिमको ढाँचामा निम्नानुसार प्रस्तुत गरेका छौं।

क्र.स.	विवरण	आ.व. २०७५/८० (रु.)
(क)	निश्चित वार्षिक तलब तथा भत्ताहरू	७,९८,७५०/-
(ख)	कार्य सम्पादनमा आधारित पारिश्रमिक	-
	१. कर्मचारी बोनस	-
	२. प्रचलित व्यवस्था अनुसारको सुविधा	-
	३. प्रोत्साहन सुविधा (इन्सेन्टिभ)	-
(ग)	बीमा सम्बन्धी सुविधाहरू	-
	१. कार्यकारी प्रमुखको दुर्घटना बीमा शुल्क	-
	२. कार्यकारी प्रमुख र निजको परिवारको स्वास्थ्य बीमा	-
(घ)	अन्य सुविधाहरू	-
	जम्मा	७,९८,७५०/-

२१) शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांशको रकम :

आ.व. २०७९/८० सम्ममा लाभांश बापत शेयरधनीहरूले बुझिलिन बाँकी रु.१६,२०,७९०/- रहेको छ ।

२२) दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण :

दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण कम्पनीको आ.व. २०७९/८० को वित्तीय विवरणमा उल्लेख गरिएको व्यहोरा जानकारी गराउँदछौं ।

२३) दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको आरोबारको विवरण :

यस कम्पनीको सहायक कम्पनी नभएको र यो कम्पनी कुनै मुख्य कम्पनीको सहायक कम्पनी पनि नभएको हुँदा उपरोक्त दफामा उल्लेख भए बमोजिम कुनै आरोबार नभएको जानकारी गराउँदछौं ।

२४) यस ऐन तथा प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा:

केही नभएको ।

२५) कम्पनी निर्देशिका २०७२ को निर्देशन ८६ बमोजिमको उद्घोषण:

बीमा ऐन २०७९, बीमा नियमावली २०४९, बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका २०७५, नेपाल बीमा प्राधिकरणबाट जारी निर्देशनहरू र कम्पनी ऐन, २०६३ मा भएका कानूनी व्यवस्थाहरूको पूर्ण पालना भएको छ । प्रस्तुत विषयका सम्बन्धमा कम्पनी सदैव सजग र सचेत रहेको छ ।

२६) अन्य आवश्यक कुराहरू :

क) साविकका दुवै कम्पनीको विशेष साधारण सभा सम्बन्धमा:

मिति २०८०१० गते साविक अजोड इन्स्योरेन्स लिमिटेड र यूनाइटेड इन्स्योरेन्स कं.(नेपाल) लि.को विशेष साधारण सम्पन्न भएको र उक्त सभाबाट दुवै कम्पनी एक आपसमा गाभ्ने/गाभिने (Merger) सम्बन्धमा पेश भएका विशेष प्रस्तावहरू पारित भएको र मिति २०८०१०२१४ गतेबाट एकिकृत कारोबार सुरु भएको व्यहोरा जानकारी गराउन चाहन्छौं ।

ख) सल्लाहकार नियुक्त गरेको सम्बन्धमा:

मिति २०८०१०२१२ गते बसेको संयुक्त मर्जर समितिको २२ औं बैठकको निर्णयानुसार दुवै कम्पनी एक आपसमा गाभ्ने/गाभिने सम्बन्धमा भएको अन्तिम सम्झौताको बुँदा नं ११ (ख) मा व्यवस्था भए बमोजिम श्री नेपाल बीमा प्राधिकरणबाट जारी गरिएको बीमक गाभ्ने, गाभिने तथा प्राप्त गर्ने सम्बन्धी निर्देशिका, २०७९ (संशोधन सहित) को १०(६) बमोजिम प्राधिकरणको स्वीकृति लिई दुवै कम्पनीका हालका एक/एक जना संचालकहरूलाई अन्य सञ्चालक सरह सुविधा पाउनेगरी कम्पनीको सल्लाहकारको रूपमा नियुक्त गरिने भन्ने रहेको यस सन्दर्भमा यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको सल्लाहकार नियुक्ति गर्न साविक यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि. बाट श्री रविन्द्र राज पन्त र साविक अजोड इन्स्योरेन्स लिमिटेडबाट श्री चिरञ्जिवी द्वाराई सल्लाहकारमा नियुक्ति गर्न सिफारिस भए बमोजिम मिति २०८०१०२१४ गते बसेको संचालक समितिको प्रथम बैठकबाट श्री रविन्द्र राज पन्त

र श्री चिरञ्जिवी दालाई यस कम्पनीको सल्लाहकारमा नियुक्त गरेको व्यहोरा जानकारी गराउन चाहन्छौं। सल्लाहकारका रूपमा कार्यरत श्री रविन्द्र राज पन्तको मिति २०८०।०२।३२ मा असमायिक निधन भएको हुँदा सल्लाहकार पद एक खाली रहेको व्यहोरा अनुरोध छ।

ग) स्वतन्त्र विज्ञ संचालक नियुक्त गरेको सम्बन्धमा:

मिति २०८०।०२।१८ गते बसेको संचालक समितिको दोस्रो बैठकबाट कम्पनी ऐन २०६३ को दफा ८६(३) र बीमा ऐन, २०७९ को दफा ४ मा व्यवस्था भए बमोजिम ऐ. ऐनको दफा ४९ बमोजिम योग्यता र अनुभव हासिल गर्नु भएका श्री विष्णु प्रसाद नेपाललाई यस कम्पनीको स्वतन्त्र विज्ञ सञ्चालक पदमा नियुक्त गरेको तथा सोको अनुमोदनका लागि यस वार्षिक साधारण सभामा पेश गरेको व्यहोरा जानकारी गराउन चाहन्छौं।

घ) शेयर रजिष्ट्रार नियुक्त गरेको सम्बन्धमा:

धितोपत्र सम्बन्धी ऐन, २०६३ तथा कम्पनीको प्रबन्धपत्र तथा नियमावलीमा व्यवस्था भए बमोजिम मिति २०८०।०२।२५ मा बसेको सञ्चालक समितिको तेस्रो बैठकबाट कम्पनीको शेयर रजिष्ट्रार सम्बन्धी कार्य गर्न श्री नविल इन्भेष्टमेन्ट बैकिङ्ग लिमिटेडलाई नियुक्त गरेको व्यहोरा जानकारी गराउन चाहन्छौं।

ङ) लेखापरीक्षक नियुक्ती सिफारिस सम्बन्धमा:

कम्पनी ऐन, २०६३ को दफा १११(घ) बमोजिम यस कम्पनीको आ.व.२०८०/८१ को बाह्य लेखापरीक्षण (Statutory Audit), विस्तृत लेखापरीक्षण प्रतिवेदन (LFAR), कम्पनी ऐन, २०६३ को दफा ७८ बमोजिमको विवरण प्रमाणीकरण र कर लेखापरीक्षण गर्न मिति २०८०।१०।११ गते बसेको लेखापरीक्षण समितिको १० औं बैठकको सिफारिस बमोजिम श्री जे.बि.राजभण्डारी एण्ड दिविन्स, चार्टर्ड एकाउन्टेन्टस् दरबार मार्ग, काठमाडौंलाई उल्लेखित कार्य गरे बापत पारिश्रमिक रु.५००,०००/- (अक्षरेपी पाँच लाख) मूल्य अभिवृद्धि कर बाहेक प्रदान गर्ने गरी बाह्य लेखापरीक्षक नियुक्त गर्न यस सभा समक्ष सिफारिस गर्दछौं।

धन्यवाद ज्ञापन :

साविकको यूनाइटेड इन्स्योरेन्स कं. (नेपाल) लि. र साविकको अजोड इन्स्योरेन्स लिमिटेडको स्थापना कालदेखि दुबै कम्पनीको मर्जर पश्चात बनेको यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको प्रगति तथा समृद्धिमा सहयोग पुऱ्याउनु हुने नेपाल सरकार, नियमक निकाय नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लिमिटेड, सिडिएस एण्ड क्लियरिङ्ग लिमिटेड, शेयरधनी महानुभावहरू, स्वदेशी र विदेशी बीमा तथा पुनर्बीमा कम्पनीहरू, पुनर्बीमा ब्रोकरहरू, बैंक तथा वित्तीय संस्थाहरू, उद्योगी व्यवसायी, बीमा सभेयर, बीमा अभिकर्ताहरू, सम्बन्धित अन्य संस्थाहरू, कम्पनीको व्यवसाय प्रवर्द्धनमा इमानदारी र लगनशीलताका साथ योगदान दिनुहुने यस कम्पनीका प्रमुख कार्यकारी अधिकृत लगायत सम्पूर्ण कर्मचारीहरू प्रति हार्दिक धन्यवाद ज्ञापन गर्दै भविष्यमा पनि यहाँहरू सबैको पूर्ण सहयोग तथा समर्थन प्राप्त हुनेछ भन्ने विश्वास लिएका छौं।

कम्पनीलाई विश्वास गरी निरन्तर सेवाको अवसर प्रदान गर्नु हुने सम्पूर्ण बीमितहरू प्रति हार्दिक कृतज्ञता ज्ञापन गर्दछौं।

अन्त्यमा, कम्पनीको सभा संचालनमा गहिरो रुचि लिनु भई उपस्थित हुन भएका शेयरधनी महानुभावहरूबाट सभाको कार्यसूचि बमोजिमका प्रस्तावहरू माथि छलफल गरि स्वीकृति प्रदान गर्नु हुन अनुरोध गर्दछु। साथै यहाँहरूबाट रचनात्मक सुझावहरू प्राप्त हुनेछ भन्ने अपेक्षाका साथ यो प्रतिवेदन टुङ्ग्याउने अनुमति चाहन्छु।

धन्यवाद।

आजाद श्रेष्ठ
अध्यक्ष, सञ्चालक समिति

मिति : २०८० साल फाल्गुन ६ गते आईतबार।



M.G.S. & Associates
Chartered Accountants

a member firm of ASNAF Group & SBC Global Alliance



SBC Global
Alliance

***Independent Auditor's Report
to the Shareholders of United Ajod Insurance Limited.***

Opinion

We have audited the Financial Statements of M/s United Ajod Insurance Limited, (*hereinafter referred to as "the Company"*) which comprise Statement of Financial Position as at Ashad 31, 2080 (16th July 2023), Statement of Profit or Loss, Statement of Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year then ended, and summary of significant accounting policies and explanatory information, together with schedules to the financial statements.

In our opinion, the accompanying financial statements read together with significant accounting policies and notes to accounts forming part of accounts present fairly, in all material respects, the financial position of the Company as at Ashad 31, 2080 (16th July 2023), its financial performance, changes in equity and cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRS).

Basis for Opinion

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

Key Audit Matters

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

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



S.N.	Key Audit Matters	Auditor's Response
a)	<p>Claim Incurred: <i>Insurance claim is the major area of expense for the insurance company.</i></p> <p><i>Total claims incurred include paid claims, outstanding (OC) and claims incurred but not (enough) reported (IBN(E)R).</i></p>	<p>We verified operational guidelines of the company relating to claim processing, have performed test of controls, test of details 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 company and the same is further verified from the surveyor's report. For IBNR and IBNER, these cases has been captured by the actuary appointed by the company. The actuarial valuation of liability in respect of claims IBNR and IBENR as at July 16, 2023 is as certified by the company's appointed actuary and we had verified the amounts and the related liability based on such report.</p> <p>Further, we have examined the appropriateness of key assumptions and information provided by the company to the actuary.</p>
b)	<p>Net Earned Premium: <i>Net earned premium is the major area of revenue for the insurance company.</i></p> <p><i>Net premium income is the differential of gross earned premium and reinsurance premium ceded. Gross earned are arrived at after deducting unearned premium reserves from Direct Premium and Facultative Inward Premium. Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date.</i></p> <p><i>Direct Reinsurance premiums comprise the total premiums payable, for the whole cover provided by the insurance contracts entered into the period, which are adjusted for unearned reinsurance premiums.</i></p>	<p>We tested the design, implementation and operating effectiveness of key controls over Revenue Recognition. We verified underwriting documents and premium calculation thereon as per regulatory requirements and internal policies of the company on sample basis along with receipt of the premium. Verified the premium ceded from the treaty or policy slip as the case maybe.</p> <p>Unearned premium reserves and unearned reinsurance premiums, based on 1/365 method, is as certified by the company's appointed actuary. Further, no need for Premium Deficiency Reserve is also certified by the company's appointed actuary.</p>




S.N.	Key Audit Matters	Auditor's Response
c)	<p>Investment valuation, identification and impairment: <i>Investment of the company comprises of investment in fixed deposits of various banks and financial institutions, and in quoted and unquoted ordinary shares of various companies. The valuation of the aforesaid securities has been done in compliance with NFRS 9. The investment in the fixed deposits has been done on Amortized cost, and rest have been valued through Fair Value through other comprehensive income (FVTOCI). The valuation of the investment requires special attention and further in view of the significance of the amount of the investment in the financial statement the same has been considered as Key Audit Matters in our audit.</i></p>	<p>We tested the design implementation and operating effectiveness of key controls over valuation process of investments.</p> <p>Sample checks for actively traded equity shares are performed by us to determine the correctness of the valuation of these investments.</p>
d)	<p>Information Technology General Controls <i>IT controls with respect to recording of transactions, generating various reports in compliance with guidelines from Insurance Authority and other compliances to regulators is an important part of the process. Such reporting is highly dependent on the effective working of Software and other allied systems. We have considered this as key audit matters as any control lapses, validation failures, incorrect input data and wrong extraction of data to the management, shareholders and regulators.</i></p>	<p>Our audit approach regarding Information technology of company is based upon the Information Technology Guidelines, 2076 issued by Insurance Authority and it included:</p> <ul style="list-style-type: none"> • Understanding the feeding of the data in the system and going through the extraction of the financial information and statements from the IT system existing in company • Reviewed the reports generated by the system on sample basis. We verified the premium income/expenses and claim payment in regard to policies issued and claim intimated on test basis.

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

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

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

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



Responsibilities of Auditor for the audit of Financials Statements:

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

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

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

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

Report on Other Legal and Regulatory Requirements

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

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of audit.
2. In our opinion, the financial statements have been prepared in accordance with the provision of Companies Act, 2063 and conform to the books of account of the company.
3. The accounts and records of the company have been maintained as required by the law.
4. To the best of our information and according to the explanations given to us and from our examination of the books of accounts of the company necessary for the purpose of audit, we have not come across cases where the management group or any employees of the company have acted contrary to legal provisions relating to accounts, or committed any misappropriation or caused loss or damage to the company; and



5. We have not come across any fraudulence in accounts, so far as it appeared from our examination of books of accounts.
6. To the best of our knowledge Company has maintained Insurance Fund, catastrophic reserve and other required reserves in line with directives issued by Insurance Board.
7. We did not obtain any information indicating company's activities which is prejudicial to the interest of insured.
8. The company has acted as per the directives of Insurance Board.
9. It appears that all the financial and other information and subject matters which is required to be submitted to the shareholders as per prevalent laws has been provided.
10. We have not come across any action and situation that impair internal control relevant to the Company's operation and fair presentation of the financial statements.
11. The operation of the Company has been found satisfactory.



.....
Mahesh Kumar Guragain, FCA
Partner
MGS & Associates
Chartered Accountants



Date: 2080/10/05

Place: Kathmandu, Nepal

UDIN: 240119CA00125ZXVLG

UNITED AJOD INSURANCE LIMITED

Minimum Disclosure in Directors' Report

A Information related to Non-Life Insurer

Under this title following matters shall be disclosed

- 1 Date of establishment: 15/03/2049
- 2 Insurer licence date: 15/08/2050
- 3 Insurance business type, nature : General Insurance Business
- 4 Date of commencement of business : 15/08/2050
- 5 Company commenced its joint operation from 14/02/2080 after merger with Ajod Insurance Limited.

B Insurer's Board of Directors have approve following matters

- 1 Tax, service charges, fine and penalties to be paid under laws & regulation has been paid.
- 2 Share structure of the insurer is in line with prevailing laws & regulation
- 3 Solvency ratio as prescribed by Nepal Insurance Authority is maintained.
- 4 a) Assets presented in SOFP are not overstated than it's fair value.
b) Measurement basis of the assets are disclosed in Accounting Policies
- 5 Investment made are in line with prevailing laws.
- 6 Number of claim settled within the year 2079-80 is 5,362. The number of outstanding claims as at Ashad 31st, 2080 is 13,963 . The time frame to settle the outstanding claims is 2 to 3 months.
- 7 Provision of Insurance Act 2079, Insurance Regulation, Company Act 2063, NFRSs and other prevailing laws & regulation has been complied
- 8 Appropriate accounting policy has been consistently adopted unless disclosed.
- 9 Financial Statements as at Reporting Date are presented true & fairly.
- 10 Board of Directors have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
- 11 Financial Statements have been prepared based on going concern basis.
- 12 Internal control system is commensurate with the size, nature & volume of the business.
- 13 Company has not conducted any transactions contrary to Insurance Act, 2079, Insurance Regulation, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.

UNITED AJOD INSURANCE LIMITED

Statement of Financial Position

As at 16th July, 2023 (Ashad End 2080)

Fig in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	177,375,551	1,190,000
Property and Equipment	5	146,360,734	30,193,395
Investment Properties	6	-	-
Deferred Tax Assets	7	-	48,024,896
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	4,354,762,940	2,146,051,455
Loans	11	7,210,487	7,366,879
Reinsurance Assets	12	2,147,994,217	803,862,295
Current Tax Assets	21	145,058,906	148,400,599
Insurance Receivables	13	250,838,891	234,997,463
Other Assets	14	289,831,064	100,416,157
Other Financial Assets	15	198,124,397	67,584,276
Cash and Cash Equivalent	16	153,023,077	80,835,764
Total Assets		7,870,580,265	3,668,923,180
Equity & Liabilities			
Equity			
Share Capital	17(a)	1,904,568,000	1,028,160,000
Share Application Money Pending Allotment	17(b)	-	-
Share Premium	17(c)	-	66,098,605
Special Reserves	17(d)	797,125,439	-
Catastrophe Reserves	17(e)	33,645,949	8,443,436
Retained Earnings	17(f)	157,908,474	7,941,535
Other Equity	17(g)	684,519,173	500,600,597
Total Equity		3,577,767,035	1,611,244,173
Liabilities			
Provisions	18	121,088,122	60,950,544
Gross Insurance Contract Liabilities	19	3,215,761,419	1,591,076,210
Deferred Tax Liabilities	7	14,650,717	-
Insurance Payable	20	452,537,891	206,003,781
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	123,907,792	92,121,566
Other Financial Liabilities	24	364,867,289	107,526,907
Total Liabilities		4,292,813,230	2,057,679,007
Total Equity and Liabilities		7,870,580,265	3,668,923,180

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Mahesh Kumar Guragain
For MGS & Associates
Chartered Accountants

Date : 2080/10/04
Place : Kathmandu

UNITED AJOD INSURANCE LIMITED

Statement of Profit or Loss

For Period 17th July, 2022 - 16th July, 2023
 (For the Year Ended Ashad 2080)

Fig in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	1,690,991,687	1,416,719,755
Premiums Ceded	26	966,587,899	817,328,228
Net Earned Premiums		724,403,787	599,391,528
Commission Income	27	204,912,966	160,793,687
Other Direct Income	28	6,966,261	7,028,306
Income from Investments & Loans	29	217,012,420	165,286,558
Net Gain/ (Loss) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	-	-
Other Income	32	2,502,657	903,992
Total Income		1,155,798,091	933,404,070
Expenses:			
Gross Claims Paid	33	839,452,535	691,143,660
Claims Ceded	33	-416,394,886	-329,271,927
Gross Change in Contract Liabilities	34	-73,033,401	43,869,463
Change in Contract Liabilities Ceded to Reinsurers	34	15,523,693	-49,962,038
Net Claims Incurred		365,547,941	355,779,157
Commission Expenses	35	54,921,204	27,627,188
Service Fees	36	5,006,607	7,595,609
Other Direct Expenses	37	3,126,294	3,276,423
Employee Benefits Expenses	38	243,345,544	222,662,398
Depreciation and Amortization Expenses	39	32,609,228	7,348,769
Impairment Losses	40	66,092,494	5,908,818
Other Operating Expenses	41	78,860,016	76,185,696
Finance Cost	42	7,682,250	-
Total Expenses		857,191,576	706,384,057
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		298,606,515	227,020,013
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		298,606,515	227,020,013
Income Tax Expense	43	113,471,569	68,651,674
Net Profit/(Loss) For The Year		185,134,946	158,368,338
Earning Per Share	51	-	-
Basic EPS		15.58	15.40
Diluted EPS		-	-

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Mahesh Kumar Guragain
For MGS & Associates
Chartered Accountants

Date : 2080/10/04
Place : Kathmandu

UNITED AJOD INSURANCE LIMITED

Statement of Other Comprehensive Income

For Period 17th July, 2022 - 16th July, 2023

(For the Year Ended Ashad 2080)

Fig in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/(Loss) For the Year		185,134,945.62	158,368,338
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		370,998,343	-50,589,931
Revaluation of Property and Equipment/ Goodwill & Intangible Assets			
Remeasurement of Post-Employment Benefit Obligations		-4,894,327	-3,874,610
Share of other comprehensive income of associates accounted for using the equity method	9		
Income Tax Relating to Above Items		-109,831,205	16,339,362
Total Other Comprehensive Income For the Year, Net of Tax		256,272,811	-38,125,179
Total Comprehensive Income For the Year, Net of Tax		441,407,757	120,243,160

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Mahesh Kumar Guragain
For MGS & Associates
Chartered Accountants

Date : 2080/10/04
Place : Kathmandu

UNITED AJOD INSURANCE LIMITED

Statement of Changes In Equity For Period 17th July, 2022 - 16th July, 2023 (For the Year Ended Ashad 2080)

Previous Year

Fig in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserve	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserve	Insurance Fund Including Insurance Reserves	Fair Value Reserve	Actuarial Reserves	Deferred Tax Reserve	Merger Reserve	Total
Balance as on Shrawan 1, 2078	1,028,160,000	-	-	66,098,605	-52,839,769	-	-	-	-	-	400,946,725	38,815,342	-9,405,646	20,679,591	-	1,492,454,849
Prior period adjustment																
Restated Balance as at Shrawan 1, 2078	1,028,160,000	-	-	66,098,605	-52,839,769	-	-	-	-	-	400,946,725	38,815,342	-9,405,646	20,679,591	-	1,492,454,849
Profit/(Loss) For the Year	-	-	-	-	158,368,338	-	-	-	-	-	-	-	-	-	-	158,368,338
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-38,125,179	-	-	-	-	-	-	-	-	-	-	-38,125,179
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/ Goodwill & Intangible Assets	-	-	-	-	50,589,931	-	-	-	-	-	-	-50,589,931	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	3,874,610	-	-	-	8,443,437	-	76,683,819	-	-3,874,610	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	-85,127,255	-	-	-	-	-	-	-	-	-	-	-
Transfer to Deferred Tax Reserves	-	-	-	-	-27,345,305	-	-	-	-	-	-	-	27,345,305	-	-	-
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	-	-	-	-	-1,453,838	-	-	-	-	-	-	-	-	-	-	-1,453,838
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh end, 2079	1,028,160,000	-	-	66,098,605	7,941,533	-	-	-	8,443,437	-	477,630,544	-11,774,589	-13,280,256	48,024,896	-	1,611,244,171
Balance as on Shrawan 1, 2079	1,028,160,000	-	-	66,098,605	7,941,533	-	-	-	8,443,437	-	477,630,544	-11,774,589	-13,280,256	48,024,896	-	1,611,244,171
Prior period adjustment	-	-	-	-	-16,000	-	-	-	-	-	-	-	-	-	-	-16,000
Restated Balance as at Shrawan 1, 2079	1,028,160,000	-	-	66,098,605	7,925,533	-	-	-	8,443,437	-	477,630,544	-11,774,589	-13,280,256	48,024,896	-	1,611,228,171
Transfer from Acquisition of Ajod Insurance	-	-	-	-	53,678,425	-	227,238,612	349,600,000	20,584,573	1,112,542	-	5,041,936	-	48,489,030	-	705,745,118
Profit/(Loss) For the Year	-	-	-	-	185,134,946	-	-	-	-	-	-	-	-	-	-	185,134,946

Continue...

Fig in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserve	Catastrophe Reserves	Corporate Social Responsibility Reserve	Insurance Fund Including Insurance Reserves	Fair Value Reserve	Actuarial Reserves	Deferred Tax Reserve	Merger Reserve	Total
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/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	-100,078,166	4,607,689	92,153,777	-	4,607,689	3,316,700	-	3,532,377	-3,426,029	-7,516,453	-	259,698,840
Transfer of Insurance Fund	-	-	-	-	-827,391	-	477,630,544	-	-	-	-477,630,544	-	-	-	-	-3,426,029
Transfer to Deferred Tax Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	827,391	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Revalued Property and Equipment	-	-	-	-	90,205	-	102,505	-	10,251	2,050	-	-	-	-	-	205,010
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-	-	-	-	-	-3,113,339	-	-	-	-	-	-3,113,339
CSR Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of Share Premium	-	-	-	-66,088,605	66,088,605	-	-	-	-	-	-	-	-	-	-	-
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	51,408,000	-	-	-	-51,408,000	-	-	-	-	-	-	-	-	-	-	825,000,000
ii) Share Issue	825,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-2,705,684	-	-	-	-	-	-	-	-	-	-	-2,705,684
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh end, 2080	1,904,568,000	-	-	-	157,908,473	33,645,949	797,125,439	349,600,000	33,645,949	1,317,953	-	256,498,564	-12,722,208	89,824,864	-	3,577,767,033

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Bairam Khanal
Director

Mr. Wilson Man Ranjit
Public Director

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Mahesh Kumar Guragain
For MGS & Associates
Chartered Accountants

Date : 2080/10/04
Place : Kathmandu

UNITED AJOD INSURANCE LIMITED

Statement of Cash Flows

For Period 17th July, 2022 - 16th July, 2023
 (For the Year Ended Ashad 2080)

Fig in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	1,654,646,419	1,579,973,764
Reinsurance Commission Received	211,981,816	225,454,504
Claim Recovery Received from Reinsurers	416,394,886	419,599,679
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		
Other Direct Income Received	(319,955,027)	(29,707,072)
Others (to be specified)		
Cash Paid		
Gross Benefits and Claims Paid	(839,452,535)	(510,677,335)
Reinsurance Premium Paid	246,534,110	(911,031,085)
Commission Paid	(63,918,099)	(30,710,557)
Service Fees Paid	(13,351,797)	(15,799,738)
Employee Benefits Expenses Paid	(210,144,263)	(277,274,135)
Other Expenses Paid	270,404,171	(92,341,415)
Other Direct Expenses Paid	-	-
Others (to be specified)	-	-
Income Tax Paid	-	-
Net Cash Flow From Operating Activities [1]	1,353,139,681	357,486,609
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(2,021,551)	(1,400,000)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(148,340,567)	(17,577,747)
Proceeds From Sale of Property & Equipment	-	36,111
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	-	(119,092,139)
Proceeds from Sale of Equity Instruments	-	768,891
Purchase of Mutual Funds	-	(5,000,000)
Proceeds from Sale of Mutual Funds	-	11,902,385
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	-	(18,955,000)
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits	(1,557,065,230)	(1,347,150,000)
Maturity of Deposits	-	426,578,500
Loans Paid	-	-
Proceeds from Loans	156,391	2,926,000

Continue...

Fig in NPR

Particulars	Current Year	Previous Year
Rental Income Received	-	-
Proceeds from Finance Lease	-	-
Interest Income Received	213,574,683	212,730,928
Dividend Received	1,446,448	2,697,056
Others (to be specified)	-	-
Total Cash Flow From Investing Activities [2]	(1,492,249,825)	(851,535,016)
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	(2,705,684)	(7,192,486)
Dividend Distribution Tax Paid	-	-
Others (to be specified)	-	-
Total Cash Flow From Financing Activities [3]	(2,705,684)	(7,192,486)
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(141,815,828)	(501,240,891)
Cash & Cash Equivalents At Beginning of The Year/Period	294,838,906	796,079,795
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	153,023,077	294,838,904
Components of Cash & Cash Equivalents		
Cash In Hand	6,891	8,082,325
Cheque in Hand	-	14,596,756
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	153,016,186	272,159,823

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Mahesh Kumar Guragain
For MGS & Associates
Chartered Accountants

Date : 2080/10/04
Place : Kathmandu

UNITED AJOD INSURANCE LIMITED

Statement of Distributable Profit or Loss

For Period 17th July, 2022 - 16th July, 2023

(For the Year Ended Ashad 2080)

Fig in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	7,925,533	(52,839,769)
Transfer from OCI reserves to retained earning in current year	-	158,368,338
Net profit or (loss) as per statement of profit or loss	185,134,946	(38,125,179)
Appropriations:		
i) Transfer to Insurance Fund	-	-
ii) Transfer to Special Reserve	(92,153,777)	-
iii) Transfer to Catastrophe Reserve	(4,607,689)	(8,443,436)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(3,316,700)	-
vi) Transfer to/from Regulatory Reserve	-	-
vii) Transfer to Fair Value Reserve	-	50,589,931
viii) Transfer of Deferred Tax Reserve	(827,391)	(27,345,305)
ix) Transfer to OCI reserves due to change in classification	-	-
x) Transfer from Ajod Insurance	53,678,425	-
xi) Transfer on Disposal of Shares	90,205	2,420,772
xii) Transfer on Share Premium	66,098,605	-
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	(174,600,000)	-
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	-	-
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	(54,113,684)	-
xiv) Deduction as per Sec 17 of Financial directive	-	-
xiv) Deduction as per Sec 18 of Financial directive	-	-
xv) Others (to be specified)	-	-
Adjusted Retained Earning	(16,691,527)	84,625,352
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	-	-
Add: Transfer from Capital adjustment reserve	349,600,000	-
Total Distributable Profit/(loss)	332,908,473	84,625,352

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Mahesh Kumar Guragain
For MGS & Associates
Chartered Accountants

Date : 2080/10/04
Place : Kathmandu

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

For the year ended Ashad 31, 2080 (16th July, 2023)

1 General Information

United Ajod Insurance Limited (Former United Insurance Co. (Nepal) Ltd.) (herein after referred to as the 'Company') was incorporated on 15/03/2049 and operated as general insurance company after obtaining license on 15/08/2050 under the Insurance Act 2049.

The registered office of the Company is located at CTC mall, Bagdurbar Marga, Sundhara, Kathmandu, Nepal . The Company's shares are listed on Nepal Stock Exchange.

The Company commenced its joint operation after merger with Ajod Insurance Ltd. from 14th Jestha,2080.

2 Basis of Preparation

(a) Statement of Compliance

The Financial Statements have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB), as per the provisions of The Nepal Chartered Accountants Act, 1997. These confirm, in material respect, to NFRS as issued by the Nepal Accounting Standards Board. 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.

(b) 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 & 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 & services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, 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 measurement in its entirety, which are described as follows:

- **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.

(c) Use of Estimates

The preparation of these Financial Statements in conformity with NFRS requires management to make estimates, judgements and assumptions. These estimates, judgments and assumptions affect the reported balances 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 years 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.

(d) 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.

(e) Going Concern

The financial statements are prepared on a going concern basis. The Board of Directors have considered a wide range of information relating to present and future conditions, including future projections of pro fitability, 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 operations of it.

(f) Changes 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 flows.

(g) Recent Accounting Pronouncements

A number of new standards and amendments to the existing standards and interpretations have been issued by ASB but its' effective date is yet to incept, hence the company has not adopted those standards.

Standards issued but not yet effective up to the date of issuance of the financial statements are set out below. The Company will adopt these standards after these standards are mandatorily effective.

NFRS 17- Insurance Contracts

IFRS 17 Insurance Contracts was issued by the IASB on 18 May 2017 and has a mandatory effective date of annual periods beginning on or after 1 January 2022. It supersedes IFRS 4 Insurance Contract. IFRS 17 with corresponding effective date has not been endorsed by Accounting Standard Board (ASB) Nepal to be implemented from July 17, 2023. The management is still assessing the potential impact on its financial statements, if IFRS 17 is applied in future.

(h) Carve-outs : NA

3 Significant Accounting Policies

This note provides a list of the significant policies adopted in the preparation of these Financial Statements.

(a) Property, Plant and Equipment (PPE)

i) Recognition

Freehold land is carried at historical cost and other items of property, plant 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 recognised 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 derecognised 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 asset, 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 recognised in other comprehensive income and accumulated in equity under the heading of revaluation reserve. However, the increase is recognised in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit and loss. A decrease in the carrying amount as a result of revaluation, is recognised in profit or loss. However, the decrease is recognised 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 on Property, Plant and Equipment other than Freehold Land i.e. the Company's Freehold Building, Plant & Machinery, Vehicles & Other Assets is provided on 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, Plant and Equipment based on DBM (except mentioned as SLM) is categorised as stated below:

List of Asset Categories	Rate of Depreciation (In %) for DBM
Land	Not Applicable
Buildings	Not Applicable
Leasehold Improvement	Over useful life of assets in SLM basis
Furniture & Fixtures	25%
Computers and IT Equipments	25%
Office Equipment	25%
Vehicles	20%
Other Assets	15%

iv) Derecognition

An item of Property, Plant and Equipment is derecognized upon 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, Plant 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

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) 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.

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.

Amortisation is recognised in income statement on diminishing balance method from the date that it is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortisation period and the amortisation 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 amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit or loss.

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

List of Asset Categories	Rate of Depreciation (In %) for DBM
Softwares	20%
Licences	NA
Others (to be specified)	NA

iii) Derecognition

An Intangible Asset is derecognised 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 recognised 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 capitalised 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 derecognised 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 recognised in the statement of profit or loss in the year of retirement or disposal.

Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to PPE, the deemed cost for subsequent accounting is the fair value at the date of change in use. If PPE becomes an 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 Equivalents includes Cash 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 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 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 statement of other comprehensive income.

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

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. These financial assets are measured at fair value and changes are taken to statement of profit or loss.

iii) De-Recognition

A Financial Asset is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Asset. 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 a group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result 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.

Expected Credit Loss for Impairment of Financial Assets is applicable after implementation of NFRS 9

In accordance with NFRS 9 "Financial Instrument", the Company uses 'Expected Credit Loss' (ECL) Model, for evaluating impairment of Financial Assets other than those measured at Fair Value through Profit or Loss (FVTPL).

Expected Credit Losses are measured through a loss allowance at an amount equal to:

The 12-months Expected Credit Losses (Expected Credit Losses that result from those default events on the Financial Instrument that are possible within 12 months after the reporting date); or

Full Lifetime Expected Credit Losses (Expected Credit Losses that result from all possible default events over the life of the Financial Instrument)

For other assets, the Company uses 12 months Expected Credit Losses to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk Full Lifetime ECL is used.

(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 recognised amounts and there is an intention to settle on a net basis or realise 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 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) **Insurance Fund:** The Company has allocated insurance fund for the amount which is 50% of the net pro fit every year as per Regulator's Directive.
- iii) **Catastrophe Reserves:** The Company has allocated catastrophe reserve for the amount which is 10% of the net pro fit for the year as per Regulator's Directive.
- iv) **Fair Value Reserves:** 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) **Regulatory Reserves:** Reserve created out of net profit in line with different circulars issued by regulatory authority.
- vi) **Actuarial Reserves:** Reseserve 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.
- vii) **Cashflow Hedge Reserves:** Is the exposure to variability in cash flows that is attributable to a particular risk associated with all or a component of a recognized asset or liability or a highly probable forecast transaction, and could affect profit or loss. Reserve represent effective portion of the gain or loss on the hedging instrument recognized in other comprehensive income.
- viii) **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.
- ix) **Other Reserves:** Reserve other than above reserves, for e.g. deferred tax reserve, others (to be specified)

(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 non-life 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 pro fit 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 obligations in the Statement of Financial Position.

ii) Post - Employment Benefits

- Defined Contribution Plan

The Company pays Provident Fund contributions to publicly administered Provident 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 Expense 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 recognises 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 recognises 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 Earned Premiums

Gross Earned Premiums are arrived at after deducting unearned premium reserves from Direct Premium and Premiums on Reinsurance Accepted. Direct premiums comprise the total premiums receivable for the whole period of cover provided by contracts entered into during the reporting period. They are recognised on the date on which the policy commences.

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 daily pro rata basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

ii) 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 pro fit or loss have been presented as negative items within premiums and net claims, respectively, because this is consistent with how the business is managed.

iii) Commission Income

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

iv) Investment income

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

Investment income also includes dividends when the right to receive payment is established.

v) Net realised gains and losses

Net realised 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 amortised cost and are recorded on occurrence of the sale transaction.

(n) Product Classification

Insurance contracts are those contracts when the Company (the insurer) has accepted significant insurance risk from another party (the policyholders) by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. As a general guideline, the Company determines whether it has significant insurance risk by comparing benefits paid with benefits payable if the insured event did not occur. Insurance contracts can also transfer financial risk.

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

- i) Fire Portfolio - Fire 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 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.

(o) 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 are 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.

(p) 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.

(q) Leases

Finance Leases

Leases in which the Company has substantial portion of the risks and rewards of ownership are classified as Finance Leases. Assets acquired under Finance Leases are capitalised at the lower of the Fair Value of the Leased Assets at the inception of the Lease Term & the Present Value of Minimum Lease Payments. Lease Payments are apportioned between the Finance charge and the reduction of the outstanding liability. The Finance Charge is allocated to periods during the Lease Term at a constant periodic Rate of Interest on the remaining balance of the liability.

Operating Lease

Leases in which the Company doesn't have substantial portion of the risks and rewards of ownership are classified as Operating Leases. Payment made under Operating Leases are charged to Statement of Pro fit & Loss on a Straight Line Basis.

(r) 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 differences between the carrying amounts of Assets & 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 & Liabilities and their carrying amount in Financial Statements, except when the Deferred Income Tax arises from the initial recognition of goodwill, an Asset or Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profits or 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 differences 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 differences.

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.

(s) 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 expense.

Provisions for Contingent Liability are recognized in the books as 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.

(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.

(t) 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.

(u) Earnings Per Share

Basic Earning 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 earning per share, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

(v) 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.

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

4 Goodwill & Intangible Assets

Particulars	Softwares	Goodwill	Others to be Specify	Total
Gross carrying amount				
As at Shrawan 1, 2078	2,140,000	-	-	2,140,000
Additions during the year		-	-	-
Acquisition		-	-	-
Internal Development		-	-	-
Business Combination(to be Specified)		-	-	-
Disposals during the year		-	-	-
Revaluation/Adjustment		-	-	-
Balance as at Ashadh 32, 2079	2,140,000	-	-	2,140,000
Additions during the year	-	-	-	-
Acquisition	1,000,000	-	-	1,000,000
Internal Development	-	-	-	-
Acquired In Business Combination from Ajod Insurance	1,123,828	174,600,000	-	175,723,828
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 31, 2080	4,263,828	174,600,000	-	178,863,828
Accumulated amortization and impairment				
As at Shrawan 1, 2078	514,000	-	-	514,000
Additions during the year	436,000	-	-	436,000
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32, 2079	950,000	-	-	950,000
Additions during the year	538,277	-	-	538,277
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31, 2080	1,488,277	-	-	1,488,277
Capital Work-In-Progress				
As on Shrawan 1, 2078	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-
Net Carrying Amount				
As on Ashadh 32, 2079	1,190,000	-	-	1,190,000
As on Ashadh 31, 2080	2,775,551	174,600,000	-	177,375,551

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

5 Property and Equipment

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture and Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As on Shrawan 1, 2078	-	-	15,919,384	12,222,108	15,603,638	13,253,789	36,182,980	3,131,240	96,313,139
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	1,916,353	1,533,041	2,715,934	1,065,155	4,000,000	-	11,230,483
Capitalization	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-2,194,159	-	-2,194,159
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	17,835,737	13,755,149	18,319,572	14,318,944	37,988,820	3,131,240	105,349,462
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	522,978	1,061,657	1,484,513	1,412,989	7,010,531	-	11,492,668
Acquired in Business Combination from Ajod Insurance	-	-	-	21,443,964	8,084,356	4,736,242	21,484,424	-	55,748,986
Capitalization	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-5,974,602	-	-5,974,602
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	18,358,715	36,260,770	27,888,441	20,468,176	60,509,173	3,131,240	166,616,515
Accumulated depreciation and impairment									
As on Shrawan 1, 2078	-	-	9,890,552	10,180,547	11,238,083	10,519,723	26,386,015	2,109,639	70,324,559
Additions during the year	-	-	1,222,767	447,646	1,701,244	962,866	2,425,006	153,240	6,912,769
Disposals during the year	-	-	-	-	-	-	-2,081,261	-	-2,081,261
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	11,113,318	10,628,193	12,939,327	11,482,589	26,729,761	2,262,880	75,156,068
Additions during the year	-	-	1,108,309	1,752,070	1,874,553	1,044,654	2,569,297	130,254	8,479,136
Disposals during the year	-	-	-	-	-	-	-1,985,470	-	-1,985,470

Continue...



Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture and Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	12,221,627	12,380,262	14,813,880	12,527,243	27,313,588	2,393,134	-
Capital Work-in-Progress									
As on Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-	-	-	-	-	-
Net Carrying Amount									
As on Ashadh 32, 2079	-	-	6,722,419	3,126,956	5,380,245	2,836,355	11,259,060	868,360	30,193,395
As on Ashadh 31, 2080	-	-	6,137,088	23,880,508	13,074,561	7,940,933	33,195,586	738,106	84,966,781
Right-of-Use Assets (after Implementation of NFRS 16)									
Gross carrying amount									
As on Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	84,985,768	-	-	-	-	-	-	84,985,768
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	84,985,768	-	-	-	-	-	-	-

Continue...

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture and Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Accumulated depreciation									
As on Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	23,591,815	-	-	-	-	-	-	23,591,815
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	23,591,815	-	-	-	-	-	-	-
Net Carrying Amount	-	-	-	-	-	-	-	-	-
As on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
As on Ashadh 31, 2080	-	61,393,953	-	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-	-	-	-
As on Ashadh 32, 2079	-	-	6,722,419	3,126,956	5,380,245	2,836,355	11,259,060	868,360	30,193,395
As on Ashadh 31, 2080	-	61,393,953	6,137,088	23,880,508	13,074,561	7,940,933	33,195,586	738,106	146,360,734

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Capital Work-In-Progress			
As on Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as on Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as on Ashadh 31, 2080	-	-	-
Net Carrying Amount			
Net Balance As At Ashad 31, 2079	-	-	-
Net Balance As At Ashad 31, 2080	-	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

(i) Amounts recognised in statement of 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 generated rental income	-	-
Profit from investment properties before depreciation	-	-
Depreciation charge	-	-
Profit from investment properties	-	-

(ii) Fair value of investment properties

Particulars	Current Year	Previous Year
Land	-	-
Building	-	-
Total	-	-

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 :

- i) 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,
- ii) discounted cash flow projections based on reliable estimates of future cash flows,
- iii) 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 deteremined byThe main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transcatons and industry data.

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

(iv) Contractual obligations

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

7 Deferred Tax Assets/(Liabilities)

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Googwill & Intangible Assets	-	-	-	-	-	-
Property and Equipment	-18,983,746	-	-18,983,746	-438,317	-	-438,317
Financial Assets at FVPTL	-	-	-	-	-	-
Financial Assets at FVTOCI	-	-109,927,956	-109,927,956	-	3,532,377	3,532,377
Provision for Leave	22,170,711	-	22,170,711	4,277,338	-	4,277,338
Provision for Gratuity	7,702,068	5,452,375	13,154,443	-50,702	3,984,077	3,933,375
Impairment Loss on Financial Assets	-	-	-	2,128,545	-	2,128,545
Impairment Loss on Other Assets	-	-	-	-	-	-
Unearned Premiums Reserve	3,870,156	-	3,870,156	6,103,212	-	6,103,212
Premium Deficiency Reserve	-	-	-	-	-	-
IBNR and IBNER Claims	9,004,326	-	9,004,326	15,948,128	-	15,948,128
Margin For Adverse Deviation	-	-	-	-	-	-
Reinsurance Commission Income	59,165,769	-	59,165,769	16,978,930	-	16,978,930
Agent Commission	-8,719,809	-	-8,719,809	-3,756,884	-	-3,756,884
Reinsurance Commission Expense	-7,110,073	-	-7,110,073	-681,806	-	-681,806
Carry forward of unused tax losses	-	-	-	-	-	-
Changes in tax rate	-	-	-	-	-	-
Lease Liability	22,725,462	-	22,725,462	-	-	-
Total	89,824,864	-104,475,581	-14,650,717	40,508,443	7,516,453	48,024,896
Deferred Tax Asstes	89,824,864	-104,475,581	-	40,508,443	7,516,453	48,024,896
Deferred Tax Liabilities	-	-	14,650,717	-	-	-

Movements in deferred tax Assets / (Liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	40,508,443	7,516,453	48,024,896	29,502,500	(8,822,909)	20,679,591
Transfer From Ajod Insurance	48,489,030	(2,160,830)	46,328,201	-	-	-
Charged/(Credited) to Statement of Profit or Loss	827,391	-	827,391	11,005,943	-	11,005,943
Charged/(Credited) to Other Comprehensive Income	-	(109,831,205)	(109,831,205)	-	16,339,362	16,339,362
As at Ashadh 31, 2080	89,824,864	(104,475,581)	(14,650,717)	40,508,443	7,516,453	48,024,896

8 Investment in Subsidiaries

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

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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.	-	-

9 Investment in Associates

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

Investment in Quoted Associates

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equit Method	Cost	Fair Value	(or) Equit 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	-	-	-	-	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

Investment in Unquoted Associates

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equit Method	Cost	Fair Value	(or) Equit 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	-	-	-	-	-	-

Information Relating to Associates

Particulars	Current Year	Previous Year
Name	-	-
Place of Business	-	-
Accounting Method	-	-
% of Ownership	-	-
Current Assets	-	-
Non-Current Assets	-	-
Current Liabilities	-	-
Non-Current Liabilities	-	-
Income		
Net Profit or Loss	-	-
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
Company's share of profits		
Net Profit or Loss	-	-
Other Comprehensive Income	-	-

10 Investments

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost	3,613,625,205	1,920,103,000
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	206,612,000	61,803,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	2,937,885,000	1,639,300,000
v) Fixed Deposits in Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	374,500,000	188,500,000
vii) Fixed Deposits in "C" Class Financial Institutions	55,000,000	30,500,000
viii) Citizen Investment Plan	39,628,205	-
Less: Impairment Losses	-	-
Investments at FVTOCI	741,137,735	225,948,455
i) Investment in Equity Instruments (Quoted)	692,724,326	43,908,496
ii) Investment in Equity Instruments (Unquoted)	9,560,000	163,011,800
iii) Investment in Mutual Funds	38,853,409	19,028,159
iv) Investment in Debentures	-	-
v) Others (to be Specified)	-	-
Investments at FVTPL	-	-
i) Investment in Equity Instruments (Quoted)	-	-
ii) Investment in Equity Instruments (Unquoted)	-	-
iii) Investment in Mutual Funds	-	-
iv) Investment in Debentures	-	-
v) Others (to be Specified)	-	-
Total	4,354,762,940	2,146,051,455

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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 Deposit with "B" Class Financial Institutions	-	-
Fixed Deposit with "C" Class Financial Institutions	-	-
Others (to be Specified)	-	-
Total	-	-

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	2,937,885,000	1,639,300,000
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposit with "B" Class Financial Institutions	374,500,000	188,500,000
Fixed Deposit with "C" Class Financial Institutions	55,000,000	30,500,000
Others (to be Specified)	-	-
Total	3,367,385,000.00	1,858,300,000

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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 Investment Bank Limited	6,253,457	6,566,451	-	-
Nepal Telecom Limited	19,831,089	15,785,501	-	-
Civil Laghu Bitta Sanstha	21,361,006	12,069,278	-	-
Kamana Sewa Bikas Bank Limited	228,059	141,591	-	-
Lumbini Bikas Bank Limited	5,234,038	3,719,065	-	-
Riddi Power Company Limited	3,318,244	1,581,930	-	-
Siddhartha Bank Limited	433,610	404,294	-	-
Prime Commercial Bank Limited	784,508	561,990	-	-
Nepal Investment Mega Bank Limited	511,836	264,524	-	-
Machapuchre Bank Limited	5,105,857	3,230,133	-	-
Citizens Bank Limited	1,962,207	977,150	-	-
Nepal Bank Limited	2,474,101	1,447,686	-	-
Garima Bikas Bank Limited	3,021,483	2,654,370	-	-
Multi Purpose Finance Company Limited	2,207,843	1,905,500	-	-
Manjushree Finance Limited	3,557,976	2,750,000	-	-
Hydro Investment and Development Company Limited	1,782,470	966,000	-	-
Upper Tama Koshi Hydro Power Limited	5,381,467	3,136,126	-	-
Multi Purpose Finance Company Limited (Promoter Shares)	20,324,018	20,324,018	-	-
Reliable Venture Capital (Promoter Shares)	30,000,000	30,000,000	-	-
Peoples Energy Limited (Promoter Shares)	30,000,000	30,000,000	-	-
Nepal Reinsurance Company Limited (Promoter Shares)	161,816,800	554,238,720	-	-
Investment in Equity Instruments (Unquoted)				
Insurance Institute Nepal 47,800 Promoter shares of Rs 100 Each	9,560,000	9,560,000	-	-
Investment in Mutual Funds				
NMB 50 Mutual Fund	1,000,025	1,050,000	-	-
NIC Balance Fund	1,000,025	933,000	-	-
Laxmi Equity Fund	31,154	30,688	-	-
Laxmi Unnati Kosh	533,497	497,201	-	-
Nabil Balanced Fund - 2	1,941,298	1,774,168	-	-
Nabil Equity Fund	487,127	488,207	-	-
NIBL Pragati Fund	198,628	193,035	-	-
NIC Asia Growth Fund	232,165	228,953	-	-
NMB Hybrid Fund L- 1	667,576	729,469	-	-
Sanima Equity Fund	2,316,313	2,571,220	-	-
Siddhartha Equity Fund	3,545,093	3,284,469	-	-
Sunrise First Mutual Fund	1,012,676	1,108,000	-	-
Nabil Balanced Fund - 2	500,572	440,000	-	-
NIBL Samridhi Fund -2	5,000,000	4,555,000	-	-
NIBL Growth Fund	500,000	532,000	-	-
Sunrise Focused Equity Fund	500,000	484,000	-	-
Prabhu Smart Fund	500,000	495,000	-	-
Kumari Equity Fund	2,000,000	2,034,000	-	-
Prabhu Select Fund	2,500,000	2,212,500	-	-
Mega Mutual Fund -1	2,500,000	1,997,500	-	-
NMB Saral Bachat Fund-E	95,000	950,000	-	-
Kumari Dhanabridhi Yojana	2,500,000	2,510,000	-	-
Global IME Balance Fund 1	2,500,000	2,335,000	-	-
Sunrise Focused Equity Fund	2,500,000	2,420,000	-	-
Kumari Sunaulo Lagani Yojana	1,500,000	1,500,000	-	-
Siddhartha Investment Growth Scheme 3	2,000,000	2,000,000	-	-
Citizens Super 30	1,500,000	1,500,000	-	-
Total	374,711,216	741,137,736	-	-

d) The company has earmarked investments amounting to NPR 3,367,385,000 To Nepal Insurance Authority

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

11 Loans

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	7,210,487	7,366,879
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	7,210,487	7,366,879

a) Expected repayment of loan within 12 months

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

12 Reinsurance Assets

Particulars	Current Year	Previous Year
Reinsurance Assets on:		
Unearned Premium Reserve	932,770,514	205,976,276
Premium Deficiency Reserve	-	-
Outstanding Claims	1,215,223,703	597,886,019
IBNR and IBNER Claim	-	-
Margin For Adverse Deviation	-	-
Less: Impairment Losses	-	-
Total	2,147,994,217	803,862,295

13 Insurance Receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurer	319,678,770	201,672,055
Receivable from Other Insurance Companies	12,986,261	33,325,408
Others (to be Specified)	-	-
Less: Impairment Losses	(81,826,140)	-
Total	250,838,891	234,997,463

a) Expected receivable within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurer	237,852,630	201,672,055
Receivable from Other Insurance Companies	12,986,261	33,325,408
Others (to be Specified)	-	-
Total	250,838,891	234,997,463

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

14 Other Assets

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	507,691	24,639,653
Claim Advances	123,978,022	-
Advance To Suppliers	-	-
Other Advances	17,558,692	6,261,717
VAT Receivable	-	-
Staff Advances	13,024,440	6,337,255
Printing and Stationary Stocks	-	-
Stamp Stocks	-	-
Gold Coins	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	23,700,243	2,272,687
Deferred Agent Commission Expenses	29,066,028	12,522,946
Lease Receivables	-	13,041,879
Receivable Against COVID 19 Insurance	81,995,947	35,340,021
Less: Impairment Losses	-	-
Total	289,831,064	100,416,157

a) Expected to be recovered/ settled within 12 months:

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	507,691	24,639,653
Claim Advances	123,978,022	-
Advance To Suppliers	-	-
Staff Advances	13,024,440	6,337,255
Other Advances	17,558,692	6,261,717
VAT Receivable	-	-
Printing and Stationary Stocks	-	-
Stamp Stocks	-	-
Gold Coins	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	23,700,243	2,272,687
Deferred Agent Commission Expenses	29,066,028	12,522,946
Lease Receivables	-	-
Others (to be specified)	-	-
Total	207,835,117	52,034,258

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

15 Other Financial Assets

Particulars	Current Year	Previous Year
Security Deposits	12,162,945	11,670,325
Accrued Interest	14,638,858	4,817,179
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	173,450,360	53,224,539
Other (to be Specified)	-	-
Less: Impairment Losses	(2,127,766)	(2,127,766)
Total	198,124,397	67,584,276

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accrued Interest	14,638,858	4,817,179
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	171,322,594	51,096,773
Other (to be Specified)	-	-
Total	185,961,452	55,913,951

16 Cash and Cash Equivalent

Particulars	Current Year	Previous Year
Cash in Hand	6,891	-
Cheque in Hand	-	-
Bank Balances		
i) Balance With "A" Class Financial Institutions	130,039,585	16,963,063
ii) Balance With Infrastructure Banks	-	-
iii) Balance With "B" Class Financial Institutions	12,199,626	1,626,607
iv) Balance With "C" Class Financial Institutions	10,776,976	2,541,266
Less: Impairment Losses	-	-
Deposit with initial maturity upto 3 months	-	59,704,827
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	153,023,077	80,835,764

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

17(a) Share Capital

Particulars	Current Year	Previous Year
Ordinary Shares	-	-
As at Shrawan 1, 2079	1,028,160,000	1,028,160,000
Additions during the year	-	-
i) Bonus Share Issue	51,408,000	-
ii) Acquisition of Ajod Insurance	825,000,000	-
As at Ashadh 31, 2080	-	-
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	1,904,568,000	1,028,160,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
20,000,000 Ordinary Shares of Rs. 100 Each	2,000,000,000	2,000,000,000
Issued Capital:		
19,045,680 Ordinary Shares of Rs. 100 Each.	1,904,568,000	1,028,160,000
Subscribed and Paid Up Capital:		
19,045,680 Ordinary Shares of Rs. 100 Each.	1,904,568,000	1,028,160,000
Total	1,904,568,000	1,028,160,000

(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	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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	4,974,548	3,805,536	26.12%	37.01%
Nepali Citizens	4,715,550	1,416,047	24.76%	13.77%
Foreigners	23,132	22,032	0.12%	0.21%
Others (to be Specified)	-	-	-	-
Total (A)	9,713,230	5,243,615	51.00%	51.00%
Other than Promoters				
General Public	9,332,450	5,037,985	49.00%	49.00%
Others (to be Specified)	-	-	-	-
Total (B)	9,332,450	5,037,985	49.00%	49.00%
Total(A+B)	19,045,680	10,281,600	100.00%	100.00%

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
Chaudhary Group Pvt. Ltd.	1,722,630.00	1,640,601.00	9.04%	15.96%
I.J. Group Pvt. Ltd.	1,315,274.00	1,252,642.00	6.91%	12.18%
Ravi Bhakta Shrestha	1,063,716.00	1,013,064.00	5.59%	9.85%
C.G. Foods Pvt. Ltd.	625,583.00	595,804.00	3.28%	5.79%
Rastriya Banijya Bank Limited	539,783.00	514,080.00	2.83%	5.00%
Shasi Kant Agrawal	246,501.00	234,763.00	1.29%	2.28%
Bhat Bhateni Super Market and Departmental Store Pvt. Ltd.	659,216.00	-	3.46%	-
Min Bahadur Gurung	288,750.00	-	1.52%	-
Kalyan Gurung	577,500.00	-	3.03%	-
Kamana Gurung	288,750.00	-	1.52%	-
Prabhu Bank Limited	247,499.00	-	1.30%	-
Ambika Prasad Poudel	222,749.00	-	1.17%	-
Prithi Tiwari	206,249.00	-	1.08%	-

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 on Shrawan 1, 2079	66,098,605	66,098,605
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	(66,098,605)	-
Transaction costs on issue of share	-	-
Others (to be Specified)	-	-
As on Ashadh 31, 2080	-	66,098,605

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

17 (d) Special Reserves

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	-	-
Transfer from Acquisition of Ajod Insurance	227,238,612	-
Additions	569,886,826	-
Utilizations	-	-
As on Ashadh 31, 2080	797,125,439	-

17 (e) Catastrophe Reserves

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	8,443,436	-
Transfer from Acquisition of Ajod Insurance	20,584,573	-
Additions	4,617,939	8,443,436
Utilizations	-	-
As on Ashadh 31, 2080	33,645,949	8,443,436

17 (f) Retained Earnings

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	7,941,535	(52,839,768)
Transfer from Acquisition of Ajod Insurance	53,678,425	-
Net Profit or Loss	185,134,946	158,368,338
Items of OCI recognised directly in retained earnings	-	(38,125,179)
Remeasurement of Post-Employment Benefit Obligations	-	-
Transfer to reserves	-	-
Revaluation Reserves	-	-
Special Reserves	(92,153,777)	(76,683,819)
Capital Reserves	-	-
Catastrophe Reserves	(4,607,689)	(8,443,436)
Corporate Social Responsibility (CSR) Reserves	(3,316,700)	-
Insurance Fund including Insurance Reserves	-	-
Fair Value Reserves	-	50,589,931
Actuarial Reserves	-	3,874,610
Deferred Tax Reserves	(827,391)	(27,345,305)
Regulatory Reserves	-	-
Transfer of Share Premium	66,098,605	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-
Transfer of Disposal of Revalued Property and Equipment	-	-
Transfer of Disposal of Equity Instruments Measured at FVTOCI	90,205	(1,453,838)
Issue of Bonus Shares	(51,408,000)	-
Transaction costs on issue of Shares	-	-
Dividend Paid	(2,705,684)	-
Dividend Distribution Tax	-	-
Prior Period Adjustments	(16,000)	-
As on Ashadh 31, 2080	157,908,474	7,941,535

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

17 (g) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves	-	-
Capital Reserve	-	-
Corporate Social Responsibility (CSR) Reserves	1,317,953	-
Insurance Fund including Insurance Reserves	-	477,630,544
Fair Value Reserves	256,498,564	(11,774,589)
Actuarial Reserves	(12,722,208)	(13,280,256)
Deferred Tax Reserve	89,824,864	48,024,896
Capital Adjustment Reserve	349,600,000	-
Total	684,519,173	500,600,595.55

18 Provisions

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	69,634,192	18,716,946
ii) Provision for Gratuity	22,583,784	608,627
iii) Termination Benefits	-	-
iv) Other Employee Benefit obligations (to be Specified)	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Provision for Doubtful Debt on Sundry Items	27,771,487	27,771,487
Provision for Unreconciled Accounts	-	13,853,484
Provision for other expenses	1,098,659	-
Provision for Problematic Financial Institution	-	-
Total	121,088,122	60,950,544

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

Particulars	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	18,716,946	50,917,246	-	-	-	69,634,192
ii) Provision for Gratuity	608,627	21,975,157	-	-	-	22,583,784
iii) Termination Benefits	-	-	-	-	-	-
iv) Other Employee Benefit obligations (to be Specified)	-	-	-	-	-	-
Provision for tax related legal cases	-	-	-	-	-	-
Provision for non-tax related legal cases	-	-	-	-	-	-
Provision for Doubtful Debt on Sundry Items	27,771,487	-	-	-	-	27,771,487
Provision for Unreconciled Accounts	13,853,484	-	-	(13,853,484)	-	-
Provision for other expenses	-	1,098,659	-	-	-	1,098,659
Provision for Problematic Financial Institution	-	-	-	-	-	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

(b) Provision with expected payouts within 12 months

Particulars	Current Year	Previous Year
Provision 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	-	-
Provision for Doubtful Debt on Sundry Items	-	-
Provision for Unreconciled Accounts	-	-
Provision for other expenses	1,098,659	-
Provision for Problematic Financial Institution	-	-

19 Gross Insurance Contract Liabilities

Particulars	Current Year	Previous Year
Unearned Premium Reserve	1,516,130,560	606,100,762
Premium Deficiency Reserve	-	-
Outstanding Claims	1,610,347,820	888,259,066
IBNR and IBNER Claim	89,283,039	96,716,382
Margin For Adverse Deviation	-	-
Others	-	-
Total	3,215,761,419	1,591,076,210

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

19.1 Gross Insurance Contract Liabilities

a) Gross Insurance Contract Liability

Fig. in NPR

Particulars	Line of Business								Total	
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous		
As at Shrawan 1, 2079										
Unearned Premium Reserve	105,688,953.75	328,175,026.78	47,607,869.05	61,965,241.45	836,152.70	34,888.62	33,843,832.76	27,948,796.47	606,100,761.59	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	56,578,793.28	395,204,058.21	10,034,592.63	98,197,636.28	273,193,769.65	-	26,045,285.45	29,004,930.43	888,259,065.93	
IBNR and IBNER Claims	15,769,859.08	65,436,256.41	2,378,530.14	10,299,961.80	98,210.07	-	1,425,661.40	1,307,903.38	96,716,382.28	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Shrawan 1, 2079	178,037,606	788,815,341	60,020,992	170,462,840	274,128,132	34,889	61,314,780	58,261,630	1,591,076,210	
Opening Balance of Former AJOD										
Unearned Premium Reserve	164,075,762	333,683,985	35,054,258	271,290,205	-	4,124,555	57,876,259	80,270,042	946,375,066	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	120,248,000	133,731,200	9,820,000	101,172,000	351,050,000	-	6,070,849	16,052,300	738,144,349	
IBNR and IBNER Claims	1,661,072	43,625,077	169,991	2,316,880	-	-	1,220,571	550,871	49,544,463	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Jestha 13, 2080	285,984,834	511,040,262	45,044,249	374,779,086	351,050,000	4,124,555	65,167,679	96,873,213	1,734,063,878	
Changes during the year										
Unearned Premiums Reserve	11,475,433	(89,774,988)	(27,374,662)	77,391,792	726,182	259,505	(7,136,604)	(1,911,925)	(36,345,267)	
Premium Deficiency Reserve	-	-	-	-	(43,035,977)	-	-	-	(16,055,595)	
Outstanding Claims	(92,274,123)	(12,423,147)	1,264,361	69,130,726	(79,956)	-	59,024,505	2,258,060	(16,055,595)	
IBNR and IBNER Claims	(10,478,433)	(37,191,345)	(1,010,737)	(8,215,944)	(79,956)	231,903	62,198	(295,489)	(56,977,806)	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	(91,277,123)	(139,389,479)	(27,121,038)	138,306,573	(42,389,753)	491,408	51,950,099	50,645	(109,378,669)	
As at Ashadh 31, 2080										
Unearned Premiums Reserve	281,240,149	572,084,024	55,287,465	410,647,238	1,562,335	4,418,948	84,583,488	106,306,914	1,516,130,560	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	84,552,670	516,512,111	21,118,954	268,500,363	581,207,792	-	91,140,640	47,315,290	1,610,347,820	
IBNR and IBNER Claims	6,952,498	71,869,989	1,537,784	4,400,898	18,252	231,903	2,708,430	1,563,285	89,283,039	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Ashadh 31, 2080	372,745,317	1,160,466,124	77,944,203	683,548,499	582,788,380	4,650,851	178,432,558	155,185,489	3,215,761,419	



UNITED AJOD
Insurance Limited
United by Trust

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig. in NPR

Particulars	Line of Business								Total	
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous		
As at Shrawan 1, 2079										
Unearned Premiums Reserve	48,742,147	54,162,181	19,255,584	45,941,227	5,297	(5,815,923)	27,075,066	16,610,696	205,976,276	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	32,159,576	160,208,935	6,304,902	85,091,066	272,539,036	-	20,749,228	20,833,275	597,886,019	
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Shrawan 1, 2079	80,901,723	214,371,116	25,560,486	131,032,293	272,544,333	(5,815,923)	47,824,295	37,443,971	803,862,294	
Opening Balance of Former AJOD										
Unearned Premiums Reserve	146,940,109	152,616,947	17,165,986	253,941,364	-	2,347,568	48,611,915	57,852,001	679,475,889	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	109,174,187	46,076,880	9,075,800	97,565,714	351,050,000	-	5,031,285	14,887,512	632,861,378	
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Jestha 13, 2080	256,114,296	198,693,827	26,241,785	351,507,078	351,050,000	2,347,568	53,643,200	72,739,513	1,312,337,266	
Changes during the year										
Unearned Premiums Reserve	2,041,263	(34,042,730)	8,472,571	88,523,522	192,135	(14,708,244)	(5,542,575)	2,382,408	47,318,350	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	(84,059,250)	(2,743,770)	(1,377,641)	64,784,282	(42,502,926)	-	49,203,010	1,172,602	(15,523,693)	
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total changes during the year	(82,017,987)	(36,786,501)	7,094,930	153,307,805	(42,310,792)	(14,708,244)	43,660,434	3,555,010	31,794,657	
As at Ashadh 31, 2080										
Unearned Premiums Reserve	197,723,520	172,736,398	44,894,140	388,406,114	197,432	(18,176,599)	70,144,406	76,845,104	932,770,514	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	57,274,513	203,542,044	14,003,061	247,441,062	581,086,109	-	74,983,523	36,893,390	1,215,223,703	
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Ashadh 31, 2080	254,998,033	376,278,442	58,897,201	635,847,176	581,263,542	(18,176,599)	145,127,929	113,738,494	2,147,994,217	

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

19.2 Disclosure of Outstanding claim

Fig. in NPR

S.No.	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			
1	Property	33,013,892	42,023,200	7,957,078	51,538,778	84,552,670	57,274,513	27,278,157
2	Motor	328,703,844	111,014,310	55,175,018	187,808,267	516,512,111	203,542,044	312,970,067
3	Marine	15,561,460	2,397,212	2,613,778	5,557,494	21,118,954	14,003,061	7,115,893
4	Engineering	154,641,657	53,742,769	58,240,339	113,858,706	288,500,363	247,441,062	21,059,300
5	Micro	100,000	15,000	580,892,792	581,107,792	581,207,792	581,086,109	121,683
6	Aviation	-	-	-	-	-	-	-
7	Cattle and Crop	76,860,343	6,766,570	3,352,499	14,280,297	91,140,640	74,983,523	16,157,117
8	Miscellaneous	31,569,687	5,116,018	3,342,580	15,745,603	47,315,290	36,893,390	10,421,900
	Total	640,450,883	221,075,078	711,574,084	969,896,937	1,610,347,820	1,215,223,703	395,124,117

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

20 Insurance Payable

Particulars	Current Year	Previous Year
Payable to Reinsurer	433,556,043	204,217,708
Payable to Other Insurance Companies	18,981,847	1,786,072
Portfolio Withdrawal Premium	-	-
Outstanding Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	452,537,889.97	206,003,780.53

Payable within 12 months

Particulars	Current Year	Previous Year
Payable to Reinsurer	433,556,043	204,217,708
Payable to other Insurance Companies	18,981,847	1,786,072
Portfolio Withdrawal Premium	-	-
Outstanding Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	452,537,890	206,003,781

21 Current Tax Assets/(Liabilities) (Net)

Particulars	Current Year	Previous Year
Income Tax Liabilities	(515,032,448)	(185,548,948)
Income Tax Assets	660,091,354	333,949,546
Total	145,058,906	148,400,599

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	-	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

23 Other Liabilities

Particulars	Current Year	Previous Year
TDS Payable	10,604,745	7,582,576
VAT Payable	30,721,611	10,903,891
Unidentified deposits	-	-
Advance Premiums	22,216,231	16,685,029
Insurance Service Fee Payable	28,241,433	15,646,480
Lease Liability	75,751,542	-
Deferred Reinsurance Commission Income	197,219,228	56,596,432
Deferred Income	-	-
Other Payable	112,500	112,500
Total	364,867,289	107,526,907

Payable within 12 months

Particulars	Current Year	Previous Year
TDS Payable	10,604,744.69	7,582,575.56
VAT Payable	30,721,611.04	10,903,891.11
Unidentified Deposits	-	-
Advance Premiums	22,216,231	16,685,029
Insurance Service Fee Payable	28,241,433	15,646,480
Lease Liability	-	-
Deferred Reinsurance Commission Income	197,219,228	56,596,432
Deferred Income	-	-
Others(to be specified)	-	-
Total	289,003,248	107,414,407

24 Other Financial Liabilities

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Insured	-	-
Payable to Agents	11,014,723	3,318,223
Payable to Surveyor	-	-
Sundry Creditors	49,926,521	52,932,826
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	-	-
ii) Bonus Payables	50,497,619	24,993,678
iii) Other employee benefit payable	10,848,139	9,256,049
Audit Fees Payable	-	-
Actuarial Fees Payable	-	-
Dividend Payable	1,620,790	1,620,790
Refundable Premium	-	-
Total	123,907,792	92,121,566

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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 Insured	-	-
Payable to Agents	11,014,723	3,318,223
Payable to Surveyor	-	-
Sundry Creditors	49,926,521	52,932,826
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	-	-
ii) Bonus Payables	50,497,619	24,993,678
iii) Other employee benefit payable (to be Specified)	-	-
Audit Fees Payable	-	-
Actuarial Fees Payable	-	-
Dividend Payable	1,620,790	1,620,790
Refundable Premium	-	-
Total	113,059,653	82,865,517



UNITED AJOD INSURANCE LIMITED
Notes to the Financial Statements

Fig. in NPR

25 Gross Earned Premiums

Particulars	Direct Premiums		Premiums on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	289,907,760	230,598,622	-	199,622	(11,475,433)	(63,660,754)	278,432,326	167,137,490
Motor	562,690,120	797,392,753	277,545,729	102,516,592	89,774,988	(81,140,013)	930,010,837	818,769,332
Marine	75,505,203	120,997,754	-	41,168	27,374,662	(47,397,541)	102,879,865	73,641,381
Engineering	260,349,098	169,765,524	-	-	(77,391,792)	28,534,866	182,957,306	198,300,390
Micro	2,845,818	1,898,767	-	-	(726,182)	17,884,949	2,119,636	19,763,716
Aviation	4,153,694	-	-	175,924	(259,505)	(34,889)	3,894,189	141,035
Cattle and Crop	78,661,513	58,508,115	-	-	7,136,604	(1,115,426)	85,798,117	57,392,689
Miscellaneous	102,987,778	82,365,653	(293)	125,220	1,911,925	(937,151)	104,899,409	81,553,722
Total	1,377,100,983	1,461,527,187	277,545,436	103,058,527	36,345,267	(147,865,959)	1,690,991,687	1,416,719,755

25.1 Direct Premiums

Particulars	New Business Premium		Renewal Premium		Co-Insurance Premium		Total Direct Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	144,938,053	211,128,107	128,973,994	3,174,821	15,995,714	16,295,694	289,907,760	230,598,622
Motor	376,951,858	795,460,132	185,738,262	1,932,621	-	-	562,690,120	797,392,753
Marine	74,001,995	118,805,254	-	-	1,503,208	2,192,500	75,505,203	120,997,754
Engineering	242,327,868	169,277,824	17,058,142	165,243	963,088	322,458	260,349,098	169,765,524
Micro	1,682,468	1,898,767	1,163,350	-	-	-	2,845,818	1,898,767
Aviation	4,153,694	-	-	-	-	-	4,153,694	-
Cattle and Crop	78,239,263	58,508,115	422,250	-	-	-	78,661,513	58,508,115
Miscellaneous	64,125,707	79,717,945	35,237,700	394,116	3,624,370	2,253,591	102,987,778	82,365,653
Total	986,420,906	1,434,796,144	368,593,697	5,666,801	22,086,380	21,064,242	1,377,100,983	1,461,527,187

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

26 Premiums Ceded

Particulars	Premium Ceded to Reinsurers		Reinsurer's Share of Change in Unearned Premiums		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	153,990,273	116,904,631	(2,041,263)	(36,697,393)	151,949,010	80,207,239
Motor	403,674,673	351,883,654	34,042,730	30,523,978	437,717,403	382,407,632
Marine	65,390,114	84,635,511	(8,472,571)	(30,649,222)	56,917,543	53,986,289
Engineering	241,855,654	144,742,807	(88,523,522)	40,188,384	153,332,131	184,931,191
Micro	359,626	237,056	(192,135)	4,810,638	167,491	5,047,694
Aviation	3,798,682	-	14,708,244	5,811,341	18,506,926	5,811,341
Cattle and Crop	66,075,681	46,806,492	5,542,575	(2,736,598)	71,618,256	44,069,894
Miscellaneous	78,761,547	59,814,671	(2,382,408)	1,052,278	76,379,139	60,866,949
Total	1,013,906,249	805,024,822	(47,318,350)	12,303,406	966,587,899	817,328,228

26.1 Portfolio-wise detail of Net Earned Premiums

Particulars	Gross Earned Premiums		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	278,432,326	167,137,490	151,949,010	80,207,239	126,483,317	86,930,251
Motor	930,010,837	818,769,332	437,717,403	382,407,632	492,293,434	436,361,700
Marine	102,879,865	73,641,381	56,917,543	53,986,289	45,962,322	19,655,092
Engineering	182,957,306	198,300,390	153,332,131	184,931,191	29,625,175	13,369,199
Micro	2,119,636	19,783,716	167,491	5,047,694	1,952,145	14,736,022
Aviation	3,894,189	141,035	18,506,926	5,811,341	(14,612,737)	(5,670,305)
Cattle and Crop	85,798,117	57,392,689	71,618,256	44,069,894	14,179,861	13,322,795
Miscellaneous	104,899,409	81,553,722	76,379,139	60,866,949	28,520,270	20,686,772
Total	1,690,991,687	1,416,719,755	966,587,899	817,328,228	724,403,787	599,391,528

27 Commission Income

Particulars	Reinsurance Commission Income		Deferred Commission Income		Profit Commission		Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	54,364,909	30,330,150	(5,825,497)	691,281	-	-	48,539,412	31,021,431
Motor	77,649,336	63,999,690	(18,690,997)	4,606,594	-	-	58,958,339	68,606,284
Marine	19,197,345	21,795,160	(2,178,561)	(1,255,058)	-	-	17,018,784	20,540,102
Engineering	43,210,807	25,738,495	4,620,320	(10,032,227)	-	-	47,831,127	15,706,268
Micro	72,232	59,264	(19,668)	(19,219)	-	-	52,564	40,045
Aviation	74,209	-	(9,607)	-	-	-	64,602	-
Cattle and Crop	12,354,873	7,957,104	17,051	(151,698)	-	-	12,371,925	7,805,406
Miscellaneous	20,899,533	16,447,633	(823,320)	626,518	-	-	20,076,213	17,074,152
Total	227,823,245	166,327,495	(22,910,278)	(5,533,809)	-	-	204,912,966	160,793,687

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

28 Other Direct Income

Particulars	Direct Income		Others (to be Specieied)		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	-	-	-	-	-	-
Motor	6,966,261	7,028,306	-	-	6,966,261	7,028,306
Marine	-	-	-	-	-	-
Engineering	-	-	-	-	-	-
Micro	-	-	-	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total	6,966,261	6,966,261	-	-	6,966,261	7,028,306

29 Income from Investments & Loans

Particulars	Current Year	Previous Year
Interest Income from financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	175,954,110	131,929,086
ii) Fixed Deposit with Infrastructure Bank	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	23,832,647	15,059,847
iv) Fixed Deposit with "C" Class Financial Institutions	3,711,698	2,141,903
v) Debentures	7,588,149	5,714,250
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
vii) Bank Deposits other than eixed Deposit	2,463,744	1,503,284
xiii) Employee Loans	24,336	100,559
ix) Other Interest Income (to be Specieied)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	1,446,448	7,615,473
iii) Income erom Mutual eunds	1,662,526	-
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income (to be specieied)	-	-
Rental Income	-	-
Others	328,762	1,222,155
Total	217,012,419.62	165,286,558

30 Net Gain/ (Loss) 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	-	-
Other (to be Specified)	-	-
Total	-	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

31 Net Realised Gains/ (Losses)

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

32 Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan	-	-
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Foreign Exchange Income	-	-
Interest Income from Finance Lease	-	-
Amortization of Deferred Income	-	-
Profit/ (Loss) from disposal of Property and Equipment	(670,794)	479,038
Amortization of Deferred Income	-	-
Stamp Income	-	-
Others	3,173,451	424,955
Total	2,502,657	903,992

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
Property	56,138,015	86,808,237	32,709,595	43,297,900	23,428,420	43,510,337
Motor	497,564,402	368,013,457	145,813,177	102,099,092	351,751,226	265,914,365
Marine	23,517,857	20,587,148	15,902,596	14,324,907	7,615,261	6,262,240
Engineering	87,315,931	85,953,946	71,281,354	63,074,415	16,034,577	22,879,531
Micro	38,659,356	3,800,000	37,991,871	-	667,485	3,800,000
Aviation	-	-	-	-	-	-
Cattle and Crop	54,411,144	50,866,010	44,395,836	40,692,808	10,015,308	10,173,202
Miscellaneous	81,845,830	75,114,862	68,300,458	65,782,804	13,545,372	9,332,057
Total	839,452,535	691,143,660	416,394,886	329,271,927	423,057,649	361,871,732

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

33.1 Details of Gross Claim Paid

Particulars	Claim Paid		Survey Fees		Total Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	55,658,300.98	86,772,212	479,714	36,025	56,138,014.86	86,808,237
Motor	497,198,817.45	367,605,415	365,585	408,042	497,564,402.45	368,013,457
Marine	23,429,568.66	20,562,648	88,288	24,500	23,517,856.66	20,587,148
Engineering	86,714,396.60	85,953,946	601,535	-	87,315,931.28	85,953,946
Micro	38,659,356.11	3,800,000	-	-	38,659,356.11	3,800,000
Aviation	-	-	-	-	-	-
Cattle and Crop	54,411,144.00	50,866,010	-	-	54,411,144.00	50,866,010
Miscellaneous	81,809,636.97	75,114,862	36,193	-	81,845,829.97	75,114,862
Total	837,881,220.77	690,675,093	1,571,314.56	468,566.65	839,452,535.33	691,143,660

34 Change in Insurance Contract Liabilities

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	(102,752,557)	(29,692,188)	(84,059,250)	(7,482,428)	(18,693,307)	(22,209,760)
Motor	(49,614,491)	92,438,196	(2,743,770)	64,209,476	(46,870,721)	28,228,720
Marine	253,624	(9,623,705)	(1,377,641)	(5,374,067)	1,631,265	(4,249,638)
Engineering	60,914,782	649,704	64,784,282	4,314,592	(3,869,501)	(3,664,888)
Micro	(43,115,935)	2,939,520	(42,502,926)	2,639,036	(613,008)	300,484
Aviation	231,903	-	-	-	231,903	-
Cattle and Crop	59,086,703	(21,874,432)	49,203,010	(16,600,223)	9,883,694	(5,274,209)
Miscellaneous	1,962,570	9,032,368	1,172,602	8,255,653	789,968	776,716
Total	(73,033,401)	43,869,463	(15,523,693)	49,962,038	(57,509,708)	(6,092,575)

35 Commission Expenses

Particulars	Commission Expenses on Direct Premiums		Commission Expenses on Premium on Reinsurance Accepted		Deferred Commission Expenses		Total Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	3,810,012	3,742,906	-	35,343	219,357	(172,433)	4,029,369	3,605,816
Motor	4,237,042	6,064,363	33,916,477	6,840,027	114,082	(2,781,170)	38,267,601	10,123,221
Marine	441,780	658,745	-	7,822	(11,199,726)	49,836	(10,757,946)	716,403
Engineering	6,227,082	4,691,946	-	-	1,814,033	(1,678,060)	8,041,115	3,013,886
Micro	263,150	172,125	229,713	-	(212,529)	(57,558)	280,333	114,567
Aviation	-	-	-	7,013	1,391	(1,391)	1,391	5,622
Cattle and Crop	12,050,056	8,531,712	-	-	(53,343)	(863,944)	11,996,713	7,667,767
Miscellaneous	2,742,845	2,596,435	(57)	23,322	319,841	(239,851)	3,062,629	2,379,906
Total	29,771,966	26,458,231	34,146,132	6,913,527	(8,996,895)	(5,744,571)	54,921,204	27,627,188

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

33.1 Details of Gross Claim Paid

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	2,360,152	2,307,982	1,298,122	1,169,046	1,062,030.01	1,138,936.13
Motor	6,761,244	8,999,093	3,350,047	3,518,837	3,411,196.09	5,480,256.91
Marine	644,807	1,210,389	565,769	846,355	79,037.30	364,034.12
Engineering	2,014,036	1,697,655	1,869,533	1,447,428	144,503.69	250,227.17
Micro	23,498	18,988	2,986	2,371	20,512.64	16,617.11
Aviation	31,153	1,759	28,379	-	2,774.16	1,759.24
Cattle and Crop	643,926	585,081	546,669	468,065	97,256.78	117,016.23
Miscellaneous	872,982	824,909	683,686	598,147	189,296.30	226,762.02
Total	13,351,797	15,645,857	8,345,190.30	8,050,248	5,006,606.97	7,595,608.93

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

37 Other Direct Expenses

Particulars	Direct Expenses		Other (to be Specified)		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	-	1,996	-	-	-	1,996
Motor	2,372,297	1,079,028	-	-	2,372,297	1,079,028
Marine	-	412	-	-	-	412
Engineering	-	-	-	-	-	-
Micro	-	-	-	-	-	-
Aviation	-	1,759	-	-	-	1,759
Cattle and Crop	754,000	2,191,975	-	-	754,000	2,191,975
Miscellaneous	(3)	1,252	-	-	(3)	1,252
Total	3,126,294	3,276,423	-	-	3,126,294	3,276,423

38 Employee Benefits Expenses

Particulars	Current Year	Previous Year
Salaries	105,682,240	131,799,926
Allowances	62,498,434	37,986,935
Festival Allowances	8,067,240	-
Defined Benefit Plans	-	-
i) Gratuity	3,228,036	2,489,428
ii) Others (to be Specified)	-	8,049,637
Defined Contribution Plans	-	-
i) Provident Fund/ Social Security Fund	9,642,561	6,923,703
ii) Others (to be specified)	-	-
Leave Encashments	15,225,001	-
Termination Benefits	-	-
Training Expenses	2,830,811	6,340,449
Uniform Expenses	-	-
Medical Expenses	-	-
Insurance Expenses	156,436	1,411,241
Staff Welfare Expenses	-	-
Other Employee Expenses	2,813,505	2,667,401
Sub Total	210,144,263	197,668,720
Employees Bonus	33,201,281	24,993,678
Total	243,345,544	222,662,398

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

39 Depreciation and Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	436,000	436,000
Depreciation on Property and Equipment (Refer Note.5)	32,173,228	6,912,769
Depreciation on Investment Properties (Refer Note. 6)	-	-
Total	32,609,227.81	7,348,769.37

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 Asssets	-	-
Impairment Losses on Financial Assets		
i) Investments	-	-
ii) Loans	-	-
iii) Other Financial Assets	-	6,758,333
iv) Cash and Cash Equivalents	-	-
v) Others (to be Specified)	-	-
Impairment Losses on Other Assets		
i) Reinsurance Assets	-	-
ii) Insurance Receivables	66,092,494	-
iii) Lease Receivables	-	-
iv) Others	-	(849,515)
Total	66,092,494	5,908,818

41 Other Operating Expenses

Particulars	Current Year	Previous Year
Rent Expenses	-	15,411,307
Electricity and Water	3,015,698	2,464,330
Repair & Maintenance		
i) Building	60,715	314,494
ii) Vehicle	234,431	163,436
iii) Office Equipments	695,132	414,779
iv) Furniture and Fixtures	-	-
v) Computers	-	-
iv) Others	2,801,400	1,910,047
Telephone & Communication	5,055,539	5,139,100
Printing & Stationary	6,881,520	7,139,671
Office Consumable Expenses	642,757	717,526
Travelling Expenses		
i) Domestic	1,953,833	1,767,081
ii) Foreign	-	760,599
Transpotation & Fuel Expenses	13,681,132	9,016,374
Agent Training	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

Particulars	Current Year	Previous Year
Other Agent Expenses	-	-
Insurance Premium	648,963	486,050
Security & Outsourcing Expenses	357,428	338,250
Legal and Consulting Expenses	4,297,544	3,303,853
Newspapers, Books and Periodicals	37,636	51,085
Advertisement & Promotion Expenses	1,969,502	3,768,118
Business Promotion	3,896,955	4,200,128
Guest Entertainment	1,500,862	2,552,904
Gift and Donations	207,000	30,000
Board Meeting Fees and Expenses		
i) Meeting Allowances	1,453,000	813,000
ii) Other Allowances	581,131	549,968
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	1,000,269	405,000
ii) Other Allowances	1,215,174	338,009
General Meeting Expenses	7,723,240	635,368
Actuarial Service Fee	-	-
Other Actuarial Expenses	-	-
Audit Related Expenses		
i) Statutory Audit	350,000	220,000
ii) Tax Audit	-	100,000
iii) Long Form Audit Report	-	30,000
iv) Other Fees	-	-
v) Internal Audit	400,000	340,000
vi) Others	375,606	639,413
Bank Charges	604,419	290,296
Fee and Charges	3,660,905	2,038,917
Postage Charges	1,967,264	2,253,464
Foreign Exchange Losses	135,295	-
Fines and Penalties	-	-
Office Operating Expenses	7,326,457	6,357,520
Share Registration Expenses	1,780,452	1,020,000
Technical Service Expenses	-	-
Others	2,348,758	205,611
Total	78,860,016	76,185,696

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	7,682,250	-
Interest Expenses - Overdraft Loans	-	-
Others (to be Specified)	-	-
Total	7,682,250	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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	114,298,960	79,657,617
ii) Income Tax Relating to Prior Periods	-	-
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(827,391)	(11,005,943)
ii) Changes in tax rate	-	-
iii) Recognition of previously unrecognised tax losses	-	-
iv) Write-down or reversal	-	-
v) Others (to be Specified)	-	-
Income Tax Expense	113,471,569	68,651,674

(b) Reconciliation of Taxable Profit & the Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	298,606,515	227,020,013
Applicable Tax Rate	30.00%	30%
Tax at the applicable rate on Accounting Profit	89,581,954	68,106,004
Add: Tax effect of expenses that are not deductible for tax purpose	24,329,783	9,647,699
Less: Tax effect on exempt income and additional deduction	-	(1,550,390)
Less: Adjustments to Current Tax for Prior Periods	-	-
Add/ (Less): Others	387,223	3,454,304
Income Tax Expense	114,298,960	79,657,616.96
Effective Tax Rate	38.277%	35.09%

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. 9,642,561 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

For Defined Benefit Plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with Actuarial Valuations being carried out.

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	1,617,466	1,077,877	-	-
Past service cost	-	-	-	-
Net interest cost (a-b)	26,816	358,359	-	-
a. Interest expense on defined benefit obligation (DBO)	1,610,570	1,469,040	-	-
b. Interest (income) on plan assets	1,583,754	1,110,681	-	-
Defined benefit cost included in Statement of Profit or Loss	1,644,282	1,436,236	-	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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	-	-351,270	-	-
b. Actuarial (gain)/ loss due to experience on DBO	4,894,327	4,225,881	-	-
c. Return on plan assets (greater)/ less than discount rate	-1,431,830	591,951	-	-
Total actuarial (gain)/ loss included in OCI	3,462,497	4,466,562	-	-

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	1,644,282	1,436,236	-	-
Remeasurements effects recognised in OCI	3,462,497	4,466,562	-	-
Total cost recognised in Comprehensive Income	5,106,779	5,902,798	-	-

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	18,947,887	18,362,997	-	-
Service cost	1,617,466	1,077,877	-	-
Interest cost	1,610,570	1,469,040	-	-
Benefit payments from plan assets	-4,486,466	-5,836,638	-	-
Actuarial (gain)/ loss - financial assumptions	-	-351,270	-	-
Actuarial (gain)/ Loss - experience	4,894,327	4,225,881	-	-
Defined Benefit Obligation as at Year End	22,583,784	18,947,887	-	-

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	18,632,401	18,511,345	-	-
Interest Income	-	-	-	-
Expected return on plan assets	1,583,754	1,110,681	-	-
Employer contributions	-	88,810	-	-
Participant contributions	-	-	-	-
Benefit payments from plan assets	-	-486,484	-	-
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	1,431,830	-591,951	-	-
Fair value of Plan Assets as at Year End	21,647,985	18,632,401	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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	22,583,784	18,947,887	-	-
Fair Value of Plan Assets	21,647,985	18,632,401	-	-
Liability/ (Asset) Recognised in Statement of Financial Position	935,799	315,486	-	-

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan	
	Current Year	Previous Year
Expected company contributions for the next year	-	-

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	315,486	-148,348	-	-
Defined benefit cost included in Statement of Profit or Loss	1,644,282	1,436,236	-	-
Total remeasurements included in OCI	3,462,497	4,466,562	-	-
Acquisition/ divestment	-4,486,466	-5,350,154	-	-
Employer contributions	-	-88,810	-	-
Net defined benefit liability/(asset)	935,799	315,486	-	-

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	13,428,326	8,961,764	-	-
Total remeasurements included in OCI	3,462,497	4,466,562	-	-
Cumulative OCI - (Income)/Loss	16,890,823	13,428,326	-	-

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	5,881,372	5,657,130	-	-
Non - Current Liability	23,254,521	18,917,299	-	-
Total	29,135,893	24,574,429	-	-

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	5,881,372	5,657,130	-	-
Between 1-2 years	4,320,557	3,445,250	-	-
Between 2-5 years	10,058,432	8,233,589	-	-
From 6 to 10	8,875,532	7,238,460	-	-
Total	29,135,893	24,574,429	-	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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	-	-	-	-
Citizens Investment Trust	100%	100%	-	-
Total	100%	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	21,741,227	18,281,445	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	23,490,518	19,663,308	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	23,277,331	19,484,642	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	21,927,002	18,438,602	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	22,633,559	18,985,421	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	22,530,511	18,907,803	-	-

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	8.50%	-
Escalation Rate (Rate of Increase in Compensation Levels)	7.00%	-
Attrition Rate (Employee Turnover)	20.00%	-
Mortality Rate During Employment	NALMT 2009	-

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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	-	692,724,326		-	43,908,496	-
Investment in Equity (Unquoted)	3	-	9,560,000		-	63,011,800	-
ii) Investment in Mutual Funds	1	-	38,853,409		-	19,028,159	-
iii) Investment in Preference Shares of Bank and Financial Institutions		-			-		-
iv) Investment in Debentures	3	-		206,612,000	-		61,803,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-			-		-
vi) Fixed Deposits	3	-		3,367,385,000	-		1,858,300,000
vii) Others (to be specified)		-			-		-
Loans	3	-		7,210,487	-		7,366,879
Other Financial Assets	3	-		198,124,397	-		67,584,276
Cash and Cash Equivalents	3	-		153,023,077	-		80,835,764
Total Financial Assets			- 741,137,735	3,932,354,961		- 225,948,455	2,075,889,918
Borrowings		-			-		-
Other Financial Liabilities	3	-		364,867,289	-		107,526,907
Total Financial Liabilities			-	364,867,289		-	107,526,907

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.

(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

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

(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	206,612,000	206,612,000	61,803,000	61,803,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)				
iv) Fixed Deposit	3,367,385,000	3,367,385,000	1,858,300,000	1,858,300,000
v) Others (to be Specified)	-	-	-	-
Loans				
i) Loan to Employees	7,210,487	7,210,487	7,366,879	7,366,879
ii) Others (to be Specified)				
Other Financial Assets	198,124,397	198,124,397	67,584,276	67,584,276
Total Financial Assets at Amortised Cost	-	3,779,331,884	-	1,995,054,155
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others (to be Specified)	-	-	-	-
Other Financial Liabilities	364,867,289	364,867,289	107,526,907	107,526,907
Total Financial Liabilities at Amortised Cost	364,867,289	364,867,289	107,526,907	107,526,907

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.

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:

- Product development
- Pricing
- Underwriting
- Claims Handling
- Reinsurance
- Reserving

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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:

- 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.

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

d) Claims handling:

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 reinsurance as part of its risks mitigation programme. Premium ceded to the reinsurers is in accordance with the terms of the programmes already agreed based on the risks written by the insurance companies. Recoveries from reinsurers on claims are based on the cession made in respect of each risk and is estimated in a manner consistent with the outstanding claims provisions made for the loss. Although we mitigate our exposures through prudent reinsurance arrangements, the obligation to meet claims emanating from policy holders rests with the Company. Default of reinsurers does not negate this obligation and in that respect the Company carries a credit risk up to the extent ceded to each reinsurer.

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...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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%	83,945,254	(42,305,765)	(37,475,540)	(26,232,878)	69,114,366	36,187,173	(29,634,473)	(20,744,131)
Average Number of Claims	+ 10%	-	-	(37,475,540)	(26,232,878)	-	-	(29,634,473)	(20,744,131)
Average Claim Cost	- 10%	(83,945,254)	42,305,765	37,475,540	26,232,878	(69,114,366)	(36,187,173)	29,634,473	20,744,131
Average Number of Claims	- 10%	-	-	37,475,540	26,232,878	-	-	29,634,473	20,744,131

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
	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax	Increase/ (Decrease) on Gross Liabilities						
At end of incident year	-	-	-	-	-	-	-	-	640,450,883	640,450,883
One year later	-	-	-	-	-	-	221,075,078	-	-	221,075,078
Two year later	-	-	-	-	-	-	711,574,084	-	-	711,574,084
Three year later	-	-	-	-	-	-	-	-	-	-
Four year later	-	-	-	-	-	-	-	-	-	-
More than Four years	37,247,775	-	-	-	-	-	-	-	-	37,247,775
Current estimate of cumulative claims	37,247,775	-	-	-	-	-	221,075,078	711,574,084	640,450,883	1,610,347,820
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	37,247,775	-	-	-	-	-	221,075,078	711,574,084	640,450,883	1,610,347,820

Continue...



UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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		-	-	-	-	-	157,144,678	157,144,678
One year later		-	-	-	-	54,244,241	-	54,244,241
Two year later		-	-	-	174,595,872	-	-	174,595,872
Three year later		-	-	-	-	-	-	-
Four year later		-	-	-	-	-	-	-
More than Four years		9,139,326	-	-	-	-	-	9,139,326
Current estimate of cumulative claims		9,139,326	-	-	174,595,872	54,244,241	157,144,678	395,124,117
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		-	-	-	174,595,872	54,244,241	157,144,678	395,124,117

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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 Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Property	372,745,317	254,998,033	117,747,284	178,037,606	80,901,723	97,135,883
Motor	1,160,466,124	376,278,442	784,187,681	788,815,341	214,371,116	574,444,226
Marine	77,944,203	58,897,201	19,047,001	60,020,992	25,560,486	34,460,505
Engineering	683,548,499	635,847,176	47,701,323	170,462,840	131,032,293	39,430,546
Micro	582,788,380	581,283,542	1,504,838	274,128,132	272,544,333	1,583,799
Aviation	4,650,851	(18,176,599)	22,827,450	34,889	(5,815,923)	5,850,812
Cattle and Crop	178,432,558	145,127,929	33,304,629	61,314,780	47,824,295	13,490,485
Miscellaneous	155,185,489	113,738,494	41,446,995	58,261,630	37,443,971	20,817,660
Total	3,215,761,419	2,147,994,217	1,067,767,201	1,591,076,210	803,862,294	787,213,916

47 Financial Risk

a) 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...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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	Loan To Employees	7,210,487	-	-	7,210,487
		Other Financial Assets	198,124,397	-	2,127,766	195,996,631
		Fixed Deposits	3,367,385,000	-	-	3,367,385,000
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	Loan To Employees	7,366,879	-	-	7,366,879
		Other Financial Assets	67,584,276	-	2,127,766	65,456,510
		Fixed Deposits	1,858,300,000	-	-	1,858,300,000
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

Particulars	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 Ashadh 32, 2079	-	2,127,766	-
Changes in loss allowances	-	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Ashadh 31, 2080	-	2,127,766	-

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.

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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	113,059,653	10,848,139	-	82,865,517	9,256,049	-
Total Financial Liabilities	113,059,653	10,848,139	-	82,865,517	9,256,049	-

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	Currency A	USD	Currency A
Investments				
Loans	-	-	-	-
Insurance Receivables	-	-	-	-
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)				
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)	-	-	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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% *	-	-	-	-
Currency A sensitivity				
NPR/ USD - Increases by 10% *	-	-	-	-
NPR/ USD - Decreases by 10% *	-	-	-	-

* Holding all other variable constant

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%*	2,135,747	1,003,664
Interest Rate - Decrease By 1%*	(2,135,747)	(1,003,664)

* 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
NEPSE - Increase By 1%*	4,849,070	307,359
NEPSE - Decrease By 1%*	(6,927,243)	(439,085)

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

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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.

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:

- a) 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
- b) 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

Non-Life insurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 2.50 billion by Ashad End 2080. As on the reporting date, the company's paid up capital is NPR 1.90 Billion

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised	-	-
Final dividend for the year ended Ashadh 32, 2079	54,113,684.21	-
	54,113,684.21	-
(ii) Dividends not recognised at the end of the reporting period	-	-
In addition to the above dividends, since the year ended the directors have recommended the payment of a final stock dividend of NPR 195,432,000/- per fully paid equity share (Ashadh 32, 2079 - NPR 51,408,000 /-) and final cash dividend of NPR 10,285,894.74/- per fully paid equity share (Ashadh 32, 2079 - NPR 2,705,684.21/-). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting	205,717,894.74	54,113,684.21
	205,717,894.74	54,113,684.21

51 Earnings Per Share

Particulars	Current Year	Previous Year
Profit For the Year	185,134,946	158,368,338
Less: Dividend on Preference Shares	-	-
Profit For the Year used for Calculating Basic Earning per Share	-	-
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	-	-
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	11,880,612	10,281,600
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	11,880,612	10,281,600
Nominal Value of Equity Shares	-	-
Basic Earning Per Share	15.58	15.40
Diluted Earning Per Share	-	-
Proposed Bonus Share	-	541,137
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	-	-
Restated Basic Earning Per Share	-	14.63
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:

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

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

a) Segmental Information for the year ended Ashadh 32, 2079 (July 16, 2022)

Particular	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Eamed Premiums	167,137,490	818,769,332	73,641,381	198,300,390	19,783,716	141,035	57,392,689	81,553,722	-	1,416,719,755.41
Premiums Ceded	(80,207,239)	(382,407,632)	(53,986,289)	(184,931,191)	(5,047,694)	(5,811,341)	(44,069,894)	(60,866,949)	-	(817,328,227.80)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	86,930,251.21	436,361,700.48	19,655,092.28	13,369,199.07	14,736,022.15	(5,670,305.11)	13,322,795.29	20,686,772.25	-	599,391,527.61
Commission Income	31,021,431	68,606,284	20,540,102	15,706,268	40,045	-	7,805,406	17,074,152	-	160,793,686.71
Other Direct Income	-	-	-	-	-	-	-	-	-	-
Income from Investments and Loans	-	-	-	-	-	-	-	-	-	-
Net Gain/ (Loss) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	117,951,682.16	504,967,984.19	40,195,194.05	29,075,467.14	14,776,067.02	(5,670,305.11)	21,128,200.97	37,760,923.91	-	760,185,214.33
Expenses:										
Gross Claims Paid	86,808,237	368,013,457	20,587,148	85,953,946	3,800,000	-	50,866,010	75,114,862	-	691,143,660
Claims Ceded	(43,297,900)	(102,099,092)	(14,324,907)	(63,074,415)	-	-	(40,692,808)	(65,782,804)	-	(329,271,927)
Gross Change in Contract Liabilities	(29,692,188)	92,438,196	(9,623,705)	649,704	2,939,520	-	(21,874,432)	9,032,368	-	43,869,463
Change in Contract Liabilities Ceded to Reinsurers	7,482,428	(64,209,476)	5,374,067	(4,314,592)	(2,639,036)	-	16,600,223	(8,255,653)	-	(49,962,038)
Net Claims Paid	21,300,576.78	294,143,084.61	2,012,602.18	19,214,642.76	4,100,484.27	-	4,898,993.04	10,108,773.18	-	355,779,157
Commission Expenses	3,605,816	10,123,221	716,403	3,013,886	114,567	5,622	7,667,767	2,379,906	-	27,627,188
Service Fees	1,138,936	5,480,257	364,034	250,227	16,617	1,759	117,016	226,762	-	7,595,609
Other Direct Expenses	-	-	-	-	-	-	-	-	-	-
Employee Benefits Expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	26,045,329	309,746,562	3,093,039	22,478,756	4,231,668	7,381	12,683,777	12,715,441	-	391,001,954
Total Segmental Results	91,906,353	195,221,422	37,102,155	6,596,711	10,544,399	(5,677,686)	8,444,424	25,045,483	-	369,183,261
Segment Assets	-	-	-	-	-	-	-	-	-	1,038,859,758
Segment Liabilities	-	-	-	-	-	-	-	-	-	1,797,079,991

Continue...



UNITED AJOD INSURANCE LIMITED
Notes to the Financial Statements

Fig in NPR

b) Segmental Information for the year ended Ashadh 31, 2080 (July 16, 2023)

Particular	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	278,432,326.28	930,010,836.99	102,879,865.27	182,957,306.4	211,963,938	389,188,955	85,798,117.29	104,899,409.39	-	1,690,991,686.53
Premiums Ceded	(151,949,009.52)	(437,717,403.43)	(56,917,543.25)	(153,332,131.05)	(167,490.97)	(18,506,925.84)	(71,618,256.08)	(76,379,139.19)	-	(966,587,899.34)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	126,483,316.77	492,293,433.56	45,962,322.02	29,625,175.35	1,952,144.96	(14,612,736.88)	14,179,861.21	28,520,270.20	-	724,403,787.19
Commission Income	48,539,412.44	58,958,339.22	17,018,784.32	47,831,127.03	52,563,666.26	6,460,188.16	12,371,924.83	20,076,212.83	-	204,912,966.23
Other Direct Income	-	-	-	-	-	-	-	-	-	-
Income from Investments and Loans	-	-	-	-	-	-	-	-	-	-
Net Gain/ (Loss) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	175,022,729.21	551,251,772.78	62,981,106.34	77,456,302.38	2,004,708.63	(14,548,135.00)	26,551,786.05	48,596,483.03	-	929,316,753.42
Expenses:										
Gross Claims Paid	56,138,014.86	497,564,402.45	23,517,856.66	87,315,931.28	38,659,356.11	-	54,411,144.00	81,845,829.97	-	839,452,535.33
Claims Ceded	(32,709,595.00)	(145,813,176.75)	(15,902,595.59)	(71,281,353.83)	(37,991,871.22)	-	(44,395,836.20)	(68,300,457.73)	-	(416,394,886.32)
Gross Change in Contract Liabilities	(102,752,556.89)	(49,614,491.49)	253,623.72	60,914,781.90	(43,115,934.82)	231,902.95	59,086,703.13	1,962,570.24	-	(73,033,401.26)
Change in Contract Liabilities Ceded to Reinsurers	84,059,249.68	2,743,770.49	1,377,641.05	(64,794,282.48)	42,502,926.48	0	(49,203,009.60)	(1,172,602.35)	-	15,523,693.26
Net Claims Paid	4,735,112.65	304,880,504.70	9,246,525.83	12,165,076.87	54,476.55	231,902.95	19,899,001.33	14,335,340.13	-	365,547,941.02
Commission Expenses	4,029,368.81	38,267,600.65	(10,757,945.99)	804,114.853	280,333.1245	1,390,745.185	11,996,712.56	3,062,628.94	-	54,921,203.70
Service Fees	1,062,030.01	3,411,196.09	79,037.30	1,445,033.69	2,051,264	277.4.16	97,256.78	189,296.30	-	5,006,606.97
Other Direct Expenses	-	-	-	-	-	-	-	-	-	-
Employee Benefits Expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	9,826,511	346,559,301	(1,432,383)	20,350,695	355,322	236,088	31,992,971	17,587,265	-	440,999,445
Total Segmental Results	165,196,218	204,692,471	64,413,489	57,105,607	1,649,386	(14,784,203)	(5,441,185)	31,009,218	-	488,317,308
Segment Assets	-	-	-	-	-	-	-	-	-	2,398,833,109
Segment Liabilities	-	-	-	-	-	-	-	-	-	3,668,299,310

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

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

Particulars	Current Year	Previous Year
Segmental Profit	488,317,308	369,183,261
Add: Net Gains/ (Losses) on Fair Value Changes	-	-
Add: Net Realised Gains/ (Losses)	-	-
Add: Other Income	217,012,420	50,603,534
Less: Depreciation and Amortization	-32,609,228	(5,408,258)
Less: Impairment Losses	-	-
Less: Management Cost	-374,113,986	(187,358,525)
Profit Before Tax	298,606,515	227,020,013

d) Reconciliation of Assets

Particulars	Current Year	Previous Year
Segment Assets	2,398,833,109	1,038,859,758
Goodwill & Intangible Assets	177,375,551	177,375,551
Property, Plant and Equipment	146,360,734	146,360,734
Investment Properties	-	-
Deferred Tax Assets	-	-
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	4,354,762,940	4,354,762,940
Loans	7,210,487	7,210,487
Current Tax Assets	145,058,906	145,058,906
Other Assets	289,831,064	289,831,064
Other Financial Assets	198,124,397	198,124,397
Cash and Cash Equivalents	153,023,077	153,023,077
Total Assets	7,870,580,265	6,510,606,913

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	3,668,299,310	1,797,079,991
Provisions	121,088,122	60,950,544
Deferred Tax Liabilities	14,650,717	-
Current Tax Liabilities	-	-
Other Financial Liabilities	364,867,289	107,526,907
Other Liabilities	123,907,792	92,121,566
Total Liabilities	4,292,813,230	2,057,679,007

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

53 Related Party Disclosure

(a) Identify Related Parties

Holding Company:

Subsidiaries:

Associates:

Fellow Subsidiaries:

Key Management Personnel:

Name	Relationship	Remarks
Mr. Ajad Shrestha	Chairman	
Mr. Pranav Kumar Das	Director	
Mr. Ram Bahadur Gurung	Director	
Mr. Balram Khanal	Director	
Mr. Wilson Man Ranjit	Director	
Mr. Panu Datta Poudel	Director	
Mr. Bishnu Prasad Nepal	Director	
Mr. Shrawan Rawal	Chief Executive Officer	

(b) Key Management Personnel Compensation

Particulars	Current Year	Previous Year
Short-term employee benefits	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	-	-

Payment to Chief Executive Officer (CEO)

Particulars	Current Year	Previous Year
Annual salary and allowances	3,058,800	-
Performance based allowances		
i) Employee Bonus	1,328,332	-
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	1,479,668	-
Insurance related benefits		
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	-
Total	5,866,800	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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	-	-	-	-	2,453,269	2,453,269
Previous Year	-	-	-	-	1,218,000	1,218,000
Allowances to Directors						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Others (to be specified)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

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

Future Minimum Lease Payments	Current Year	Previous Year
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:

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years	-	-
iii) Later than 5 years	-	-
Total Future Minimum Lease Payments	-	-
Less: Effect of Discounting	-	-
Finance lease liability recognised	-	-

(b) Leases as Lessor

(i) Operating Lease: NA

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

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

Continue...

UNITED AJOD INSURANCE LIMITED

Notes to the Financial Statements

Fig in NPR

(ii) Finance Lease:

The Company has given assets under finance leases. At the year end receivables under finance lease agreements fall due as follows:

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

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

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



UNITED AJOD INSURANCE LIMITED
Major Financial Indicators

S.N.	Particulars	Indicators	Fiscal Year						
			2079/80	2078/79	2077/78	2076/77	2075/76		
	Equity:								
1	Net worth	NPR	3,577,767,035	1,611,244,172	1,492,454,851	1,341,862,419	567,083,127		
2	Number of Shares	No.s	19,045,680	10,281,600	10,281,600	10,281,600	3,024,000		
3	Book value per shares	NPR	187.85	156.71	145.16	130.51	187.53		
4	Net Profit	NPR	185,134,946	158,368,338	94,223,324	17,309,424	22,210,094		
5	Earning per Shares (EPS)	NPR	15.58	15.40	9.16	1.73	7.34		
6	Dividend per Shares (DPS)	NPR	10.80	5.26	-	-	-		
7	Market Price per Shares (MPPS)	NPR	518.90	350.00	717.00	370.00	955.00		
8	Price Earning Ratio (PE Ratio)	Ratio	33.30	22.72	78.24	213.31	130.03		
9	Change in Equity	%	122.05%	7.96%	11.22%	136.63%	4.06%		
10	Return on Equity	%	5.17%	9.83%	6.31%	0.47%	5.26%		
11	Capital to Total Net Assets Ratio	%	53.23%	63.81%	68.89%	76.62%	53%		
12	Capital to Technical Reserve Ratio	%	59.23%	64.62%	73.47%	123.60%	49%		
13	Affiliate Ratio	%	-	-	-	-	-		
	Business:								
14	Total Premium Growth Rate	%	-	-	-	-	-		
	Property	%	25.61%	28.45%	57.90%	41.71%	4.14%		
	Marine	%	-37.62%	237.76%	56.63%	115.94%	-40.53%		
	Motor	%	-6.63%	44.98%	72.38%	26.41%	-7.09%		
	Engineering	%	53.36%	101.10%	29.80%	96.07%	63.44%		
	Miscellaneous	%	24.85%	37.61%	36.10%	38.57%	15.85%		
	Aviation	%	2261.07%	209.99%	239.83%	100.00%	-		
	Cattle and Crop	%	34.45%	-30.26%	32.39%	34.92%	67.29%		
	Micro	%	49.88%	-95.10%	30.59%	8095.63%	100.00%		
15	Net Premium Growth Rate	%	-	-	-	-	-		
	Property	%	19.34%	89.93%	203.71%	22.66%	-29.04%		
	Marine	%	-72.21%	257.94%	0.39%	248.53%	-36.88%		
	Motor	%	-20.34%	68.78%	43.04%	21.66%	-20.23%		
	Engineering	%	-26.09%	186.27%	32.53%	132.68%	-31.71%		
	Miscellaneous	%	6.83%	21.28%	43.27%	3.80%	453.49%		
	Aviation	%	101.80%	1819.59%	155.31%	100.00%	-		
	Cattle and Crop	%	7.56%	-30.26%	32.39%	34.92%	67.00%		
	Micro	%	49.62%	-94.02%	107.22%	3605.54%	100.00%		
16	Net Insurance Premium/ Gross Insurance Premium	%	-	-	-	-	-		
	Property	%	46.88%	49.35%	33.37%	17.35%	20.05%		
	Marine	%	13.40%	30.08%	33.37%	44.28%	27.44%		
	Motor	%	51.96%	60.90%	33.37%	63.04%	65.50%		
	Engineering	%	7.10%	14.74%	33.37%	10.14%	8.55%		
	Miscellaneous	%	23.52%	27.49%	33.37%	29.63%	39.55%		

Continue...

S.N.	Particulars	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Aviation	%	8.55%	100.00%	33.37%	21.49%	-
	Cattle and Crop	%	16.00%	20.00%	33.37%	20.00%	20.00%
	Micro	%	87.36%	87.52%	33.37%	45.21%	100.00%
17	Reinsurance Commission Income/ Gross Reinsurance Premium	%	21.20%	20.66%	19.34%	19.22%	21.25%
18	Gross Premium Revenue/ Equity	%	46.25%	97.10%	73.93%	51.60%	86.08%
19	Net Premium Revenue/ Equity	%	17.91%	41.09%	31.29%	22.34%	40.70%
20	Gross Insurance Premium/Total Assets	%	21.02%	42.64%	33.56%	31.33%	21.60%
21	Return on Investments & Loan	%	4.98%	8.06%	5.68%	0.73%	3.11%
22	Net Profit/ Gross Insurance Premium	%	11.19%	10.12%	8.54%	2.50%	4.55%
	Expenses:						
23	Reinsurance Ratio	%	57.16%	57.69%	60.70%	57.00%	52.72%
24	Management expenses/ Gross Insurance Premium	%	29.07%	24.75%	27.97%	35.62%	29.38%
25	Agent Related Expenses/ Gross Insurance Premium	%	1.76%	1.87%	2.26%	3.11%	2.26%
26	Agent Related Expenses/Management Expenses	%	6.06%	7.55%	8.09%	8.72%	7.70%
27	Employee Expenses/ Management Expenses	%	67.73%	70.99%	72.33%	74.04%	69.89%
28	Employee Expenses/ Number of Employees	Amt.	440,843	756,234	615,800	593,335	520,942.73
29	Expense Ratio (Underwriting Expense/Net Written Premium)	%	8.27%	5.00%	5.00%	5.00%	5.00%
30	Commission Ratio (Commission Expense/Net Written Premium)	%	7.58%	4.61%	4.43%	8.82%	4.78%
31	Loss Ratio {(Claim Paid + change in reserve)/ (Net Written Premium)}	%	50.46%	59.36%	67.70%	62.63%	88.12%
32	Combined Ratio (Loss Ratio + Expense Ratio)	%	58.04%	64.36%	72.70%	67.63%	93.12%
	Assets:						
33	Increase in Investment Held	%	102.92%	20.37%	16.12%	116.44%	5.17%
34	Return on Assets	%	2.35%	4.32%	2.87%	0.69%	1.52%
35	Long term Investments/Total Investments	%	22.67%	13.41%	17.80%	15.01%	30.08%
36	Short term Investments/Total Investments	%	77.33%	86.59%	82.20%	84.99%	69.92%
37	Total Investment & Loan/Gross Insurance Contract Liabilities	%	135.64%	135.34%	128.06%	185.49%	115.59%
38	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	5.12%	13.42%	16.81%	15.20%	32.11%
39	Investment in Shares/ Total Net Assets	%	19.63%	12.84%	16.75%	15.50%	35.31%
40	Liquidity Ratio	%	123.50%	87.75%	107.04%	194.97%	193.78%
	Liabilities:						
41	Solvency Margin	%	219.00%	323.00%	285.00%	428.00%	95.00%
42	Increase in Gross Insurance Contract Liabilities	%	102.11%	13.70%	68.23%	34.70%	21.57%
43	Net Technical Reserve/ Average of Net Claim Paid for Last 3 Years	%	327.26%	345.01%	370.50%	244.31%	204.59%
44	Actuarial Provision	Amt.	42,914,941	63,353,886	32,536,910	35,427,898	53,088,445
45	Technical Provisions/ Total Equity	%	90%	99%	94%	62%	109%
46	Insurance Debt/ Total Equity	%	-	-	-	-	-
47	Outstanding Claim/ Claim Intimated	%	48%	35%	29%	40%	56%
48	No. of Outstanding Claim/ No. of Intimated Claim	%	225%	120%	71%	63%	69%
49	Total Number of Inforce Policies	No.s	126,273	152,656	131,730	90,794	68,930.00
50	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	14.76%	11.82%	9.81%	8.26%	11.33%
51	Number of Intimated Claim/ Total Number of In Force Policy	%	5%	4%	7%	3%	4%
	Others:						
52	Number of Offices	No.s	102	45	35	35	30
53	Number of Agents	No.s	224	110	163	186	186
54	Number of Surveyor	No.s	90	92	66	72	68
55	Number of Employees	No.s	552	267	253	208	183

Disclosure: Indicators of 2079/80 has been calculated as on year end data after merger with Ajod Insurance Limited whereas indicators of previous years were solely of United Insurance Co. (Nepal) Ltd.

UNITED AJOD INSURANCE LIMITED

Annexure IV Statement of Sum Assured

S.N.	Insurance Types	Existing Insurance Policies Numbers		Insured Amount against Existing Insurance Policies		Insured Risk Ceded to Re-Insurer		Net Insured Risk Retained by Insurer		Amount in '000
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	
1	Property	43,573	43,118	255,817,693,418	297,928,673,912	168,919,937,028	63,896,679,566	86,897,756,390	234,031,994,346	
2	Motor	123,517	104,949	23,434,258,566	62,999,550,608	4,000,993,222	4,480,722,288	19,433,265,344	58,518,828,320	
3	Marine	4,644	3,918	71,724,503,371	24,720,719,918	32,491,098,261	6,324,402,702	39,233,405,109	18,396,317,216	
4	Engineering	1,806	1,435	38,679,791,729	43,786,262,414	24,138,666,994	34,697,799,457	14,541,124,735	9,088,462,957	
5	Micro	3	2	79,490	171,990	-	-	79,490	171,990	
6	Aviation	5	2	3,309,663,000	83,272,000	3,309,663,000	-	-	-	
7	Cattle and Crop	3,219	3,649	1,829,014,283	2,809,236,589	1,534,797,796	2,250,227,955	294,216,487	559,008,634	
8	Miscellaneous	7,671	7,262	862,613,164,985	899,621,658,318	526,425,389,792	546,705,929,044	336,187,775,193	352,915,729,274	
	Total	184,438	164,335	1,257,408,168,842	1,331,949,545,749	760,820,546,093	658,355,761,013	496,587,622,749	673,510,512,736	



नेपाल बीमा प्राधिकरण

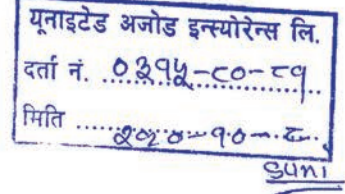
NEPAL INSURANCE AUTHORITY

वि. वि. शा. : १४९ (२०८०/०८१) च.नं. ४५९३

श्री युनाइटेड अजोड इन्स्योरेन्स लि.,
सुन्धारा, काठमाण्डौं ।



मिति: २०८०।१०।०८



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

तहाँको मिति २०८०।१०।०७ (च.नं.२७७५।२०८०।८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ ।

उपरोक्त सम्बन्धमा बीमक श्री युनाइटेड अजोड 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 कां. 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 देहायको निर्देशन, शर्त तथा आदेश सहित स्वीकृति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउदछौं ।

शर्तहरु:

१. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्युनतम चुक्ता पूँजी कायम गर्ने ।
२. बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने ।
३. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ "क" को व्यवस्था पूर्ण रूपमा पालना गर्ने ।
४. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मागदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।
५. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने ।
६. बीमकको जोखिमाडूकन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।
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 ।


(सुशील देव सुवेदी)
निर्देशक

UNITED AJOD INSURANCE LIMITED

नेपाल बीमा प्राधिकरणको शर्त सम्बन्धी व्यवस्थापनको प्रत्युत्तर

नेपाल बीमा प्राधिकरणद्वारा आ.व. २०७९/८० को वित्तीय विवरण स-शर्त स्वीकृति दिइएको हुँदा त्यसमा उल्लेखित शर्तहरू सम्बन्धी व्यवस्थापनको निम्न बमोजिमको प्रत्युत्तर रहेको व्यहोरा अनुरोध गर्दछौं ।

- (१) कम्पनीले बीमा ऐनको दफा ३६ बमोजिम न्यूनतम चुक्ता पूँजी यथाशीघ्र पुऱ्याउने प्रतिवद्धता व्यक्त गर्दछौं ।
- (२) कम्पनीले अन्य बीमक तथा पूनर्बीमकसँगको लेनादेनालाई विशेष प्राथमिकतामा राखि क्रमिक रुपमा राफसाफ गर्दै जाने व्यहोरा अनुरोध गर्दछौं ।
- (३) बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका को दफा ५७(क) बमोजिम आफ्ना कर्मचारीको दक्षता अभिवृद्धि गर्नको लागि कम्पनीले यस वर्षको बजेटमा आवश्यक रकमको व्यवस्था गरिसकेको व्यहोरा अनुरोध गर्दछौं ।
- (४) कम्पनीले जोखिम व्यवस्थापन समिति गठन गरिसकेको व्यहोरा अनुरोध गर्दछौं । कम्पनीले छुट्टै जोखिम व्यवस्थापन विभाग खडा गरी तहाँ प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम नै कार्य गर्ने गरेको व्यहोरा अनुरोध गर्दछौं ।
- (५) कम्पनीले आफ्नो लेखापरीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाई सकेको व्यहोरा अनुरोध गर्दछौं ।
- (६) कम्पनीले Underwriting Manual र Claim Manual बनाई आफ्नो बीमालेख जारी प्रक्रिया र दाबी भुक्तानी प्रक्रिया प्रभावकारी बनाईसकेको व्यहोरा अनुरोध गर्दछौं ।
- (७) प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका तथा कम्पनीको आन्तरिक तथा बाह्य लेखापरीक्षकले औल्याएका कैफियतहरू क्रमिक रुपले सुधार गर्दै लिएको तथा उक्त कैफियतहरू पुनः दोहोरिन नदिन कम्पनी प्रतिवद्ध रहेको व्यहोरा अनुरोध गर्दछौं ।
- (८) कम्पनीले तोकिएको समयसिमा भित्रै साधारण सभा सम्पन्न गर्ने व्यवस्था मिलाइएको व्यहोरा अनुरोध गर्दछौं ।


K.A.S. ASSOCIATES
 Chartered Accountants

 Sameep Bhawan, Old Baneshor, Kathmandu, Nepal
 Tel: +977 1 4460357, Cell: +977 9851010832
 Email : binaypshrestha1973@gmail.com

**INDEPENDENT AUDITOR'S REPORT
 TO THE SHAREHOLDERS OF AJOD INSURANCE LIMITED**
Opinion

We have audited the accompanying financial statements of Ajod Insurance Limited, which comprise statement of financial position as at 13 Jestha 2080 (27 May, 2023) and statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the period 1st Shrawan 2079 to 13 Jestha 2080 and a summary of significant accounting policies and notes to the financial statements.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the company as at 13 Jestha 2080, its financial performance and its cash flows for the period 1st Shrawan 2079 to 13 Jestha 2080 in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis for Opinion

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

Key Audit Matters

Key audit matters are matters based on our judgment, are of most significance in the audit of the financial statements of the current period, which were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon. We do not provide separate opinion on these matters.

The results of our audit procedures, including the procedures performed to address the matters below, provides the basis for our audit opinion on the accompanying financial statements.

Following are the Key audit matters:

S.No.	Key Audit Matters	How the matters were addressed in our audit
1.	Investments Ref. Note no. 10 and accounting policies to the financial statements.	
	The company has total investment of Rs. 1.87 billion as at 13 Jestha 2080 classified into different categories, which in aggregate represent 48.58% of the total assets of the company. Classification of investment into different categories as "Investment	We applied following procedures in respect of Investment verification: ➤ Review of accounting policies adopted by the company based on Nepal Financial Reporting Standards. ➤ Evaluation of management's assessment to categorize investments classified into different categories as

	<p>measured at Amortized Cost” and “Investment measured at FVTOCI” warrant management judgement and it impacts on valuation of investment securities and impairment allowance.</p> <p>Due to the percentage of volume over total assets and the requirement of management judgment for measurement of impairment allowance, considered this as key audit matter.</p>	<p>“Investment measured at Amortized Cost” and “Investment measured at FVTOCI”</p> <ul style="list-style-type: none"> ➤ Verification of valuation of investment on sampling basis in reference to its cost and quoted market price as the case may be. ➤ Verification of impairment allowance provided for different investments in commensurate with NFRSs.
2	<p>Gross Insurance Contract Liabilities Ref. Note 19 and related accounting Policies to the financial statement</p>	
	<p>The Company’s Gross Insurance Contract Liabilities 69.41% of its total liabilities. Valuation of these liabilities involves significant management judgement regarding uncertainty in the estimation of claims payments and assessment of frequency and severity of claims. Claim liabilities are recognized on intimation of the insured event based on management judgment and estimation. The Company maintains provision for claims incurred but not reported (IBNR) based on the advice of an independent actuary. The actuarial valuation process involves significant judgement and the use of actuarial assumptions.</p> <p>We have identified the valuation of Gross Insurance Contract liabilities as key audit matter because estimation of liabilities involves a significant degree of judgment.</p>	<p>We applied following procedures in respect of Gross Insurance Contract Liability verification:</p> <ul style="list-style-type: none"> ➤ Obtained an understanding, evaluated the design and tested the key controls over the process of capturing, processing and recording of information related to the unearned premium and claims and recoveries from reinsurance arrangements; ➤ Assessed the appropriateness of the Company’s accounting policy for recording of claims in line with requirements of applicable accounting and reporting standards; ➤ Reviewed data sent by the company for actuarial valuation purpose. It includes data process and control relevant to the actuarial valuation. ➤ Obtained actuarial valuation report performed by valuation expert appointed by the company. ➤ Assessed the valuation methodology and assumptions for compliance with the actuarial guidance, legislation and company’s policy.



[Signature]
[Stamp: THE ASSOCIATED...]

Other Matters

1. The company has been merged with M/S United Insurance Company (Nepal) Ltd. and started joint operation from 14 Jestha 2080 as M/S United Ajod Insurance Ltd. Accordingly, this report has been issued till 13th of Jestha 2080 of its financial position and performance.
2. The company has prepared a separate set of financial statements for the period in accordance with Financial Statement Directives issued by its regulatory body Nepal Insurance Authority. In regard to this financial statement, we have issued a separate audit opinion on the same date as this report.
3. We issued audit opinion on the Financial Statement of Ajod Insurance Limited for the period ended 2080 Jestha 13 on 2080.05.07 with UDIN No. 230825CA00116TccoO. The company has changed its financial statement as per the instruction of Nepal Insurance Authority and requested us to issue separate opinion on the changed financial statements. Accordingly, we issued this opinion revoking our previous audit opinion. Our opinion on the financial statements remains the same as previous opinion.

Other Information

Management is responsible for other information. Other information comprises the information included in Annual Report and Report of Board of Directors but does not include the financial statements and our reports thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appear to be materially misstated. When we read the annual report, if we conclude that there is material misstatement, therein, we are required to request management and those charged with governance to correct the material misstatement.

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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



[Signature]
ASSOCIAT

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

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

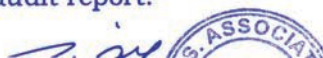
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting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

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

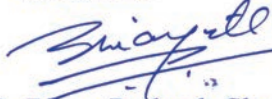
Report on Other Legal and Regulatory Requirements

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

- 1) We have obtained satisfactory information and explanations asked for, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- 2) Proper books of accounts as required by prevailing law have been kept by the company.
- 3) To the best of our information and explanation given to us, from our examination of the books of accounts of the company and as confirmed by management through Management Representation Letter, we have not come across the cases where Board of Directors or any other members thereof or any employee of the company has acted contrary to the provision of law relating to accounts or cause loss or damage to the company deliberately.
- 4) To the best of our information and explanation given to us, from our examination of the books of accounts of the company and as confirmed by management through Management Representation Letter, we did not obtain any information that substantiate there is account related forgery and issues in the company except mentioned in our preliminary audit report.



- 5) Company's Insurance Fund and other special reserve are as per prescribed provisions.
- 6) As per information obtained, company has not conducted any kind of other business except approved insurance business.
- 7) To the best of our information, company is able to meet its long-term liabilities from its assets.



CA. Binay Prakash Shrestha
Proprietor
K.A.S. Associates
Chartered Accountants



Date: 2080.07.23
Baneshwor, Kathmandu
UDIN No. : 231126CA00116v2s3w

AJOD Insurance Limited

Minimum Disclosure in Directors' Report

A Information related to Non-Life Insurer

Under this title following matters shall be disclosed

- 1 Date of establishment: 2064/03/07
- 2 Insurer licence date: 2074/10/24
- 3 Insurance business type, nature: General Insurance Business
- 4 Date of commencement of business: 2075/03/21
- 5 Other matters which insurer wish to include: NA

B Insurer's Board of Directors shall approve following matters

- 1 The company has paid tax, service charges, fine & penalties to be paid under relevant laws and regulations.
- 2 Share structure of the insurer is in line with prevailing laws & regulation
- 3 Solvency ratio as prescribed by Nepal Insurance Authority is maintained.
- 4 a) Assets presented in SOFP are not overstated than it's fair value.
b) Measurement basis of the assets are disclosed in Accounting Policies
- 5 Investment made are in line with prevailing laws.
- 6 Number of claim settled within the year 2079-80 is 5,213. The number of outstanding claims as at Jestha 13, 2080 is 4,261. The time frame to settle the outstanding claims is 2 to 3 months.
- 7 Provision of Insurance Act 2079, Insurance Regulation, Company Act 2063, NFRSs and other prevailing laws & regulation has been complied
- 8 Appropriate accounting policy has been consistently adopted unless disclosed
- 9 Financial Statements as at Reporting Date are presented true & fairly.
- 10 Board of Directors have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
- 11 Financial Statements have been prepared based on going concern basis.
- 12 Internal control system is commensurate with the size, nature & volume of the business.
- 13 Company has not conducted any transactions contrary to Insurance Act, 2079, Insurance Regulation, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.
- 14 Disclosure on any penalties, levied by Nepal Insurance Authority for the particular financial year.
- 15 Other disclosure which is deemed appropriate by Board of Directors/management.

AJOD Insurance Limited

Statement of Financial Position

As at Ashad 13th Jestha, 2080

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	1,123,828	1,530,098
Property and Equipment	5	55,748,986	55,514,447
Investment Properties	6	-	-
Deferred Tax Assets	7	48,489,030	56,347,920
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	1,872,390,142	1,678,896,138
Loans	11	6,211,252	-
Reinsurance Assets	12	1,312,337,267	1,500,792,340
Current Tax Assets	21	40,665,678	10,479,752
Insurance Receivables	13	187,526,556	107,953,071
Other Assets	14	116,789,772	80,869,697
Other Financial Assets	15	200,086,014	147,290,369
Cash and Cash Equivalent	16	12,790,112	49,626,661
Total Assets		3,854,158,637	3,689,300,493
Equity & Liabilities			
Equity			
Share Capital	17(a)	1,000,000,000	1,000,000,000
Share Application Money Pending Allotment	17(b)	-	-
Share Premium	17(c)	-	-
Special Reserves	17(d)	227,238,612	171,611,504
Catastrophe Reserves	17(e)	20,584,573	15,021,862
Retained Earnings	17(f)	53,678,424	6,853,989
Other Equity	17(g)	54,643,513	55,606,685
Total Equity		1,356,145,123	1,249,094,039
Liabilities			
Provisions	18	27,063,340	13,601,149
Gross Insurance Contract Liabilities	19	1,734,063,878	1,881,065,421
Deferred Tax Liabilities	7	2,160,830	-
Insurance Payable	20	501,879,161	363,233,228
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	61,662,392	35,267,677
Other Financial Liabilities	24	171,183,915	147,038,980
Total Liabilities		2,498,013,514	2,440,206,454
Total Equity and Liabilities		3,854,158,637	3,689,300,493

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Binaya Prakash Shrestha
For K.A.S. Associates
Chartered Accountants

Date : 2080/07/23
Place : Kathmandu

AJOD Insurance Limited

Statement of Profit or Loss

For Period 17th July, 2022 - 27th May, 2023 (For the Year Ended Jestha 13, 2080)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	1,648,170,065	1,552,777,931
Premiums Ceded	26	1,157,451,890	1,145,062,232
Net Earned Premiums		490,718,175	407,715,699
Commission Income	27	219,031,420	273,124,593
Other Direct Income	28	-	-
Income from Investments & Loans	29	140,459,110	129,029,590
Net Gain/ (Loss) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	-	-
Other Income	32	1,581,495	589,601
Total Income		851,790,200	810,459,483
Expenses:			
Gross Claims Paid	33	870,438,178	779,112,889
Claims Ceded	33	-584,780,891	-512,294,278
Gross Change in Contract Liabilities	34	-286,251,770	18,092,245
Change in Contract Liabilities Ceded to Reinsurers	34	322,883,604	-43,937,192
Net Claims Incurred		322,289,121	240,973,664
Commission Expenses	35	44,121,866	44,303,828
Service Fees	36	4,362,918	4,769,191
Other Direct Expenses	37	1,272,707	-
Employee Benefits Expenses	38	222,245,827	215,582,546
Depreciation and Amortization Expenses	39	12,753,642	11,008,304
Impairment Losses	40	1,880,162	-
Other Operating Expenses	41	87,196,914	89,309,423
Finance Cost	42	-	-
Total Expenses		696,123,156	605,946,956
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		155,667,044	204,512,527
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		155,667,044	204,512,527
Income Tax Expense	43	52,271,716	57,284,183
Net Profit/(Loss) For The Year		103,395,328	147,228,344
Earning Per Share	51	-	-
Basic EPS		10.34	10.68
Diluted EPS		10.34	10.68

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Binaya Prakash Shrestha
For K.A.S. Associates
Chartered Accountants

Date : 2080/07/23

Place : Kathmandu

AJOD Insurance Limited

Statement of Changes in Equity For Period 17th July, 2022 - 27th May, 2023 (For the Year Ended Jestha 13, 2080)

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserve	Catastrophe Reserves	Corporate Social Responsibility Reserve	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Balance as on Shrawan 1, 2078	1,000,000,000	-	-	-	-70,635,193	-	112,155,898	-	8,403,034	-	-	2,131,761	-	53,207,154	-	1,105,262,653
Prior period adjustment	-	-	-	-	-913,612	-	-	-	-	-	-	913,612	-	-	-	-
Restated Balance as at Shrawan 1, 2078	1,000,000,000	-	-	-	-71,548,805	-	112,155,898	-	8,403,034	-	-	3,045,372	-	53,207,154	-	1,105,262,653
Profit/(Loss) For the Year	-	-	-	-	147,228,344	-	-	-	-	-	-	-	-	-	-	147,228,344
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-2,650,627	-	-	-	-	-	-	-	-	-	-	-2,650,627
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) Exchange differences on translation of Foreign Operation	-	-	-	-	3,786,610	-	-	-	-	-	-	-3,786,610	-	-	-	-
v) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	-66,074,434	-	59,455,606	-	6,618,828	-	-	-	-	-	-	-
Transfer to Deferred Tax Reserves	-	-	-	-	-3,140,766	-	-	-	-	-	-	-	-	3,140,766	-	-
Transfer on Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Revalued Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-746,333	-	-	-	-	-	-	-	-	-	-	-746,333
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh end, 2079	1,000,000,000	-	-	-	6,853,989	-	171,611,504	-	15,021,862	-	-	-741,238	-	56,347,920	-	1,249,094,036
Balance as on Shrawan 1, 2079	1,000,000,000	-	-	-	6,853,989	-	171,611,504	-	15,021,862	-	-	-741,238	-	56,347,920	-	1,249,094,036
Prior period adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated Balance as at Shrawan 1, 2079	1,000,000,000	-	-	-	6,853,989	-	171,611,504	-	15,021,862	-	-	-741,238	-	56,347,920	-	1,249,094,036
Profit/(Loss) For the Year	-	-	-	-	103,617,699	-	-	-	-	-	-	-	-	-	-	103,617,699

Continue...



Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserve	Catastrophe Reserves	Corporate Social Responsibility Reserve	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
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/ Goodwill & Intangible Assets												5,560,803				5,560,803
vi) Remeasurement of Post-Employment Benefit Obligations																
Transfer to Reserves/ Funds					-62,524,733		55,627,109		5,562,711	1,112,542		222,371		-7,858,890		
Transfer to Deferred Tax Reserves					7,858,890											
Transfer on Depreciation on Revaluation of Property and Equipment																
Transfer on Disposal of Revalued Property and Equipment																
Transfer on Disposal of Equity Instruments Measured at FVTOCI																
CSR Expenses																
Transfer of Regulatory Reserve					-2,127,420											-2,127,420
Contribution by/ Distribution to the owners of the Company																
i) Bonus Share Issued																
ii) Share Issue																
iii) Cash Dividend																
iv) Dividend Distribution Tax																
v) Others (To be specified)																
Balance as on Jestha 13, 2080	1,000,000,000				53,678,425		227,238,612		20,884,573	1,112,542		5,041,936		48,489,030		-1,356,145,123

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Bairam Khanal
Director

Mr. Wilson Man Ranjitt
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Binaya Prakash Shrestha
For K.A.S. Associates
Chartered Accountants

Date : 2080/07/23
Place : Kathmandu

AJOD Insurance Limited

Statement of other Comprehensive Income

For Period 17th July, 2022 - 27th May, 2023

(For the Year Ended Jestha 13, 2080)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/(Loss) For the Year		103,395,327.69	147,228,344
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		7,944,004	-3,786,610
Revaluation of Property and Equipment/ Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations		-	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		-2,383,201	1,135,983
Total Other Comprehensive Income For the Year, Net of Tax		5,560,803	-2,650,627
Total Comprehensive Income For the Year, Net of Tax		108,956,130	144,577,716

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Binaya Prakash Shrestha
For K.A.S. Associates
Chartered Accountants

Date : 2080/07/23

Place : Kathmandu

AJOD Insurance Limited

Statement of Cash Flows

For Period 17th July, 2022 - 27th May, 2023

(For the Year Ended Jestha 13, 2080)

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	1,787,420,292	1,670,394,909
Reinsurance Commission Received	235,425,037	250,428,008
Claim Recovery Received from Reinsurers	584,780,891	512,294,278
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	-	-
Other Direct Income Received	1,581,495	589,601
Others (to be specified)	-	-
Cash Paid		
Gross Benefits and Claims Paid	(870,438,178)	(779,112,889)
Reinsurance Premium Paid	(1,291,880,420)	(1,193,475,781)
Commission Paid	(57,947,486)	(38,457,043)
Service Fees Paid	(14,889,013)	(16,703,949)
Employee Benefits Expenses Paid	(222,245,827)	(215,582,546)
Other Expenses Paid	(88,469,621)	(89,309,423)
Other Direct Expenses Paid	-	-
Others (to be specified)	-	-
Income Tax Paid	-	-
Net Cash Flow From Operating Activities [1]	63,337,170	101,065,165
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(180,000)	(1,256,500)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(12,986,687)	(33,569,745)
Proceeds From Sale of Property & Equipment	-	-
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	-	1,426,861,615
Proceeds from Sale of Equity Instruments	-	(746,333)
Purchase of Mutual Funds	(9,595,000)	(9,595,000)
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	-	(140,155,000)
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits	(211,519,051)	(1,451,145,000)
Maturity of Deposits	-	-
Loans Paid	(6,211,252)	-

Continue...

Particulars	Current Year	Previous Year
Proceeds from Loans	-	-
Rental Income Received	-	-
Proceeds from Finance Lease	-	-
Interest Income Received	140,318,272	128,998,306
Dividend Received	-	-
Others (to be specified)	-	-
Total Cash Flow From Investing Activities [2]	(100,173,718)	(80,607,657)
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]	(36,836,548)	20,457,508
Cash & Cash Equivalents At Beginning of The Year/Period	49,626,661	29,169,153
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	12,790,113	49,626,661
Components of Cash & Cash Equivalents		
Cash In Hand	6,339	-
Cheque in Hand	-	-
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	12,783,773	49,626,661

The accompanying notes form an Integral Part of Financial Statements.

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Binaya Prakash Shrestha
For K.A.S. Associates
Chartered Accountants

Date : 2080/07/23
Place : Kathmandu

AJOD Insurance Limited

Statement of Distributable Profit or Loss

For Period 17th July, 2022 - 27th May, 2023

(For the Year Ended Jestha 13, 2080)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	6,853,988.93	(71,548,805.02)
Transfer from OCI reserves to retained earning in current year	-	147,228,343.52
Net profit or (loss) as per statement of profit or loss	103,617,699.09	(2,650,627.20)
Appropriations:		
i) Transfer to Insurance Fund	-	-
ii) Transfer to Special Reserve	(55,627,108.65)	(59,455,605.64)
iii) Transfer to Catastrophe Reserve	(5,562,710.87)	(6,618,828.22)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(1,112,542.17)	-
vi) Transfer to/from Regulatory Reserve	-	-
vii) Transfer to Fair Value Reserve	(222,371.40)	3,786,610.29
viii) Transfer of Deferred Tax Reserve	7,858,889.79	(3,140,766.09)
ix) Transfer to OCI reserves due to change in classification	-	-
x) Others (to be Specified)	-	(746,332.71)
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	-	-
ix) Overdue loans	-	-
x) Fair value gain recognised in Statement of Profit or Loss	-	-
xi) Investment in unlisted shares	-	-
xii) Delisted share Investment or mutual fund investment	-	-
xiii) Bonus share/ dividend paid	-	-
xiv) Deduction as per Sec 17 of Financial directive	-	-
xiv) Deduction as per Sec 18 of Financial directive	-	-
xv) CSR expenses	(2,127,420)	-
Adjusted Retained Earning	53,678,425	6,853,989
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	-	-
Add/Less: Others (to be specified)	-	-
Total Distributable Profit/(loss)	53,678,425	6,853,988.93

Mr. Ajad Shrestha
Chairman

Mr. Pranav Kumar Das
Director

Mr. Ram Bahadur Gurung
Director

Mr. Balram Khanal
Director

Mr. Wilson Man Ranjit
Public Director

As per our Report of even date

Mr. Panu Datta Poudel
Public Director

Mr. Bishnu Prasad Nepal
Independent Director

Mr. Shrawan Rawal
Chief Executive Officer

Mr. Ganesh Kumar Kapar
Chief Finance Officer

CA. Binaya Prakash Shrestha
For K.A.S. Associates
Chartered Accountants

Date : 2080/07/23
Place : Kathmandu

AJOD Insurance Limited

Notes to the Financial Statements for the year ended Jestha 13, 2080 (May 27, 2023)

1 General Information

Ajod Insurance Limited (herein after referred to as the 'Company') was incorporated on 2064/03/07 and operated as general insurance company after obtaining license on 2074/10/24 under the Insurance Act 2049.

The registered office of the Company is located at Sundhara Kathmandu. The Company's shares are listed on 2077/04/12.

The financial statements are approved for issue by the Company's Board of Directors on 24.08.2023

2 Basis of Preparation

(a) Statement of Compliance

The Financial Statements have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB), as per the provisions of The Nepal Chartered Accountants Act, 1997. These confirm, in material respect, to NFRS as issued by the Nepal Accounting Standards Board. 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.

Accounting policies are consistently applied across all periods reported. The presentation and classification of financial figures relating to previous period are regrouped or reclassified where relevant to facilitate consistent presentation and better comparability.

(b) 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 & 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 & services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, 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 measurement in its entirety, which are described as follows:

- **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.

(c) Use of Estimates

The preparation of these Financial Statements in conformity with NFRS requires management to make estimates, judgements and assumptions. These estimates, judgments and assumptions affect the reported balances 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 years 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.

(d) 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.

Going Concern

The financial statements are prepared on a 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 operations of it.

(f) Changes 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 flows.

(g) Recent Accounting Pronouncements

Accounting standards issued and effective

All the accounting standard made effective by the ASB are applied while preparing the financial statement of the Company.

Accounting standards issued and non-effective
IFRS 17 "Insurance Contracts"

(h) Carve-outs

The company has not applied any carve outs provided by ASB

3 Significant Accounting Policies

This note provides a list of the significant policies adopted in the preparation of these Financial Statements.

(a) Property, Plant and Equipment (PPE)

i) Recognition

Freehold land is carried at historical cost and other items of property, plant 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 recognised 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 derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

ii) Revaluation

The Company has not used revaluation model for subsequent measurement of its PPE.

iii) Depreciation

Depreciation on Property, Plant and Equipment ie Furniture & Fixtures, Computer and IT Equipment, Office Equipments and Vehicles is provided on "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, Plant and Equipment based on DBM is categorised as stated below:

List of Asset Categories	Rate of Depreciation (In %) for DBM	Estimated Useful Life (In Years)
Furniture & Fixtures	25%	4
Computers and IT Equipments	25%	4
Office Equipment	25%	4
Vehicles	20%	5

iv) Derecognition

An item of Property, Plant and Equipment is derecognized upon 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, Plant 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

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) 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.

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 generate net cash inflow for the entity.

Amortisation is recognised in income statement on straight line method over the estimated useful life of the intangible assets from the date that it is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortisation period and the amortisation 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 amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit or loss.

Useful Life of Intangible Assets based on SLM is categorised as stated below:

List of Asset Categories	Useful Life (In Years) for SLM
Softwares	5

iii) Derecognition

An Intangible Asset is derecognised 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 recognised 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

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 capitalised 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 derecognised 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 recognised in the statement of profit or loss in the year of retirement or disposal.

Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to PPE, the deemed cost for subsequent accounting is the fair value at the date of change in use. If PPE becomes an investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use. The company does not have any Investment Property as on Ashadh end.

(d) Cash & Cash Equivalent

Cash & Cash Equivalents includes Cash 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 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 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 statement of other comprehensive income.

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

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. These financial assets are measured at fair value and changes are taken to statement of profit or loss.

iii) De-Recognition

A Financial Asset is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Asset. 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 a group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result 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.

Expected Credit Loss for Impairment of Financial Assets is applicable after implementation of NFRS 9

In accordance with NFRS 9 "Financial Instrument", the Company uses 'Expected Credit Loss' (ECL) Model, for evaluating impairment of Financial Assets other than those measured at Fair Value through Profit or Loss (FVTPL).

Expected Credit Losses are measured through a loss allowance at an amount equal to:

The 12-months Expected Credit Losses (Expected Credit Losses that result from those default events on the Financial Instrument that are possible within 12 months after the reporting date); or

Full Lifetime Expected Credit Losses (Expected Credit Losses that result from all possible default events over the life of the Financial Instrument)

For other assets, the Company uses 12 months Expected Credit Losses to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk Full Lifetime ECL is used.

(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 recognised amounts and there is an intention to settle on a net basis or realise 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 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) 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.
- iii) Catastrophe Reserves:** The Company has allocated catastrophe reserve for the amount which is 10% of the net profit for the year as per Regulator's Directive.
- iv) Fair Value Reserves:** 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) Regulatory Reserves:** Reserve created out of net profit in line with different circulars issued by regulatory authority.
- vi) Actuarial Reserves:** Reseserve against actuarial gain or loss on present value of defined benefit obligation resuting 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.
- vii) Cashflow Hedge Reserves:** Is the exposure to variability in cash flows that is attributable to a particular risk associated with all or a component of a recognized asset or liability or a highly probable forecast transaction, and could affect profit or loss. Reserve represent effective portion of the gain or loss on the hedging instrument recognized in other comprehensive income.
- viii) 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.
- ix) Other Reserves:** Company has allocated Deferred Tax Reserve equivalent to Deferred Tax Assets as well as allocated 1% of Net profit towards CSR Reserve as per Regulatory Directive.

(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 non-life 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 obligations in the Statement of Financial Position.

ii) Post - Employment Benefits

- Defined Contribution Plan

The Company pays Provident Fund contributions to publicly administered Provident 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 Expense when they are due. The company also has contributed a fixed amount of gratuity in CIT in the employee account due to which it is also accounted as defined contribution plan.

- 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 recognises 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 recognises 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 Earned Premiums

Gross Earned Premiums are arrived at after deducting unearned premium reserves from Direct Premium and Premiums on Reinsurance Accepted. Direct premiums comprise the total premiums receivable for the whole period of cover provided by contracts entered into during the reporting period. They are recognised on the date on which the policy commences.

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 daily pro rata basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

ii) 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.

iii) Commission Income

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

iv) Investment income

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

Investment income also includes dividends when the right to receive payment is established.

v) Net realised gains and losses

Net realised 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 amortised cost and are recorded on occurrence of the sale transaction.

(n) Product Classification

Insurance contracts are those contracts when the Company (the insurer) has accepted significant insurance risk from another party (the policyholders) by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. As a general guideline, the Company determines whether it has significant insurance risk by comparing benefits paid with benefits payable if the insured event did not occur. Insurance contracts can also transfer financial risk.

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

- i) **Fire Portfolio** - Fire 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 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.

(o) 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 are 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.

(p) 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.

(q) Leases

Finance Leases

Leases in which the Company has substantial portion of the risks and rewards of ownership are classified as Finance Leases. Assets acquired under Finance Leases are capitalised at the lower of the Fair Value of the Leased Assets at the inception of the Lease Term & the Present Value of Minimum Lease Payments. Lease Payments are apportioned between the Finance charge and the reduction of the outstanding liability. The Finance Charge is allocated to periods during the Lease Term at a constant periodic Rate of Interest on the remaining balance of the liability.

Operating Lease

Leases in which the Company doesn't have substantial portion of the risks and rewards of ownership are classified as Operating Leases. Payment made under Operating Leases are charged to Statement of Profit & Loss on a Straight Line Basis.

(r) 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 differences between the carrying amounts of Assets & 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 & Liabilities and their carrying amount in Financial Statements, except when the Deferred Income Tax arises from the initial recognition of goodwill, an Asset or Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profits or 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 differences 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 differences.

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.

(s) 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 expense.

Provisions for Contingent Liability are recognized in the books as 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.

(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.

(t) 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.

(u) Earnings Per Share

Basic Earning 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 earning per share, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

(v) 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.

AJOD Insurance Limited

Notes to the Financial Statements

4 Goodwill & Intangible Assets

Fig. in NPR

Particulars	Softwares	Goodwill	Others to be Specify	Total
Gross carrying amount				
As at Shrawan 1, 2078	2,603,496	-	-	2,603,496
Additions during the year	-	-	-	-
Acquisition	1,256,500	-	-	1,256,500
Internal Development	-	-	-	-
Business Combination(to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 32, 2079	3,859,996	-	-	3,859,996
Additions during the year	-	-	-	-
Acquisition	180,000	-	-	180,000
Internal Development	-	-	-	-
Business Combination(to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Jestha 13, 2080	4,039,996	-	-	4,039,996
Accumulated amortization and impairment				
As at Shrawan 1, 2078	1,557,898	-	-	1,557,898
Additions during the year	771,999	-	-	771,999
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32, 2079	2,329,897	-	-	2,329,897
Additions during the year	586,270	-	-	586,270
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Jestha 13, 2080	2,916,168	-	-	2,916,168
Capital Work-In-Progress				
As on Shrawan 1, 2078	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Jestha 13, 2080	-	-	-	-
Net Carrying Amount				
As on Ashadh 32, 2079	1,530,098	-	-	1,530,098
As on Jestha 13, 2080	1,123,828	-	-	1,123,828

AJOD Insurance Limited

Notes to the Financial Statements

5. Property and Equipment

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture and Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As on Shrawan 1, 2078	-	-	-	22,090,597	13,236,719	6,243,713	17,322,776	-	58,893,804
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	17,005,592	3,698,372	2,084,892	10,780,889	-	33,569,745
Capitalization	-	-	-	-	(408,956)	-	-2,422,837	-	-2,831,793
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	39,096,188.47	16,526,135.08	8,328,604	25,680,828	-	89,631,756
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	1,931,707.48	2,022,518.91	908,253	8,124,208	-	12,986,687
Capitalization	-	-	-	-	-741,539.83	-	-553,982	-	-1,295,522
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Jestha 13, 2080	-	-	-	41,027,895.95	17,807,114.16	9,236,857	33,251,054	-	101,322,921
Accumulated depreciation and impairment									
As on Shrawan 1, 2078	-	-	-	10,458,945	6,043,659	1,973,668	5,404,734	-	23,881,005
Additions during the year	-	-	-	3,574,718	2,222,512	1,304,894	3,134,180	-	10,236,305
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	14,033,663.22	8,266,170.86	3,278,562	8,538,914	-	34,117,309
Additions during the year	-	-	-	5,550,269	1,932,707	1,222,053	3,482,343	-	12,167,372
Disposals during the year	-	-	-	-	-476,119.44	-	-234,627	-	-710,747
Write-offs during the year	-	-	-	-	-	-	-	-	-

Continue...

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture and Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Jestha 13, 2080	-	-	-	19,583,931.84	9,722,758.04	4,500,614	11,766,630	-	-
Capital Work-In-Progress									
As on Shirawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as at Jestha 13, 2080	-	-	-	25,062,525	8,259,964	5,050,043	17,141,914	-	55,514,447
Net Carrying Amount									
As on Ashadh 32, 2079	-	-	-	21,443,964	8,084,356	4,736,242	21,484,424	-	55,748,986
As on Jestha 13, 2080	-	-	-	-	-	-	-	-	-
Right-of-Use Assets (after Implementation of NFRS 16)									
Gross carrying amount									
As on Shirawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as at Jestha 13, 2080	-	-	-	-	-	-	-	-	-

Continue...

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture and Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Accumulated depreciation	-	-	-	-	-	-	-	-	-
As on Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-	-	-	-	-	-
Balance as at Jestha 13, 2080	-	-	-	-	-	-	-	-	-
As on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-
As on Jestha 13, 2080	-	-	-	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-	-	-	-
As on Ashadh 32, 2079	-	-	-	25,062,525	8,259,964	5,050,043	17,141,914	-	55,514,447
As on Jestha 13, 2080	-	-	-	21,443,964	8,084,356	4,736,242	21,484,424	-	55,748,986

AJOD Insurance Limited

Notes to the Financial Statements

6 Investment Properties

Investment Properties at Cost

Fig. in NPR

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 Jestha 13, 2080	-	-	-
Accumulated depreciation and impairment			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Jestha 13, 2080	-	-	-
Capital Work-In-Progress			
As on Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as on Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as on Jestha 13, 2080	-	-	-
Net Carrying Amount	-	-	-
Net Balance As At Ashad 31, 2079	-	-	-
Net Balance As At Jestha 13, 2080	-	-	-

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

(i) Amounts recognised in statement of 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 generated rental income	-	-
Profit from investment properties before depreciation	-	-
Depreciation charge	-	-
Profit from investment properties	-	-

(ii) Fair value of investment properties

Particulars	Current Year	Previous Year
Land	-	-
Building	-	-
Total	-	-

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 :

- i) 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,
- ii) discounted cash flow projections based on reliable estimates of future cash flows,
- iii) 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:

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

7 Deferred Tax Assets/ (Liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Goodwill & Intangible Assets	-	-	-	-	-	-
Property and Equipment	-1,547,571	-	-1,547,571	-1,073,466	-	-1,073,466
Financial Assets at FVPTL	-	-	-	-	-	-
Financial Assets at FVTOCI	-	-2,383,201	-2,383,201	-	222,371	222,371
Provision for Leave	12,352,859	-	12,352,859	9,939,691	-	9,939,691
Provision for Gratuity	-	-	-	-	-	-
Impairment Loss on Financial Assets	-	-	-	-	-	-
Impairment Loss on Other Assets	-	-	-	-	-	-
Unearned Premiums Reserve	936,505	-	936,505	7,085,375	-	7,085,375
Premium Deficiency Reserve	-	-	-	-	-	-
IBNR and IBNER Claims	10,125,605	-	10,125,605	14,322,715	-	14,322,715
Margin For Adverse Deviation	-	-	-	-	-	-
Reinsurance Commission Income	35,313,756	-	35,313,756	30,395,671	-	30,395,671
Agent Commission	-5,781,008	-	-5,781,008	-4,542,574	-	-4,542,574
Reinsurance Commission Expense	-2,911,115	-	-2,911,115	-1,863	-	-1,863
Carry forward of unused tax losses	-	-	-	-	-	-
Changes in tax rate	-	-	-	-	-	-
Others (specify if any)	-	-	-	-	-	-
Total	48,489,030	-2,383,201	46,105,829	56,125,549	222,371	56,347,920
Deferred Tax Asstes	48,489,030		48,489,030	56,125,549	222,371	56,347,920
Deferred Tax Liabilities	-	2,383,201	2,383,201	-	-	-

Movements in deferred tax Assets/ (Liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	56,125,549	222,371	56,347,920	54,120,766	(913,612)	53,207,154
Charged/(Credited) to Statement of Profit or Loss	(7,858,890)	-	(7,858,890)	2,004,783	-	2,004,783
Charged/(Credited) to Other Comprehensive Income	-	(2,383,201)	(2,383,201)	-	1,135,983	1,135,983
As at Jestha 13, 2080	48,266,659	(2,160,830)	46,105,828	56,125,549	222,371	56,347,920

8 Investment in Subsidiaries

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

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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.	-	-
..... Shares of Rs. Each of Ltd.	-	-

9 Investment in Associates

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

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	-	-	-	-	-	-

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

Investment in Unquoted Associates

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equit Method	Cost	Fair Value	(or) Equit 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	-	-	-	-	-	-

Information Relating to Associates

Particulars	Current Year	Previous Year
Name	-	-
Place of Business	-	-
Accounting Method	-	-
% of Ownership	-	-
Current Assets	-	-
Non-Current Assets	-	-
Current Liabilities	-	-
Non-Current Liabilities	-	-
Income		
Net Profit or Loss	-	-
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
Company's share of profits		
Net Profit or Loss	-	-
Other Comprehensive Income	-	-

10 Investments

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost	1,733,265,000	1,591,300,000
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	140,155,000	140,155,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	1,426,110,000	1,307,645,000
v) Fixed Deposits in Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	143,000,000	126,000,000
vii) Fixed Deposits in "C" Class Financial Institutions	24,000,000	17,500,000
viii) Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Investments at FVTOCI	139,125,142	87,596,138
i) Investment in Equity Instruments (Quoted)	117,123,642	76,806,138
ii) Investment in Equity Instruments (Unquoted)	4,780,000	1,195,000
iii) Investment in Mutual Funds	17,221,500	9,595,000
iv) Investment in Debentures	-	-
v) Others (to be Specified)	-	-
Investments at FVTPL		
i) Investment in Equity Instruments (Quoted)	-	-
ii) Investment in Equity Instruments (Unquoted)	-	-
iii) Investment in Mutual Funds	-	-
iv) Investment in Debentures	-	-
v) Others (to be Specified)	-	-
Total	1,872,390,142	1,678,896,138

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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 Deposit with "B" Class Financial Institutions	-	-
Fixed Deposit with "C" Class Financial Institutions	-	-
Others (to be Specified)	-	-
Total	-	-

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	1,426,110,000	2,445,700,000
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposit with "B" Class Financial Institutions	143,000,000	306,500,000
Fixed Deposit with "C" Class Financial Institutions	24,000,000	84,500,000
Others (to be Specified)	-	-
Total	1,593,110,000.00	2,836,700,000

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

c) Information relating to investment in equity instruments

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)				
Multipurpose Finance Company (Promoter)	20,324,018	39,586,510	-	-
Multipurpose Finance Company (Public)	2,207,843	1,581,500	-	-
Siddhartha Bank Limited	433,610	408,928	-	-
Prime Commercial Bank Limited	784,508	569,771	-	-
Nepal Investment Mega Bank Limited	511,836	280,809	-	-
Machapuchre Bank Limited	5,105,857	3,302,595	-	-
Citizens Bank Limited	1,962,207	1,009,891	-	-
Nepal Bank Limited	2,474,101	1,463,965	-	-
Garima Bikas Bank Limited	3,021,483	2,385,656	-	-
Manjushree Financial Institutions Limited	3,557,976	2,200,000	-	-
Hydropower Investment and Development Company Limited	1,782,470	998,025	-	-
Upper Tamakoshi Hydropower Limited	5,381,467	3,335,992	-	-
Investment in Equity Instruments (Unquoted)				
Reliable Venture Capital Limited	30,000,000	30,000,000	-	-
Peoples Energy Limited	30,000,000	30,000,000	-	-
Investment in Mutual Funds				
Kumari Equity Fund	2,000,000	1,644,000	-	-
Prabhu Select Fund-Mutual Fund	2,500,000	2,112,500	-	-
Mega Mutual Fund -1(MFF1)	2,500,000	1,872,500	-	-
NMB Saral Bachat Fund-E	95,000	95,000	-	-
Kumari Dhanabridhhi Yojana	2,500,000	2,045,000	-	-
Global IME Balance Fund 1(GIBF 1)	2,500,000	2,152,500	-	-
Sunrise Focused Equity Fund (SFEF)	2,500,000	2,300,000	-	-
Kumari Sunaulo Lagani Yojana	1,500,000	1,500,000	-	-
Siddhartha Investment Growth Scheme 3	2,000,000	2,000,000	-	-
Citizens Super 30 Murual fund	1,500,000	1,500,000	-	-
Total	127,142,376	134,345,142	-	-

11 Loans

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	6,211,252	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	6,211,252	-

a) Expected repayment of loan within 12 months

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

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

12 Reinsurance Assets

Particulars	Current Year	Previous Year
Reinsurance Assets on:		
Unearned Premium Reserve	679,475,889	545,047,359
Premium Deficiency Reserve	-	-
Outstanding Claims	632,861,378	955,744,981
IBNR and IBNER Claim	-	-
Margin For Adverse Deviation	-	-
Less: Impairment Losses	-	-
Total	1,312,337,267	1,500,792,340

13 Insurance Receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurer	149,722,198	43,296,343
Receivable from Other Insurance Companies	10,140,826	25,048,646
Others (Covid Claim Receivable)₹	27,663,531	39,608,082
Less: Impairment Losses	-	-
Total	187,526,556	107,953,071

a) Expected receivable within 12 months

Particulars	Current Year	Previous Year
Receivable from Reinsurer	149,722,198	43,296,342.83
Receivable from Other Insurance Companies	10,140,826	25,048,645.98
Others (to be Specified)	-	-
Total	159,863,024.31	68,344,988.81

14 Other Assets

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	84,322,732	56,283,416
Claim Advances	-	-
Advance To Suppliers	-	-
Other Advances	-	-
VAT Receivable	-	-
Staff Advances	2,991,405	7,614,636
Printing and Stationary Stocks	501,891	1,823,522
Stamp Stocks	-	-
Gold Coins	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	9,703,715	6,209
Deferred Agent Commission Expenses	19,270,028	15,141,914
Lease Receivables	-	-
Others (to be specified)	-	-
Less: Impairment Losses	-	-
Total	116,789,772	80,869,697

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

a) Expected to be recovered/ settled within 12 months

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	84,322,732	56,283,416
Claim Advances	-	-
Advance To Suppliers	-	-
Staff Advances	2,991,405	7,614,636
Other Advances	-	-
VAT Receivable	-	-
Printing and Stationary Stocks	-	-
Stamp Stocks	-	-
Gold Coins	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	9,703,715	6,209
Deferred Agent Commission Expenses	19,270,028	15,141,914
Lease Receivables	-	-
Others (to be specified)	-	-
Total	116,287,881	79,046,175

15 Other Financial Assets

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accured Interest	21,149,452	7,488,139
Other Receivables	-	-
Other Deposits	1,472,703	824,268
Sundry Debtors	177,463,859	138,977,962
Other (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	200,086,014	147,290,369

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accured Interest	21,149,452	7,488,139
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	177,463,859	138,977,962
Other (to be Specified)	-	-
Total	198,613,311	146,466,101

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

16 Cash and Cash Equivalent

Particulars	Current Year	Previous Year
Cash in Hand	6,339	-
Cheque in Hand	-	-
Bank Balances		
i) Balance With "A" Class Financial Institutions	8,526,472	38,945,680
ii) Balance With Infrastructure Banks	-	-
iii) Balance With "B" Class Financial Institutions	2,373,464	7,164,818
iv) Balance With "C" Class Financial Institutions	1,883,838	3,516,163
Less: Impairment Losses	-	-
Deposit with initial maturity upto 3 months	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	12,790,112	49,626,661

17 (a) Share Capital

Particulars	Current Year	Previous Year
Ordinary Shares	-	-
As at Shrawan 1, 2079	1,000,000,000	1,000,000,000
Additions during the year	-	-
i) Bonus Share Issue	-	-
ii) Share Issue	-	-
As at Jestha 13, 2080	1,000,000,000	1,000,000,000
Convertible Preference Shares (Equity Component Only)	-	-
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Jestha 13, 2080	-	-
Irredeemable Preference Shares (Equity Component Only)	-	-
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Jestha 13, 2080	-	-
Total	1,000,000,000	1,000,000,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
10,000,000 Ordinary Shares of Rs. 100 Each	1,000,000,000	1,000,000,000
Issued Capital:		
10,000,000 Ordinary Shares of Rs. 100 Each	1,000,000,000	1,000,000,000
Subscribed and Paid Up Capital:		
10,000,000 Ordinary Shares of Rs. 100 Each	1,000,000,000	1,000,000,000
Total	1,000,000,000	1,000,000,000

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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	1,625,050.00	16.25%	1,625,050.00	16.25%
Nepali Citizens	5,374,950.00	53.75%	8,374,950.00	83.75%
Foreigners	-	-	-	-
Others (to be Specified)	-	-	-	-
Total (A)	7,000,000.00	70.00%	10,000,000.00	100%
Other than Promoters				
General Public	3,000,000.00	30.00%	-	-
Others (to be Specified)	-	-	-	-
Total (B)	3,000,000.00		-	-
Total (A+B)	10,000,000.00	70.00%	10,000,000.00	100%

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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
Bhatbhateni Super Market and Departmental Store Pvt. Ltd.	79,905,000.00	79,905,000.00	7.99	7.99
Kalyan Gurung	70,000,000.00	70,000,000.00	7.00	7.00
Kamana Gurung	35,000,000.00	35,000,000.00	3.50	3.50
Min Bahadur Gurung	35,000,000.00	35,000,000.00	3.50	3.50
Century Commercial Bank Limited	30,000,000.00	30,000,000.00	3.00	3.00
Prithi Tiwari	25,000,000.00	25,000,000.00	2.50	2.50
Bikesh Pradhanang	21,000,000.00	21,000,000.00	2.10	2.10
Ambika Poudel	20,000,000.00	20,000,000.00	2.00	2.00
Ganesh Bahadur Shrestha	20,000,000.00	20,000,000.00	2.00	2.00
Roadshow Investment Pvt. Ltd.	20,000,000.00	20,000,000.00	2.00	2.00
Sandip Khetan	15,000,000.00	15,000,000.00	1.50	1.50
Sunil Shrestha	15,000,000.00	15,000,000.00	1.50	1.50
Roshan KC	14,000,000.00	14,000,000.00	1.40	1.40
Machhapucchre Brick Factory Pvt. Ltd.	11,600,000.00	11,600,000.00	1.16	1.16
Ajad Shrestha	11,000,000.00	11,000,000.00	1.10	1.10
Evraj Bhattarai	10,500,000.00	10,500,000.00	1.05	1.05
Calibre Investment Company Pvt. Ltd.	10,000,000.00	10,000,000.00	1.00	1.00
Hathway Investment Nepal Pvt. Ltd,	10,000,000.00	10,000,000.00	1.00	1.00

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 on Shrawan 1, 2079	-	-
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of share	-	-
Others (to be Specified)	-	-
As on Jestha 13, 2080	-	-

17 (d) Special Reserves

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	171,611,504	112,155,898
Additions	55,627,109	59,455,606
Utilizations	-	-
As on Jestha 13, 2080	227,238,612	171,611,504

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

17 (e) Catastrophe Reserves

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	15,021,862	8,403,034
Additions	5,562,711	6,618,828
Utilizations	-	-
As on Jestha 13, 2080	20,584,573	15,021,862

17 (f) Retained Earnings

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	6,853,989	(70,635,194)
Net Profit or Loss	103,617,699	147,228,344
Items of OCI recognised directly in retained earnings	-	(2,650,627)
Remeasurement of Post-Employment Benefit Obligations	-	-
Transfer to reserves	-	-
Revaluation Reserves	-	-
Special Reserves	(55,627,109)	(59,455,606)
Capital Reserves	-	-
Catastrophe Reserves	(5,562,711)	(6,618,828)
Corporate Social Responsibility (CSR) Reserves	(1,112,542)	-
Insurance Fund including Insurance Reserves	-	-
Fair Value Reserves	(222,371)	3,786,610
Actuarial Reserves	-	-
Deferred Tax Reserves	7,858,890	(3,140,766)
Regulatory Reserves	-	-
Other Reserve(to be specified)	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-
Transfer of Disposal of Revalued Property and Equipment	-	-
Transfer of Disposal of Equity Instruments Measured at FVTOCI	-	(746,333)
Issue of Bonus Shares	-	-
Transaction costs on issue of Shares	-	-
Dividend Paid	-	-
Dividend Distribution Tax	-	-
CSR Expenses	(2,127,420)	(913,612)
As on Jestha 13, 2080	53,678,424	6,853,989

17 (g) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves	-	-
Capital Reserves	-	-
Corporate Social Responsibility (CSR) Reserves	1,112,542	-
Insurance Fund including Insurance Reserves	-	-
Fair Value Reserves	5,041,936	(741,238)
Actuarial Reserves	-	-
Deferred Tax Reserve	48,489,030	56,347,920
Regulatory Reserve	-	-
Total	54,643,508	55,606,682

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

18 Provisions

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	24,282,858	13,601,149
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	-	-
Provision for Doubtful Debt on Sundry Items	900,320	-
Provision for Unreconciled Accounts	-	-
Provision for other expenses	1,880,162	-
Provision for Problematic Financial Institution	-	-
Total	27,063,340.42	13,601,148.56

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

Particulars	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	13,601,149	10,681,710	-	-	-	24,282,858
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	-	-	-	-	-	-
Provision for Doubtful Debt on Sundry Items	-	900,320	-	-	-	900,320
Provision for Unreconciled Accounts	-	-	-	-	-	-
Provision for other expenses	-	-	-	-	-	-
Provision for Problematic Financial Institution	-	-	-	-	-	-

(b) Provision with expected payouts within 12 months

Particulars	Current Year	Previous Year
Provision 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	-	-
Provision for Doubtful Debt on Sundry Items	-	-
Provision for Unreconciled Accounts	-	-
Provision for other expenses	1,880,162	-
Provision for Problematic Financial Institution	-	-

19 Gross Insurance Contract Liabilities

Particulars	Current Year	Previous Year
Unearned Premium Reserve	946,375,066	806,733,780
Premium Deficiency Reserve	-	391,059
Outstanding Claims	738,144,349	1,017,008,650
IBNR and IBNER Claim	49,544,463	56,931,932
Margin For Adverse Deviation	-	-
Others	-	-
Total	1,734,063,878	1,881,065,421

AJOD Insurance Limited

Notes to the Financial Statements

19.1 Gross Insurance Contract Liabilities

a) Gross Insurance Contract Liability

Fig. in NPR

Particulars	Line of Business								Total	
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous		
As at Shrawan 1, 2079										
Unearned Premium Reserve	151,024,973	292,626,148	36,625,118	203,350,961	-	-	70,108,339	52,998,241	806,733,780	
Premium Deficiency Reserve	-	-	-	391,059	-	-	-	-	391,059	
Outstanding Claims	106,528,000	57,483,700	8,651,400	375,830,000	459,075,000	-	52,350	9,388,200	1,017,008,650	
IBNR and IBNER Claims	4,227,022	48,112,329	285,034	1,326,394	-	-	2,775,093	206,060	56,931,932	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Shrawan 1, 2079	261,779,995	398,222,177	45,561,552	580,898,414	459,075,000	-	72,935,782	62,592,501	1,881,065,421	
Changes during the year										
Unearned Premiums Reserve	13,050,789	41,057,837	(1,570,860)	67,939,244	-	4,124,555	(12,232,080)	27,271,801	139,641,286	
Premium Deficiency Reserve	-	-	-	(391,059)	-	-	-	-	(391,059)	
Outstanding Claims	13,720,000	76,247,500	1,168,600	(274,658,000)	(108,025,000)	-	6,018,499	6,664,100	(278,864,301)	
IBNR and IBNER Claims	(2,565,950)	(4,487,252)	(115,043)	990,486	-	-	(1,554,522)	344,811	(7,387,469)	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total changes during the year	24,204,839	112,818,085	(517,303)	(206,119,328)	(108,025,000)	4,124,555	(7,768,103)	34,280,712	(147,001,543)	
As at Jestha 13, 2080										
Unearned Premiums Reserve	164,075,762	333,683,985	35,054,258	271,290,205	-	4,124,555	57,876,259	80,270,042	946,375,066	
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	
Outstanding Claims	120,248,000	133,731,200	9,820,000	101,172,000	351,050,000	-	6,070,849	16,052,300	738,144,349	
IBNR and IBNER Claims	1,661,072	43,625,077	169,991	2,316,880	-	-	1,220,571	550,871	49,544,463	
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-	
Others	-	-	-	-	-	-	-	-	-	
Total Balance As at Jestha 13, 2080	285,984,834	511,040,262	45,044,249	374,779,086	351,050,000	4,124,555	65,167,679	96,873,213	1,734,063,876	

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

b) Reinsurance Assets

Fig. in NPR

Particulars	Line of Business							Total	
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop		Miscellaneous
As at Shrawan 1, 2079									
Unearned Premiums Reserve	121,055,812	115,290,545	23,771,232	189,765,602	(1,261)	(296,441)	56,086,770	39,375,100	545,047,359
Premium Deficiency Reserve	95,610,035	14,626,312	7,843,551	369,538,314	459,075,000	-	41,880	9,009,889	955,744,981
Outstanding Claims	-	-	-	-	-	-	-	-	-
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Shrawan 1, 2079	216,665,847	129,916,857	31,614,783	559,303,916	459,073,739	(296,441)	56,128,650	48,384,989	1,500,792,340
Changes during the year									
Unearned Premiums Reserve	25,884,297	37,326,402	(6,605,246)	64,175,762	1,261	2,644,008	(7,474,855)	18,476,900	134,428,530
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-
Outstanding Claims	13,564,151	31,450,568	1,232,248	(271,972,600)	(108,025,000)	-	4,989,405	5,877,624	(322,883,604)
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
Total changes during the year	39,448,448	68,776,970	(5,372,998)	(207,796,838)	(108,023,739)	2,644,008	(2,485,450)	24,354,524	(188,455,073)
As at Jestha 13, 2080									
Unearned Premiums Reserve	146,940,109	152,616,947	17,165,986	253,941,364	-	2,347,568	48,611,915	57,852,001	679,475,889
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-
Outstanding Claims	109,174,187	46,076,880	9,075,800	97,565,714	351,050,000	-	5,031,285	14,887,512	632,861,378
IBNR and IBNER Claims	-	-	-	-	-	-	-	-	-
Margin For Adverse Deviation	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Jestha 13, 2080	256,114,296	198,693,827	26,241,785	351,507,078	351,050,000	2,347,568	53,643,200	72,739,513	1,312,337,266

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

19.2 Disclosure of Outstanding claim

Fig. in NPR

S.No.	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			
1	Property	28,385,000	88,963,000	2,900,000	-	120,248,000	109,174,187	11,073,813
2	Motor	124,560,700	4,749,500	4,061,000	360,000	133,731,200	46,076,880	87,654,320
3	Marine	7,120,000	1,500,000	900,000	300,000	9,820,000	9,075,800	744,200
4	Engineering	29,682,000	62,790,000	6,200,000	2,500,000	101,172,000	97,565,714	3,606,286
5	Micro	-	144,300,000	206,750,000	-	351,050,000	351,050,000	-
6	Aviation	-	-	-	-	-	-	-
7	Cattle and Crop	6,070,849	-	-	-	6,070,849	5,031,285	1,039,564
8	Miscellaneous	9,688,200	1,217,300	76,800	5,070,000	16,052,300	14,887,512	1,164,788
	Total	205,506,749	303,519,800	220,887,800	8,230,000	738,144,349	632,861,378	105,282,971

AJOD Insurance Limited

Notes to the Financial Statements

20 Insurance Payable

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	491,322,365	362,782,741
Payable to Other Insurance Companies	10,556,797	450,487
Portfolio Withdrawal Premium	-	-
Outstanding Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	501,879,161	363,233,228

Payable within 12 months

Particulars	Current Year	Previous Year
Payable to Reinsurer	491,322,365	362,782,741
Payable to other Insurance Companies	10,556,797	450,487
Portfolio Withdrawal Premium	-	-
Outstanding Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	501,879,161	363,233,228

21 Current Tax Assets/(Liabilities) (Net)

Particulars	Current Year	Previous Year
Income Tax Liabilities	(215,184,541)	(170,771,714)
Income Tax Assets	255,850,219	181,251,467
Total	40,665,678	10,479,752

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	-	-

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

23 Other Liabilities

Particulars	Current Year	Previous Year
TDS Payable	12,435,104	6,728,144
VAT Payable	22,838,154	20,042,404
Unidentified deposits	-	-
Advance Premiums	3,267,518	2,212,480
Insurance Service Fee Payable	14,889,013	16,703,949
Lease Liability	-	-
Deferred Reinsurance Commission Income	117,712,518	101,318,902
Deferred Income	-	-
Others(to be specified)	41,608	33,101
Total	171,183,915	147,038,980

Payable within 12 months

Particulars	Current Year	Previous Year
TDS Payable	12,435,104	6,728,144
VAT Payable	22,838,154	20,042,404
Unidentified Deposits	-	-
Advance Premiums	3,267,518	2,212,480
Insurance Service Fee Payable	14,889,013	16,703,949
Lease Liability	-	-
Deferred Reinsurance Commission Income	117,712,518	101,318,902
Deferred Income	-	-
Others (to be specified)	-	-
Total	171,142,306	147,005,879

24 Other Financial Liabilities

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Insured	-	-
Payable to Agents	6,343,478	5,911,129
Payable to Surveyor	-	-
Sundry Creditors	20,580,060	6,096,290
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	-	-
ii) Bonus Payables	17,296,338	19,800,020
iii) Other employee benefit payable	17,442,517	3,460,237
Audit Fees Payable	-	-
Actuarial Fees Payable	-	-
Dividend Payable	-	-
Refundable Premium	-	-
Total	61,662,392	35,267,677

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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 Insured	-	-
Payable to Agents	6,343,478	5,911,129
Payable to Surveyor	-	-
Sundry Creditors	20,580,060	6,096,290
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	-	-
ii) Bonus Payables	17,296,338	19,800,020
iii) Other employee benefit payable (to be Specified)	-	-
Audit Fees Payable	-	-
Actuarial Fees Payable	-	-
Dividend Payable	-	-
Refundable Premium	-	-
Total	44,219,876	31,807,439

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

25 Gross Earned Premiums

Particulars	Direct Premiums		Premiums on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	310,611,163	319,564,524	-	(2,483)	(13,050,789)	(22,184,101)	297,560,374	297,377,940
Motor	484,345,877	529,221,158	174,363,377	85,512,070	(41,057,837)	(44,536,465)	617,651,417	570,196,762
Marine	62,713,653	75,851,305	-	59,876	1,570,860	7,724,003	64,284,514	83,635,184
Engineering	461,548,704	377,798,572	-	10,034	(67,548,185)	(106,041,804)	394,000,519	271,766,802
Micro	-	2,523	(10,491,128)	-	-	34,611,578	(10,491,128)	34,614,100
Aviation	6,272,761	15,367,800	-	-	(4,124,555)	4,468,101	2,148,206	19,835,901
Cattle and Crop	101,767,898	131,636,426	-	-	12,232,080	22,551,755	113,999,978	154,188,181
Miscellaneous	196,287,988	135,382,556	-	(9,450)	(27,271,801)	(14,210,045)	169,016,187	121,163,060
Total	1,623,548,043	1,584,824,863	163,872,249	85,570,046	(139,250,227)	(117,616,978)	1,648,170,065	1,552,777,931

25.1 Direct Premiums

Particulars	New Business Premium		Renewal Premium		Co-Insurance Premium		Total Direct Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	152,059,583	154,939,063	145,215,136	146,156,298	13,336,444	18,469,163	310,611,163	319,564,524
Motor	155,668,330	282,298,145	154,314,172	146,156,298	174,363,376	100,766,715	484,345,877	529,221,158
Marine	62,709,243	75,791,429	-	-	4,410	59,876	62,713,653	75,851,305
Engineering	427,620,875	314,157,944	26,425,418	27,573,891	7,502,412	36,066,737	461,548,704	377,798,572
Micro	-	2,523	-	-	-	-	-	2,523
Aviation	6,272,761	15,367,800	-	-	-	-	6,272,761	15,367,800
Cattle and Crop	101,699,925	131,008,202	67,973	628,225	-	-	101,767,898	131,636,426
Miscellaneous	178,878,383	105,268,204	17,223,379	27,168,310	186,226	2,946,041	196,287,988	135,382,556
Total	1,084,909,099	1,078,833,309	343,246,077	347,683,022	195,392,867	158,308,532	1,623,548,043	1,584,824,863

AJOD Insurance Limited

Notes to the Financial Statements

26 Premiums Ceded

Fig. in NPR

Particulars	Premium Ceded To Reinsurers		Reinsurer's Share of Change in Unearned Premiums		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	279,495,391	292,559,320	(25,884,297)	1,235,392	253,611,094	293,794,712
Motor	296,575,179	260,062,021	(37,326,402)	1,999,903	259,248,776	262,061,924
Marine	48,461,099	62,787,627	6,605,246	12,935,200	55,066,345	75,722,827
Engineering	426,851,022	349,855,770	(64,175,762)	(96,807,228)	362,675,260	253,048,542
Micro	-	-	(1,261)	15,015,264	(1,261)	15,015,264
Aviation	3,570,259	14,774,918	(2,644,008)	3,331,244	926,251	18,106,162
Cattle and Crop	85,475,566	105,309,301	7,474,855	18,041,305	92,950,421	123,350,606
Miscellaneous	151,451,905	108,126,824	(18,476,900)	(4,164,630)	132,975,004	103,962,194
Total	1,291,880,420	1,193,475,781	(134,428,530)	(48,413,549)	1,157,451,890	1,145,062,232

26.1 Portfolio-wise detail of Net Earned Premiums

Particulars	Gross Earned Premiums		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	297,560,374	297,377,940	253,611,094	293,794,712	43,949,280	3,583,228
Motor	617,651,417	570,196,762	259,248,776	262,061,924	358,402,641	308,134,838
Marine	64,284,514	83,635,184	55,066,345	75,722,827	9,218,168	7,912,357
Engineering	394,000,519	271,766,802	362,675,260	253,048,542	31,325,259	18,718,260
Micro	(10,491,128)	34,614,100	(1,261)	15,015,264	(10,489,867)	19,598,836
Aviation	2,148,206	19,835,901	926,251	18,106,162	1,221,955	1,729,739
Cattle and Crop	113,999,978	154,188,181	92,950,421	123,350,606	21,049,556	30,837,575
Miscellaneous	169,016,187	121,163,060	132,975,004	103,962,194	36,041,182	17,200,866
Total	1,648,170,065	1,552,777,931	1,157,451,890	1,145,062,232	490,718,175	407,715,699

AJOD Insurance Limited

Notes to the Financial Statements

27 Commission Income

Fig. in NPR

Particulars	Reinsurance Commission Income		Deferred Commission Income		Profit Commission		Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	61,228,388	68,015,245	4,319,994	2,059,037	-	-	65,548,381	70,074,281.89
Motor	50,695,597	53,395,275	(3,857,672)	8,475,817	-	-	46,837,925	61,871,091
Marine	12,573,690	17,226,099	1,950,546	(1,074,689)	-	-	14,524,236	16,151,409
Engineering	64,049,891	64,257,973	(20,094,071)	11,967,281	-	-	43,955,820	76,225,255
Micro	-	1,040	-	-	-	-	-	1,040
Aviation	89,256	168,974	39,859	(84,487)	-	-	129,115	84,487
Cattle and Crop	14,530,846	17,902,581	1,685,867	6,148,118	-	-	16,216,714	24,050,699
Miscellaneous	32,257,368	29,460,821	(438,139)	(4,794,492)	-	-	31,819,229	24,666,330
Total	235,425,037	250,428,008	(16,393,617)	22,696,585	-	-	219,031,420	273,124,692.91

28 Other Direct Income

Particulars	Direct Income		Others (to be Specified)		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	-	-	-	-	-	-
Motor	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Engineering	-	-	-	-	-	-
Micro	-	-	-	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total	-	-	-	-	-	-

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

29 Income from Investments & Loans

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	117,276,481	105,570,415
ii) Fixed Deposit with Infrastructure Bank	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	9,944,037	10,443,668
iv) Fixed Deposit with "C" Class Financial Institutions	1,636,121	1,275,854
v) Debentures	10,941,659	11,332,841
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
vii) Bank Deposits other than Fixed Deposit	519,974	375,528
xiii) Employee Loans	-	-
ix) Other Interest Income (to be Specified)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	140,838	31,284
iii) Other Interest Income (to be specified)	-	-
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income (to be specified)	-	-
Rental Income	-	-
Others (to be Specified)	-	-
Total	140,459,110	129,029,590

30 Net Gain/ (Loss) 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	-	-
Other (to be Specified)	-	-
Total	-	-

31 Net Realised Gains/ (Losses)

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

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

32 Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan	-	-
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Foreign Exchange Income	-	-
Interest Income from Finance Lease	-	-
Amortization of Deferred Income	-	-
Profit/ (Loss) from disposal of Property and Equipment	-	-
Amortization of Deferred Income	-	-
Stamp Income	-	-
Others	1,581,495	589,601
Total	1,581,495	589,601

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
Property	49,796,445	136,806,279	38,407,487	122,174,835	11,388,958	14,631,444
Motor	354,502,293	326,062,030	110,405,387	108,425,994	244,096,905	217,636,036
Marine	24,399,728	16,042,612	20,629,782	13,119,593	3,769,947	2,923,019
Engineering	330,466,577	149,504,155	320,455,164	142,419,999	10,011,413	7,084,156
Micro	-	37,399	-	-	-	37,399
Aviation	-	-	-	-	-	-
Cattle and Crop	58,907,676	107,077,199	47,834,935	85,620,359	11,072,741	21,456,840
Miscellaneous	52,365,460	43,583,216	47,048,136	40,533,498	5,317,324	3,049,718
Total	870,438,178	779,112,889	584,780,891	512,294,278	285,657,288	266,818,611

33.1 Details of Gross Claim Paid

Particulars	Claim Paid		Survey Fees		Total Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	46,353,978	130,692,480	3,442,467	6,113,799	49,796,445	136,806,279
Motor	343,017,203	317,512,450	11,485,089	8,549,580	354,502,293	326,062,030
Marine	21,848,990	14,284,650	2,550,738	1,757,962	24,399,728	16,042,612
Engineering	306,519,519	133,731,074	23,947,057	15,773,080	330,466,577	149,504,155
Micro	-	37,399	-	-	-	37,399
Aviation	-	-	-	-	-	-
Cattle and Crop	58,851,008	107,036,341	56,668	40,858	58,907,676	107,077,199
Miscellaneous	52,282,829	43,502,119	82,631	81,097	52,365,460	43,583,216
Total	828,873,528	746,796,513	41,564,651	32,316,376	870,438,178	779,112,889

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

34 Change in Insurance Contract Liabilities

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	11,154,050	46,186,323	13,564,151	41,225,147	(2,410,101)	4,961,176
Motor	71,760,248	(75,125,181)	31,450,568	(58,817,189)	40,309,680	(16,307,991)
Marine	1,053,557	2,120,470	1,232,248	2,604,779	(178,691)	(484,309)
Engineering	(273,667,514)	2,193,923	(271,972,600)	7,269,663	(1,694,913)	(5,075,740)
Micro	(108,025,000)	105,083,790	(108,025,000)	105,536,250	-	(452,460)
Aviation	-	(2,415,605)	-	(1,504,730)	-	(910,875)
Cattle and Crop	4,463,977	(34,248,379)	4,989,405	(29,618,778)	(525,428)	(4,629,601)
Miscellaneous	7,008,911	(25,703,097)	5,877,624	(22,757,950)	1,131,287	(2,945,147)
Total	(286,251,770)	18,092,245	(322,883,604)	43,937,192	36,631,833	(25,844,947)

35 Commission Expenses

Particulars	Commission Expenses on Direct Premiums		Commission Expenses on Premium on Reinsurance Accepted		Deferred Commission Expenses		Total Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	3,351,559	3,745,495	-	-	247,992	(343,964)	3,599,552	3,401,531
Motor	3,752,036	4,250,626	19,407,431	-	(9,868,973)	1,128,157	13,290,493	5,378,783
Marine	1,304,046	1,393,520	-	12,574	20,361	(80,889)	1,324,407	1,325,205
Engineering	13,438,597	12,143,455	-	1,003	(4,464,419)	2,210,915	8,974,179	14,355,374
Micro	-	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	9,987,717	12,886,366	-	-	1,449,324	3,642,170	11,437,041	16,528,536
Miscellaneous	6,706,100	4,023,985	-	19	(1,209,905)	(709,604)	5,496,195	3,314,400
Total	38,540,055	38,443,446	19,407,431	13,596	(13,825,620)	5,846,785	44,121,866	44,303,828

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
Property	2,644,068	3,195,620	2,379,196	2,925,593	264,872	270,027
Motor	5,391,564	6,147,332	2,427,481	2,600,620	2,964,083	3,546,712
Marine	521,751	759,112	403,176	627,876	118,575	131,236
Engineering	3,785,531	3,778,086	3,302,998	3,498,558	482,533	279,528
Micro	-	25	-	-	-	25
Aviation	47,046	153,678	26,777	147,749	20,269	5,929
Cattle and Crop	852,489	1,316,364	716,012	1,053,093	136,478	263,271
Miscellaneous	1,646,563	1,353,731	1,270,455	1,081,268	376,108	272,463
Total	14,889,013	16,703,949	10,526,095	11,934,758	4,362,918	4,769,191

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

37 Other Direct Expenses

Particulars	Direct Expenses		Other (to be Specified)		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	-	-	-	-	-	-
Motor	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Engineering	-	-	-	-	-	-
Micro	1,272,707	-	-	-	1,272,707	-
Aviation	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total	1,272,707	-	-	-	1,272,707	-

38 Employee Benefits Expenses

Particulars	Current Year	Previous Year
Salaries	100,058,952	98,875,248
Allowances	48,074,648	51,018,083
Festival Allowances	11,521,627	9,320,931
Defined Benefit Plans	-	-
i) Gratuity	9,661,208	-
ii) Others (to be Specified)	-	-
Defined Contribution Plans	-	-
i) Provident Fund/ Social Security Fund	16,385,556	16,546,184
ii) Others (to be specified)	-	-
Leave Encashments	13,475,790	6,767,383
Termination Benefits	-	-
Training Expenses	5,771,706	3,383,149
Uniform Expenses	-	-
Medical Expenses	-	-
Insurance Expenses	-	-
Staff Welfare Expenses	-	-
Others	-	9,871,550
Sub Total	204,949,489	195,782,526
Employees Bonus	17,296,338	19,800,020
Total	222,245,827	215,582,546

39 Depreciation and Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	12,167,372	10,236,305
Depreciation on Property and Equipment (Refer Note.5)	-	-
Depreciation on Investment Properties (Refer Note. 6)	586,270	771,999
Total	12,753,642	11,008,304

AJOD Insurance Limited

Notes to the Financial Statements

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 Asssets	-	-
Impairment Losses on Financial Assets		
i) Investments	-	-
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	1,880,162	-
iii) Lease Receivables	-	-
iv) Others	-	-
Total	1,880,162	-

41 Other Operating Expenses

Particulars	Current Year	Previous Year
Rent Expenses	23,788,727	23,753,336
Electricity and Water	2,306,417	2,914,735
Repair & Maintenance		
i) Building	-	-
ii) Vehicle	570,373	735,597
iii) Office Equipments	371,801	472,060
iv) Furniture and Fixtures	-	-
v) Computers	-	-
iv) Others	-	-
Telephone & Communication	8,774,566	10,785,172
Printing & Stationary	6,414,734	7,394,495
Office Consumable Expenses	2,229,317	3,695,164
Travelling Expenses		
i) Domestic	2,004,764	2,778,325
ii) Foreign	1,538,153	301,509
Transpotation & Fuel Expenses	10,156,623	9,381,961
Agent Training	-	-
Other Agent Expenses	-	-
Insurance Premium	1,738,955	1,932,794
Security & Outsourcing Expenes	1,193,923	1,110,821
Legal and Consulting Expenses	7,483,820	5,482,259
Newspapers, Books and Periodicals	70,400	151,300

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

Particulars	Current Year	Previous Year
Advertisement & Promotion Expenses	1,540,063	5,165,084
Business Promotion	2,154,486	459,609
Guest Entertainment	1,275,527	1,436,724
Gift and Donations	-	-
Board Meeting Fees and Expenses		
i) Meeting Allowances	1,266,000	1,080,000
ii) Other Allowances	345,563	153,871
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	896,000	1,030,000
ii) Other Allowances	46,239	70,201
General Meeting Expenses	1,249,798	340,214
Actuarial Service Fee	-	-
Other Actuarial Expenses	-	-
Audit Related Expenses		
i) Statutory Audit	250,000	250,000
ii) Tax Audit	-	-
iii) Long Form Audit Report	-	-
iv) Other Fees	-	-
v) Internal Audit	265,487	150,000
vi) Others	420,516	-
Bank Charges	450,120	412,252
Fee and Charges	3,256,406	2,130,845
Postage Charges	1,025,320	1,118,320
Foreign Exchange Losses	-	-
Fines and Penalties	-	-
Cleaning Expenses	-	-
Share Registration Expenses	220,600	313,497
Technical Service Expenses	-	253,315
Others	3,892,216	4,055,963
Total	87,196,914	89,309,423

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	-	-
Interest Expenses - Overdraft Loans	-	-
Others (to be Specified)	-	-
Total	-	-

AJOD Insurance Limited

Notes to the Financial Statements

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	44,412,827	59,288,966
ii) Income Tax Relating to Prior Periods	-	-
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	7,858,890	(2,004,783)
ii) Changes in tax rate	-	-
iii) Recognition of previously unrecognised tax losses	-	-
iv) Write-down or reversal	-	-
v) Others (to be Specified)	-	-
Income Tax Expense	52,271,717	57,284,183

(b) Reconciliation of Taxable Profit & the Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	155,667,044	512,043,386
Applicable Tax Rate	30.00%	30.00%
Tax at the applicable rate on Accounting Profit	46,700,113	153,613,016
Add: Tax effect of expenses that are not deductible for tax purpose	8,983,811	28,544,907
Less: Tax effect on exempt income and additional deduction	(12,207,914)	(28,766,627)
Less: Adjustments to Current Tax for Prior Periods	-	-
Add/ (Less): Others	-	-
Income Tax Expense	43,476,010	153,391,296
Effective Tax Rate	27.93%	29.96%

44 Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Jestha 13, 2080 (May 27, 2023), the company has recognised an amount of NPR. 16,385,556 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

For Defined Benefit Plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with Actuarial Valuations being carried out.

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	-	-	8,454,859	5,505,923
Past service cost	-	-	-	-
Net interest cost (a-b)	-	-	2,732,379	1,395,292
a. Interest expense on defined benefit obligation (DBO)	-	-	2,732,379	1,395,292
b. Interest (income) on plan assets	-	-	-	-
Net Actuarial Losses/(Gains) Recognized during the period	-	-	1,797,472	(555,024)
Defined benefit cost included in Statement of Profit or Loss	-	-	12,984,710	6,346,191

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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	-	-	12,984,710	6,346,191
Remeasurements effects recognised in OCI	-	-	-	-
Total cost recognised in Comprehensive Income	-	-	12,984,710	6,346,191

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	-	-	32,145,632	27,905,841
Service cost	-	-	8,454,859	5,505,923
Interest cost	-	-	2,732,379	1,395,292
Benefit payments from plan assets	-	-	(3,954,145)	(2,106,400)
Actuarial (gain)/ loss - financial assumptions	-	-	-	16,694,594
Actuarial (gain)/ Loss - experience	-	-	1,797,472	(17,249,618)
Defined Benefit Obligation as at Year End	-	-	41,176,197	32,145,632

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	-	-	-	-
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	-	-	-	-

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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	-	-	(41,176,197)	(32,145,632)
Fair Value of Plan Assets	-	-	-	-
Liability/ (Asset) Recognised in Statement of Financial Position	-	-	(41,176,197)	(32,145,632)

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	-	-	-	-

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	-	-	32,145,632	27,905,841
Defined benefit cost included in Statement of Profit or Loss	-	-	12,984,710	6,346,191
Total remeasurements included in OCI	-	-	-	-
Acquisition/ divestment	-	-	-	-
Employer contributions	-	-	-3,954,145	-2,106,400
Net defined benefit liability/(asset)	-	-	41,176,197	32,145,632

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	-	-	-	-

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	-	-	3448502	2,475,241
Non - Current Liability	-	-	37727625	23,773,135
Total	-	-	41,176,127	26,248,376

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	-	-	3,448,502	2,475,241
Between 1-2 years	-	-	4,820,706	2,599,570
Between 2-5 years	-	-	16,688,285	8,331,530
From 6 to 10	-	-	16,218,634	12,842,035
Total	-	-	41,176,127	26,248,376

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	-	-	-	-
Citizens Investment Trust	-	-	-	-
Total	-	-	-	-

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	-	-	37,141,248	28,981,362
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	-	-	46,009,612	35,938,626
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	-	-	45,585,561	35,607,394
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	-	-	37,420,108	29,198,698
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	-	-	41,348,462	32,225,068
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	-	-	40,977,693	32,054,434

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	-	8.50%
Escalation Rate (Rate of Increase in Compensation Levels)	-	5.00%
Attrition Rate (Employee Turnover)	-	as per table
Mortality Rate During Employment	-	NALMT 2009

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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	-	121,903,642	-	-	78,001,138	-
Investment in Equity (Unquoted)	3	-	-	-	-	-	-
ii) Investment in Mutual Funds	1	-	17,221,500	-	-	9,595,000	-
iii) Investment in Preference Shares of Bank and Financial Institutions		-	-	-	-	-	-
iv) Investment in Debentures	3	-	-	140,155,000	-	-	140,155,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-	-	-	-	-	-
vi) Fixed Deposits	3	-	-	1,593,110,000	-	-	1,451,145,000
vii) Others (to be specified)		-	-	-	-	-	-
Loans	3	-	-	6,211,252	-	-	-
Other Financial Assets	3	-	-	200,086,014	-	-	147,290,369
Cash and Cash Equivalents	3	-	-	12,790,112	-	-	49,626,661
Total Financial Assets		-	139,125,142	1,952,352,379	-	87,596,138	1,788,217,030
Borrowings		-	-	-	-	-	-
Other Financial Liabilities	3	-	-	171,183,915	-	-	147,038,980
Total Financial Liabilities		-	-	171,183,915	-	-	147,038,980

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.

(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.

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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	140,155,000	140,155,000	140,155,000	140,155,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)				
iv) Fixed Deposit	1,593,110,000	1,593,110,000	1,451,145,000	1,451,145,000
v) Others (to be Specified)	-	-	-	-
Loans				
i) Loan to Employees	6,211,252	6,211,252	-	-
ii) Others (to be Specified)				
Other Financial Assets	200,086,014	200,086,014	147,290,369	147,290,369
Total Financial Assets at Amortised Cost	-	1,939,562,266	-	1,738,590,369
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others (to be Specified)	-	-	-	-
Other Financial Liabilities	171,183,915	171,183,915	147,038,980	147,038,980
Total Financial Liabilities at Amortised Cost	171,183,915	171,183,915	147,038,980	147,038,980

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.

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.

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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:

- 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.

Continue...

- 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 reinsurance as part of its risks mitigation programme. Premium ceded to the reinsurers is in accordance with the terms of the programmes already agreed based on the risks written by the insurance companies. Recoveries from reinsurers on claims are based on the cession made in respect of each risk and is estimated in a manner consistent with the outstanding claims provisions made for the loss. Although we mitigate our exposures through prudent reinsurance arrangements, the obligation to meet claims emanating from policy holders rests with the Company. Default of reinsurers does not negate this obligation and in that respect the Company carries a credit risk up to the extent ceded to each reinsurer.

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...

AJOD Insurance Limited

Notes to the Financial Statements

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%	87,043,818	28,565,729	(25,709,156)	(17,996,409)	77,911,289	26,681,861	(24,013,675)	(16,809,572)
Average Number of Claims	"+"10%	(87,043,818)	(28,565,729)	(25,709,156)	(17,996,409)	(77,911,289)	(26,681,861)	(24,013,675)	(16,809,572)
Average Claim Cost	"-"10%			52,630,280	36,841,196			24,013,675	16,809,572
Average Number of Claims	"-"10%			52,630,280	36,841,196			24,013,675	16,809,572

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 3	PY 2	PY 1	Current Year	Total
At end of incident year	-	-	-	-	-	-	205,506,749	205,506,749	
One year later	-	-	-	-	-	303,519,800	-	303,519,800	
Two year later	-	-	-	-	220,887,800	-	-	220,887,800	
Three year later	-	-	8,230,000	-	-	-	-	8,230,000	
Four year later	-	-	-	-	-	-	-	-	
More than Four years	-	-	-	-	-	-	-	-	
Current estimate of cumulative claims	-	-	-	-	220,887,800	303,519,800	205,506,749	738,144,349	
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	-	-	-	-	220,887,800	303,519,800	205,506,749	738,144,349	

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

Net outstanding claim provision	Year of incident						Total
	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	
At end of incident year	-	-	-	-	-	33,708,604	33,708,604
One year later	-	-	-	-	49,785,366	-	49,785,366
Two year later	-	-	-	36,231,508	-	-	36,231,508
Three year later	-	-	1,349,940	-	-	-	1,349,940
Four year later	-	-	-	-	-	-	-
More than Four years	-	-	-	-	-	-	-
Current estimate of cumulative claims	-	-	1,349,940	36,231,508	49,785,366	33,708,604	121,075,417
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	-	-	1,349,940	36,231,508	49,785,366	33,708,604	121,075,417

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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 Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Property	285,984,834	256,114,296	29,870,538	261,779,995	216,665,847	45,114,148
Motor	511,040,262	198,693,827	312,346,435	398,222,177	129,916,857	268,305,320
Marine	45,044,249	26,241,785	18,802,464	45,561,552	31,614,783	13,946,769
Engineering	374,779,086	351,507,078	23,272,008	580,898,414	559,303,916	21,594,498
Micro	351,050,000	351,050,000	-	459,075,000	459,073,739	1,261
Aviation	4,124,555	2,347,568	1,776,987	-	(296,441)	296,441
Cattle and Crop	65,167,679	53,643,200	11,524,479	72,935,782	56,128,650	16,807,132
Miscellaneous	96,873,213	72,739,513	24,133,700	62,592,501	48,384,989	14,207,512
Total	1,734,063,878	1,312,337,266	421,726,611	1,881,065,421	1,500,792,340	380,273,081

47 Financial Risk

a) 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...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

Expected Credit Losses for Financial Assets at Amortised Costs as at Jestha 13, 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	Loan To Employees	6,211,252	-	-	6,211,252
		Other Financial Assets	200,086,014	-	-	200,086,014
		Fixed Deposits	1,593,110,000	-	-	1,593,110,000
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses	-	-	-	-	-
		-	-	-	-	-

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	Loan To Employees	-	-	-	-
		Other Financial Assets	147,290,369	-	-	147,290,369
		Fixed Deposits	1,451,145,000	-	-	1,451,145,000
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses	-	-	-	-	-
		-	-	-	-	-

Reconciliation of Loss Allowance Provision

Particulars	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 Ashadh 32, 2079	-	-	-
Changes in loss allowances	-	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Jestha 13, 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.

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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	44,219,876	17,442,517	-	31,807,439	3,460,237	-
Total Financial Liabilities	44,219,876	17,442,517	-	31,807,439	3,460,237	-

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	Currency A	USD	Currency A
Investments	-	-	-	-
Loans	-	-	-	-
Insurance Receivables	-	-	-	-
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)	-	-	-	-
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)	-	-	-	-

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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% *	-	-	-	-
Currency A sensitivity				
NPR/ USD - Increases by 10% *	-	-	-	-
NPR/ USD - Decreases by 10% *	-	-	-	-

* Holding all other variable constant

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%*	884,892	812,886
Interest Rate - Decrease By 1%*	(884,892)	(812,886)

* 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
NEPSE - Increase By 1%*	819,865	537,643
NEPSE - Decrease By 1%*	(1,171,236)	(768,061)

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

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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.

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:

- a) 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
- b) 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

Non-Life insurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 2.50 billion by Ashad End 2080. As on the reporting date, the company's paid up capital is NPR 1.49 Billion

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashadh 32, 2079	-	-
(ii) Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since the year ended the directors have recommended the payment of a final dividend of NPR/- per fully paid equity share (Ashadh, NPR /-). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting	-	-

51 Earnings Per Share

Particulars	Current Year	Previous Year
Profit For the Year	103,617,699	147,228,344
Less: Dividend on Preference Shares	-	-
Profit For the Year used for Calculating Basic Earning per Share	-	-
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	-	-
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	1,000,000,000	13,789,958
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	10,000,000	13,789,958
Nominal Value of Equity Shares	-	-
Basic Earning Per Share	10.34	10.68
Diluted Earning Per Share	-	-
Proposed Bonus Share	-	-
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	-	-
Restated Basic Earning Per Share	-	10.68
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:

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

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

a) Segmental Information for the year ended Ashadh 32, 2079 (July 16, 2022)

Particular	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	297,377,940	570,196,762	83,635,184	271,766,802	34,614,100	19,835,901	154,188,181	121,163,060	-	1,552,777,930.61
Premiums Ceded	(293,794,712)	(262,061,324)	(75,722,827)	(253,048,542)	(15,015,264)	(18,106,162)	(123,350,606)	(103,962,194)	-	(1,145,062,231.75)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	3,583,227.64	308,134,838.31	7,912,356.68	18,718,259.76	19,598,836.11	1,729,739.31	30,837,575.25	17,200,865.82	-	407,715,698.86
Commission Income	70,074,281.89	61,871,091.50	16,151,409.34	76225254.5	1040	84486.855	24,050,699.22	24,666,329.60	-	273,124,582.91
Other Direct Income	-	-	-	-	-	-	-	-	-	-
Income from Investments and Loans	5,883,694.40	1,895,900.95	26,165,010.71	5940922.447	3633382.005	1921856.782	148,304.69	1,352,225.03	-	46,941,297.01
Net Gain/ (Loss) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	79,541,203.94	371,901,830.75	50,228,776.73	100,884,436.70	23,233,258.11	3,736,082.95	55,036,579.17	43,219,420.45	-	727,781,588.78
Expenses:										
Gross Claims Paid	136,806,279	326,062,030	16,042,612	149,504,155	37,399	-	107,077,199	43,583,216	-	779,112,889
Claims Ceded	(122,174,835)	(108,425,994)	(13,119,593)	(142,419,999)	-	-	(85,620,359)	(40,533,498)	-	(512,294,278)
Gross Change in Contract Liabilities	44,407,888	(57,251,879)	1,939,672	(10,436,118)	104,799,344	(2,536,385)	(35,860,982)	(26,969,295)	-	18,092,245
Change in Contract Liabilities Ceded to Reinsurers	(39,783,518)	42,036,405	(2,472,782)	5,239,520	(105,261,289)	1,579,967	30,852,098	23,872,408	-	(43,937,192)
Net Claims Paid	19,255,813.66	202,420,561.68	2,389,908.46	1,887,558.52	(424,546.45)	(956,418.75)	16,447,956.05	(47,169.55)	-	240,973,664
Commission Expenses	3,401,530.64	5,378,782.70	1,325,205.36	14355373.73	0	0	16,528,535.60	3,314,399.71	-	44,303,828
Service Fees	270,027.21	3,546,712.07	131,235.54	279528.3596	25,225	5928.8152	263,271.25	272,462.82	-	4,769,191
Other Direct Expenses	-	-	-	-	-	-	-	-	-	-
Employee Benefits Expenses	32,928,008.43	54,734,618.57	7,763,137.58	38124032.02	0	1602281.667	12,381,150.71	13,695,742.63	-	161,228,972
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	55,855,379.93	266,080,675.01	11,609,486.94	54,646,492.64	(424,521.23)	651,791.73	45,620,913.61	17,235,435.61	-	451,275,654
Total Segmental Results	23,685,824.00	105,821,155.74	38,619,289.78	46,237,944.07	23,657,779.34	3,084,291.21	9,415,665.55	25,983,984.84	-	276,505,935
Segment Assets	-	-	-	-	-	-	-	-	-	1,608,745,411
Segment Liabilities	-	-	-	-	-	-	-	-	-	2,244,298,649

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

b) Segmental Information for the year ended Jestha 13, 2080 (May 27, 2023)

Particular	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Eamed Premiums	297,560,374	617,651,417	64,284,514	394,000,519	(10,491,128)	2,148,206	113,999,978	169,016,187	-	1,648,170,065
Premiums Ceded	(253,611,094)	(259,248,776)	(55,066,345)	(362,675,260)	1,261	(926,251)	(92,950,421)	(132,975,004)	-	(1,157,451,890)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	43,949,280	358,402,641	9,218,168	31,325,259	(10,489,867)	1,221,955	21,049,556	36,041,182	-	490,718,175
Commission Income	65,548,381	46,837,925	14,524,236	43,955,820	-	129,115	16,216,714	31,819,229	-	219,031,420
Other Direct Income	-	-	-	-	-	-	-	-	-	-
Income from Investments and Loans	7,234,766	25,976,517	1,728,988	6,735,661	-	1,600,929	1,600,929	5,522,579	-	50,400,369
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	116,732,427	431,217,082	25,471,393	82,016,740	(10,489,867)	2,951,999	38,867,199	73,382,990	-	760,149,964
Expenses:										
Gross Claims Paid	49,796,445	354,502,293	24,399,728	330,466,577	-	-	58,907,676	52,365,460	-	870,438,178
Claims Ceded	(38,407,487)	(110,405,387)	(20,629,782)	(320,455,164)	-	-	(47,834,935)	(47,048,136)	-	(584,780,891)
Gross Change in Contract Liabilities	11,154,050	71,760,248	1,053,557	(273,667,514)	(108,025,000)	-	4,463,977	7,008,911	-	(286,251,770)
Change in Contract Liabilities Ceded to Reinsurers	(13,564,151)	(31,450,568)	(1,232,248)	271,972,600	108,025,000	-	(4,989,405)	(5,877,624)	-	322,883,604
Net Claims Paid	8,978,856	284,406,585	3,591,256	8,316,499	-	-	10,547,313	6,448,611	-	322,289,121
Commission Expenses	3,589,552	13,290,493	1,324,407	8,974,179	-	-	11,437,041	5,496,195	-	44,121,866
Service Fees	264,872	2,964,083	118,575	482,533	-	20,269	136,478	376,108	-	4,362,918
Other Direct Expenses	-	-	-	-	-	-	-	-	-	-
Employee Benefits Expenses	33,406,090	52,251,454	6,676,618	48,719,735	-	681,991	9,978,588	20,611,852	-	172,326,328
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	46,249,370	352,912,616	11,710,855	66,482,946	-	702,260	32,099,419	32,932,766	-	543,100,233
Total Segmental Results	70,483,057	78,304,466	13,760,538	15,533,794	(10,489,867)	2,249,739	6,767,780	40,450,224	-	217,049,732
Segment Assets	-	-	-	-	-	-	-	-	-	1,499,663,823
Segment Liabilities	-	-	-	-	-	-	-	-	-	2,235,943,039

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

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

Particulars	Current Year	Previous Year
Segmental Profit	217,049,732	276,505,935
Add: Net Gains/ (Losses) on Fair Value Changes	-	-
Add: Net Realised Gains/ (Losses)	-	-
Add: Other Income	148,355,547	(55,080,109)
Less: Depreciation and Amortization	-12,753,642	(14,202,041)
Less: Impairment Losses	-1,880,162	-
Less: Management Cost	-192,233,881	-
Profit Before Tax	158,537,593	207,223,784

d) Reconciliation of Assets

Particulars	Current Year	Previous Year
Segment Assets	1,499,863,823	1,608,745,411
Goodwill & Intangible Assets	1,123,828	1,123,828
Property, Plant and Equipment	55,748,986	55,748,986
Investment Properties		
Deferred Tax Assets	48,489,030	48,489,030
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	1,872,390,142	1,872,390,142
Loans	6,211,252	6,211,252
Current Tax Assets	40,665,678	40,741,330
Other Assets	116,789,772	116,789,772
Other Financial Assets	200,086,014	200,086,014
Cash and Cash Equivalents	12,790,112	12,790,112
Total Assets	3,854,158,637	3,963,115,877

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	2,235,943,039	2,244,298,649
Provisions	27,063,340	27,090,194
Deferred Tax Liabilities	2,383,201	2,383,201
Current Tax Liabilities	-	-
Other Financial Liabilities	171,183,915	171,183,915
Other Liabilities	61,662,392	58,791,843
Total Liabilities	2,498,235,888	2,503,747,802

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

53 Related Party Disclosure

(a) Identify Related Parties

Holding Company:

Subsidiaries:

Associates:

Fellow Subsidiaries:

Key Management Personnel:

Name	Relationship	Remarks
Mr. Ajad Shrestha	Chairman	
Mr. Sagar Gurung	Director	Board member till 11/01/2080
Mr. Ram Bahadur Gurung	Director	
Mr. Chiranjivi Dwa	Director	
Ms. Shreejana Subedi	Director	
Mr Bishnu Prasad Nepal	Director	
Mr. Panu Dutta Poudel	Director	
Mr. Kumar Bahadur Khatri	Chief Executive Officer	

(b) Key Management Personnel Compensation:

Particulars	Current Year	Previous Year
Short-term employee benefits	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	-	-

Payment to Chief Executive Officer (CEO)

Particulars	Current Year	Previous Year
Annual salary and allowances	6,047,859	5,057,731
Performance based allowances		
i) Employee Bonus	-	-
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	-	-
Insurance related benefits		
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	-
Total	6,047,859	5,057,731

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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	-	-	-	-	2,110,000	-
Previous Year	-	-	-	-	2,162,000	-
Others (to be specified)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

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 has various operating leases ranging from 1 year to 10 years for 2079 and 2080 . Non-cancellable periods range from one month to three months. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR 23,788,727 (Ashadh 32, 2079: NPR 23,753,336)..

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

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year	27,187,116	24,807,672
ii) Later than 1 year and not later than 5 years	108,748,469	109,153,756
iii) Later than 5 years	36,226,646	39,198,560

(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:

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year	-	-
ii) Later than 1 year and not later than 5 years	-	-
iii) Later than 5 years	-	-
Total Future Minimum Lease Payments	-	-
Less: Effect of Discounting	-	-
Finance lease liability recognised	-	-

Continue...

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

(b) Leases as Lessor

(i) Operating Lease:

The Company has leased out certain office spaces that are renewable on a periodic basis. Rental income received during the year in respect of operating lease is NPR (Ashadh .., 20X1/ July ..., 20X1: NPR). Details of assets given on operating lease as at year end are as below.

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

Future Minimum Lease Income	Current Year	Previous Year
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 given assets under finance leases. At the year end receivables under finance lease agreements fall due as follows:

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
Intangible Assets	-	-
Property, Plant and Equipment	-	-
Investment Properties	-	-
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) Other (to be Specified)	-	-
Total	-	-

AJOD Insurance Limited

Notes to the Financial Statements

Fig. in NPR

57 Events occurring after Balance Sheet

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

60 Miscellaneous

(i) All amounts are in Nepalese Rupees unless otherwise stated.

(ii) All figures are in the Nearest Rupee & Rounded off.

61 Others (to be Specified)

AJOD Insurance Limited

Major Financial Indicators

S.N.	Particulars	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Equity:						
1	Net worth	NPR	1,356,145,123	1,250,937,110	1,105,262,653	1,021,922,446	679,516,278
2	Number of Shares	No.s	10,000,000	10,000,000	10,000,000	7,000,000	7,000,000
3	Book value per shares	NPR	135.6	125.1	110.5	146.0	97.07
4	Net Profit	NPR	103617699.1	149071415.8	86026850.9	45634671.0	(30,961,832.93)
5	Earning per Shares (EPS)	NPR	10.34	14.9	0.09	0.07	(0.04)
6	Dividend per Shares (DPS)	NPR	-	-	-	-	-
7	Market Price per Shares (MPPS)	NPR	451	448	813.00	-	-
8	Price Earning Ratio (PE Ratio)	Ratio	43.6	30.1	9,450.54	-	-
9	Change in Equity	%	9%	13%	8.16%	50.39%	-5.56%
10	Return on Equity	%	8%	13%	7.78%	4.47%	-4.56%
11	Capital to Total Net Assets Ratio	%	74%	80%	90%	68%	103%
12	Capital to Technical Reserve Ratio	%	58%	53%	57%	89%	222%
13	Affiliate Ratio	%					
	Business:						
14	Total Premium Growth Rate	%					
	Property	%	0.06%	53%	243%	116%	28842%
	Motor	%	8.32%	28%	-2155%	1622%	264002%
	Marine	%	-23.14%	250%	100%	59%	100%
	Engineering	%	44.98%	55%	180%	101%	3647%
	Micro	%	-130.31%	-31%	27733%	8720%	100%
	Aviation	%	-89.17%	232%	100%	100%	-
	Cattle and Crop	%	-26.06%	21%	380%	197%	100%
	Miscellaneous	%	39.49%	63%	136%	96%	29837%
15	Net Premium Growth Rate	%					
	Property	%	1127%	-70%	-116%	-138%	2019%
	Motor	%	16%	25%	-268%	465%	249075%
	Marine	%	17%	88%	-167%	-89%	100%
	Engineering	%	67%	42%	-123%	-79%	80378%
	Micro	%	-154%	-26%	-396%	3706%	100%
	Aviation	%	-29%	-20%	-552%	100%	-
	Cattle and Crop	%	-32%	21%	-159%	-49%	100%
	Miscellaneous	%	110%	178%	-120%	-107%	29616%

Continue...

AJOD Insurance Limited

Major Financial Indicators

S.N.	Particulars	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
16	Net Insurance Premium/ Gross Insurance Premium	%	15%	1%	6%	-8%	1%
	Property	%	58%	54%	56%	66%	71%
	Motor	%	14%	9%	18%	4%	17%
	Marine	%	8%	7%	8%	4%	13%
	Engineering	%	100%	57%	52%	43%	100%
	Micro	%	57%	9%	36%	48%	-
	Aviation	%	18%	20%	20%	11%	20%
	Cattle and Crop	%	21%	14%	8%	-2%	7%
	Miscellaneous	%	20%	22%	22%	18%	18%
17	Reinsurance Commission Income/ Gross Reinsurance Premium	%	122%	124%	99%	78%	61%
18	Gross Premium Revenue/ Equity	%	36%	33%	30%	-36%	23%
19	Net Premium Revenue/ Total Assets	%	43%	42%	33%	37%	35%
20	Gross Insurance Premium/Total Assets	%	7%	8%	7%	9%	9%
21	Return on Investments & Loan	%	6%	9%	8%	6%	-6%
22	Net Profit/ Gross Insurance Premium	%					
	Expenses:						
23	Reinsurance Ratio	%	70%	74%	69%	68%	72%
24	Management expenses/ Gross Insurance Premium	%	42%	39%	21.18%	25.50%	72.03%
25	Agent Related Expenses/ Gross Insurance Premium	%	2.34%	2.48%	3.70%	2.65%	3.11%
26	Agent Related Expenses/Management Expenses	%	10.31%	10.53%	14%	12%	0.2%
27	Employee Expenses/ Management Expenses	%	59%	59%	60%	59%	53%
28	Employee Expenses/ Number of Employees	Amt.	688,068	667,438	629,215	626,772	394,375
29	Expense Ratio (Underwriting Expense/Net Written Premium)	%	142%	149%	149%	148%	190%
30	Commission Ratio (Commission Expense/Net Written Premium)	%	9%	11%	11%	8%	0.2%
31	Loss Ratio {(Claim Paid + change in reserve)/ (Net Written Premium)}	%	66%	59%	68.67%	40.39%	44.30%
32	Combined Ratio (Loss Ratio + Expense Ratio)	%	208%	208%	218%	189%	234%
	Assets:						
33	Increment in Investment Held	%	12%	17%	35%	21%	29%
34	Return on Assets	%	3%	4%	3%	2%	-2%
35	Long term Investments/Total Investments	%	15%	14%	9%	2%	100%
36	Short term Investments/Total Investments	%	85%	86%	91%	98%	278%
37	Total Investment & Loan/Gross Insurance Contract Liabilities	%	108%	89%	82%	135%	-
38	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	0.35%	0.10%	0.11%	0.10%	0%
39	Investment in Shares/ Total Net Assets	%	8.99%	6.24%	3%	1%	0%
40	Liquidity Ratio	%	21%	34%	32%	304%	495%

Continue...

AJOD Insurance Limited

Major Financial Indicators

S.N.	Particulars	Indicators	Fiscal Year						
			2079/80	2078/79	2077/78	2076/77	2075/76		
	Liabilities:								
41	Solvency Margin	%	167%	241%	219%	200%	155.70%		
42	Increment in Gross Insurance Contract Liabilities	%	-8%	8%	122%	150%	13245%		
43	Net Technical Reserve/Average of Net Claim Paid for Last 3 Years	%	308%	506%	1491%	1465%			
44	Actuarial Provision	Amt.	286,763,966	293,573,432	215,634,467	212,094,666	126,100,666		
45	Technical Provisions/ Total Equity	%	128%	151%	158%	77%	46%		
46	Insurance Debt/ Total Equity	%	94%	95%	65%	23%	54%		
47	Outstanding Claim/ Claim Intimated	%	100%	77%	47%	6%	13%		
48	No. of Outstanding Claim/ No. of Intimated Claim	No.s	116,966.00	128,091.00	128,184.00	96,319.00	49,902.00		
49	Total Number of Inforce Policies	%	18%	17%	12%	27%	10%		
50	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	5%	6%	6%	2%	1%		
51	Number of Intimated Claim/ Total Number of In Force Policy	No.s	76	62	46.00	39.00	30		
52	Number of Offices	No.s	183	825	585.00	528.00	255		
53	Number of Agents	No.s	87	62	53.00	45.00	20		
54	Number of Surveyor	No.s	304	323	267.00	224.00	175		
55	Number of Employees	No.s							

AJOD Insurance Limited

Annexure IV Statement of Sum Assured

S.N.	Insurance Types	Existing Insurance Policies Numbers		Insured Amount against Existing Insurance Policies		Insured Risk Ceded to Re-Insurer		Net Insured Risk Retained by Insurer		Amount in '000
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	
1	Property	18,350	19,368	178,501,405	170,604,529	137,036,014	130,875,821	41,465,391	39,728,708	
2	Motor	10,511	13,433	41,387,110	52,969,149	31,981,311	43,590,222	9,405,799	9,378,927	
3	Marine	60,714	65,829	28,866,609	31,160,267	12,996,811	6,377,739	15,869,798	24,782,528	
4	Engineering	2,383	2,706	98,801,522	77,854,024	91,371,647	71,424,428	7,429,875	6,429,596	
5	Micro	15,178	14,158	200,206,799	130,588,280	154,475,580	124,939,862	45,731,219	5,648,418	
6	Aviation	3	3	3,392,480	-	1,930,660	-	1,461,820	-	
7	Cattle and Crop	9,827	12,594	2,048,243	2,749,523	1,638,595	2,197,427	409,648	552,096	
8	Miscellaneous	-	-	-	-	-	-	-	-	
	Total	116,966	128,091	553,204,168	465,925,772	431,430,618	379,405,499	121,773,550	86,520,273	



नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY

वि. वि. शा. : ८९ (२०८०/०८१) च.नं. ४०८७

श्री युनाइटेड अजोड इन्स्योरेन्स लि.,
सुन्धारा, काठमाण्डौं ।



मिति: २०८०।०९।१६

युनाइटेड अजोड इन्स्योरेन्स लि.
दर्ता नं. ६२८५-८०-९९
मिति २०८०-९-१६

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

S. J. M.
K. C. T. M. C.

तहाँको मिति २०८०।०८।१० (च.नं.१७६८-२०८०।८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

उपरोक्त सम्बन्धमा बीमक श्री युनाइटेड अजोड इन्स्योरेन्स लिमिटेड (साबिक अजोड इन्स्योरेन्स लिमिटेड) बाट पेश भएको आ.व. २०७९।८० को वित्तीय विवरण तथा अन्य कागजातहरू 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 देहायको निर्देशन, शर्त तथा आदेश सहित स्वीकृति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउदछौं।

शर्तहरू:

१. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने।
२. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने।
३. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने।
४. बीमकको लेखापरीक्षकले औल्याएका सम्पूर्ण कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
५. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।



(विरोध वाग्ले)
उप-निर्देशक

AJOD Insurance Limited

नेपाल बीमा प्राधिकरणको शर्त सम्बन्धी व्यवस्थापनको प्रत्युत्तर

नेपाल बीमा प्राधिकरणद्वारा आ.व. २०७५/८० को वित्तीय विवरण स-शर्त स्वीकृति दिइएको हुँदा त्यसमा उल्लेखित शर्तहरू सम्बन्धी व्यवस्थापनको निम्न बमोजिमको प्रत्युत्तर रहेको व्यहोरा अनुरोध गर्दछौं ।

- (१) कम्पनीले जोखिम व्यवस्थापन समिति गठन गरिसकेको व्यहोरा अनुरोध गर्दछौं । प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन कार्य गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
- (२) कम्पनीले आफ्नो लेखा परिक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाई सकेको व्यहोरा अनुरोध गर्दछौं ।
- (३) कम्पनीले Underwriting Manual र Claim Manual बनाई आफ्नो बीमालेख जारी प्रक्रिया र दाबी भुक्तानी प्रक्रिया प्रभावकारी बनाईसकेको व्यहोरा अनुरोध गर्दछौं ।
- (४) कम्पनीको आन्तरिक तथा बाह्य लेखापरिक्षकले औल्याएका कैफियतहरू क्रमिक रूपले सुधार गर्दै लिएको तथा उक्त कैफियतहरू पुनः दोहोरिन नदिन कम्पनी प्रतिबद्ध रहेको व्यहोरा अनुरोध गर्दछौं ।
- (५) कम्पनीले तोकिएको समयसिमा भित्रै साधारण सभा सम्पन्न गर्ने व्यवस्था मिलाइएको व्यहोरा अनुरोध गर्दछौं ।

UNITED AJOD INSURANCE LIMITED

प्रबन्धपत्रमा प्रस्तावित संशोधनको तीन महले

हालको व्यवस्था	प्रस्तावित संशोधन	संशोधन गर्नुपर्ने कारण
<p>प्रबन्धपत्रको दफा ५ (ख) कम्पनीको जारी शेयर पूँजी रु. २,५०,००,००,०००/- (अक्षरेपी दुई अरब पचास करोड) मात्र हुनेछ। सो पूँजीलाई रु.१००/- दरको २,५०,००,०००/- थान साधारण शेयरमा विभाजन गरिएको छ।</p>	<p>प्रबन्धपत्रको दफा ५ (ख) कम्पनीको जारी शेयर पूँजी रु. २,५०,००,००,०००/- (अक्षरेपी दुई अरब पचास करोड) हुनेछ। सो पूँजीलाई रु.१००/- दरको २,५०,००,०००/- थान शेयर कित्तामा विभाजित गरिनेछ।</p>	<p>कम्पनीको संचालक समितिबाट आ.व. २०७९/८० को वितरणयोग्य मुनाफाबाट हाल कायम रहेको चुक्ता पूँजी रु.१,९०,४५,६८,०००/- (अक्षरेपी एक अरब नब्बे करोड पैतालिस लाख अठसठ्ठी हजार) को १०.२६१२ (दश दशमलव दुई छ एक दुई) प्रतिशतले हुन आउने रकम रु.१९,५४,३२,०००/- (अक्षरेपी उन्नाइस करोड चौबन्न लाख बत्तीस हजार) बराबरको बोनस शेयर जारी गर्न स्वीकृती प्रदान भएको र बोनस शेयर जारी गर्दा साविकको चुक्ता पूँजीमा बृद्धि हुने।</p>
<p>प्रबन्धपत्रको दफा ५ (ग) कम्पनीको चुक्ता पूँजी रु.१,९०,४५,६८,००० हुनेछ। सो पूँजीलाई रु. १००/- दरको १,९०,४५,६८० थान साधारण शेयरमा विभाजन गरिएको छ।</p>	<p>प्रबन्धपत्रको दफा ५ (ग) कम्पनीको चुक्ता पूँजी रु.२,१०,००,००,००० (अक्षरेपी दुई अरब दश करोड) हुनेछ। सो पूँजीलाई रु.१००/- दरको २,१०,००,००० थान शेयर कित्तामा विभाजित गरिनेछ।</p>	

नियमावलीमा प्रस्तावित संशोधनको तीन महले

हालको व्यवस्था	प्रस्तावित संशोधन	संशोधन गर्नुपर्ने कारण
<p>नियमावलीको नियम ८ संचालकको संख्या र कार्यकाल: (२) यस कम्पनीमा स्वतन्त्र संचालक र एक जना महिला संचालक सहित ७ जनाको संचालक समिति हुनेछ।</p>	<p>नियमावलीको नियम ८ संचालकको संख्या र कार्यकाल: (२) यस कम्पनीमा स्वतन्त्र संचालक र एक जना महिला संचालक सहित ६ जनाको संचालक समिति हुनेछ।</p>	<p>कम्पनी ऐन, २०६३ तथा नेपाल बीमा प्राधिकरणबाट प्राप्त निर्देशन बमोजिम शेयर संरचना परिवर्तन भएको अनुपातमा संचालक समितिमा संस्थापक र सर्वसाधारण समूहको प्रतिनिधित्वको अनुपात मिलान गर्न</p>
<p>नियमावलीको नियम ११ संचालक तथा सल्लाहकारको नियुक्ति सम्बन्धी व्यवस्था: (१) “क” समूह संस्थापक शेयरधनी मध्येबाट ४ जना “ख” समूह साधारण शेयरधनीबाट निर्वाचित २ जना स्वतन्त्र संचालक १ जना</p>	<p>नियमावलीको नियम ११ संचालक तथा सल्लाहकारको नियुक्ति सम्बन्धी व्यवस्था: (१) “क” समूह संस्थापक शेयरधनी मध्येबाट ३ (तीन) जना “ख” समूह सर्वसाधारण शेयरधनीबाट निर्वाचित २ (दुई) जना स्वतन्त्र संचालक १ (एक) जना</p>	

अनुसूची-२७
(दफा ७१ को उपदफा (३) सँग सम्बन्धित)

यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड

प्रतिनिधि नियुक्त गर्ने फाराम (प्रोक्सी)

श्री संचालक समिति,
यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड
सीटीसी मल, बागदरबार मार्ग, सुन्धारा, काठमाडौं ।

विषय: प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

जिल्ला.....मन.पा./उप मन.पा./न.पा./गा.पा., वडा नं.बस्ने म/हामीले
यूनाइटेड अजोड इन्स्योरेन्स लि.को शेयरधनीको हैसियतले २०८० फाल्गुन ०६ गते आइतवारका दिन हुने ३० औं वार्षिक
साधारण सभा (मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा म/हामी स्वयम् उपस्थित भई छलफल तथा निर्णयमा
सहभागी हुन नसक्ने भएकोले उक्त सभामा मेरो/हाम्रो तर्फबाट भागलिन तथा मतदान गर्नका लागि.....जिल्ला
.....मन.पा./उपमन.पा./न.पा./गा.पा. वडा नं. बस्ने त्यस कम्पनीका शेयरधनी श्री/श्रीमती
.....लाई मेरो/हाम्रो प्रतिनिधि नियुक्त गरी पठाएको छु/छौं । मनोनित गरी पठाएको छु/छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिका

हस्ताक्षर नमुना:
नाम:
शेयर धनी भए शेयर प्रमाणपत्र नं:
Demat Account No :
नागरिकताको प्रमाणपत्र नं:
मिति:

निवेदक,

दस्तखत:
नाम:
ठेगाना:
शेयर प्रमाणपत्र नं:
Demat Account No :
शेयर संख्या:

नोट: यो निवेदन साधारण सभा सुरु हुनुभन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको रजिष्टर्ड कार्यालयमा पेस गरिसक्नु पर्नेछ ।

यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड

सीटीसी मल, बागदरबार मार्ग, सुन्धारा, काठमाडौं

प्रवेश-पत्र

यूनाइटेड अजोड इन्स्योरेन्स लिमिटेडको २०८० फाल्गुन ०६ गते आइतबारका दिन हुने ३० औं वार्षिक साधारण सभा
(मर्जर पछिको पहिलो वार्षिक साधारण सभा) मा उपस्थित हुन जारी गरिएको प्रवेश पत्र :

शेयरधनीको नाम शेयरधनीको सही:

शेयर प्रमाण पत्र नं. डिम्याट नं. शेयर संख्या

शेयरधनीको दस्तखत


कम्पनी सचिव

(शेयरधनी आफैले खाली कोष्ठ भर्नु होला र सभा कक्षमा प्रवेश गर्न यो प्रवेशपत्र अनिवार्य रूपमा लिई आउनु हुन अनुरोध छ ।)

Board of Directors

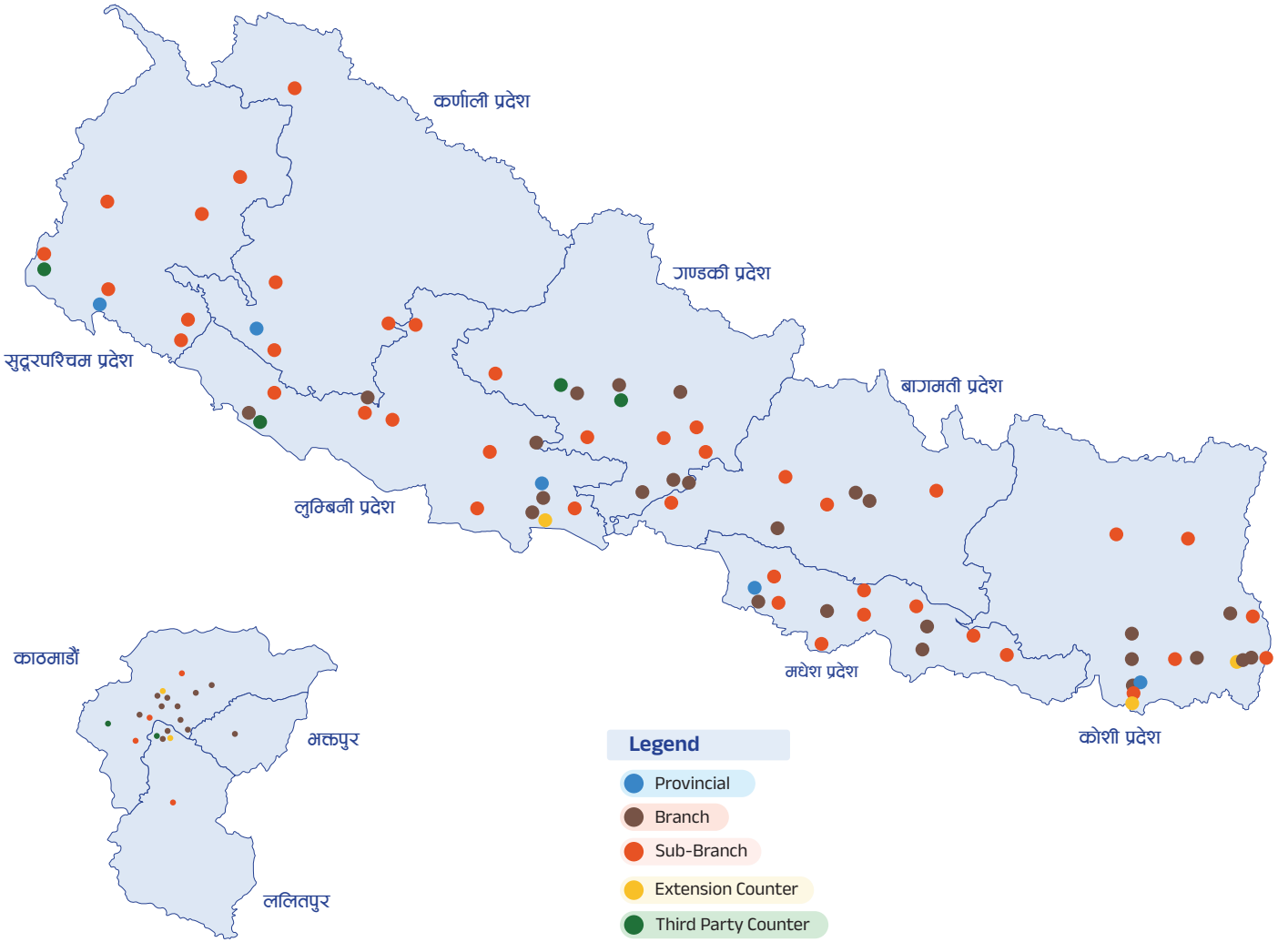


Management Team



Head of Department





UNITED AJOD Insurance Limited

United by Trust

- Toll Free: 1660-01-86496 (NTC), +977-1-5333743
- CTC Mall (7th Floor), Bagdurbar Marga, Sundhara, Kathmandu
- info@unitedajodinsurance.com
- unitedajodinsurance.com