



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैंकबाट 'घ' वर्गको इजाजतपत्र प्राप्त संस्था - (लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

७^{औं}

वार्षिक प्रतिवेदन

आर्थिक वर्ष २०८१/०८२

उपकार लघुवित्त वित्तीय संस्था लिमिटेड

संचालक समिति परिवार



श्री शान्तिदेवि ठकाल
अध्यक्ष



श्री आरती पौडेल
संचालक



श्री मनोज सिंह खड्का
संचालक (प्रभु बैंक प्रतिनिधि)



श्री नितु शर्मा
संचालक



श्री निशा वाग्ले
संचालक सर्वसाधारण



श्री भगवती रेग्मी
संचालक सर्वसाधारण



श्री कृष्ण कुमार लम्साल
स्वतन्त्र संचालक



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उपकार लघुवित्त वित्तीय संस्था लि.

कोहलपुर-११, बाँके

सातौं वार्षिक साधारण सभा सम्बन्धी सूचना

यहि मिति २०८३/०१/१६ गते बसेको संचालक समितिको १०६ औं बैठकको निर्णय अनुसार यस वित्तीय संस्थाको सातौं वार्षिक साधारण सभा निम्न लिखित मिति, समय र स्थानमा निम्न विषयहरू उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा सम्पूर्ण शेयरधनी महानुभावहरूको उपस्थितिको लागि हार्दिक अनुरोध गर्दछु।

साधारण सभा हुने मिति, समय र स्थान :

सभा हुने मिति : २०८३ साल जेष्ठ १० गते आइतबार (तदनुसार २४ मई, २०२६)

सभा हुने समय : बिहान ११ बजे

सभा हुने स्थान : होटल सेन्ट्रल प्लाजा कोहलपुर, बाँके

वार्षिक साधारण सभाको छलफलका विषयहरू :

क) सामान्य प्रस्तावहरू

- १) आर्थिक वर्ष २०८१/०८२ सञ्चालक समितिको वार्षिक प्रतिवेदन उपर छलफल गरी पारीत गर्ने।
- २) आ.व.२०८१/०८२ लेखा परिक्षण प्रतिवेदन, वासलात, तथा सोका आधारमा तयार पारिएको वित्तीय विवरणहरू (मिति २०८२ अषाढ मशान्त सम्मको नाफा नोक्सान हिसाब र सोहि अवधिको नगद प्रवाह विवरण लगायतका संलग्न अनुसुचीहरू) समेत वित्तीय विवरण पारित गर्ने सम्बन्धमा।
- ३) बैंक तथा वित्तीय संस्था सम्बन्धि ऐन २०७३ को दफा ६३ र कम्पनि ऐन २०६३ दफा १११ अनुसार यस वित्तीय संस्थाको आ.व.२०८२/२०८३ को लेखापरिक्षण समितिको सिफारिस बमोजिम बाह्य लेखा परिक्षक नियुक्ति गर्ने र निजको पारिश्रमिक निर्धारण गर्ने।
- ४) सञ्चालक समितिबाट नियुक्ती हुनु भएको सञ्चालकको बाँकी कार्यकालको लागि अनुमोदन गर्ने सम्बन्धमा।
- ५) संस्थाको चुक्ता पुँजि बृद्धिको लागि हकप्रद शेयर जारी गर्न संचालक समितिलाई अख्तियारी दिने।

ख) विशेष प्रस्तावहरू

१. संस्थाले अन्य लघुवित्त संस्थाहरू गाभिने/गाभ्ने, प्राप्ती-एक्विजिसन तथा सम्बन्धि प्रक्रिया अगाडी बढाउनका लागि संचालक समितिलाई अख्तियारी प्रदान गर्ने प्रस्ताव पारित गर्ने।
२. संस्थाको चल अचल सम्पत्ति र दायित्व तथा कारोबारको मुल्यांकन (Due to diligence Audit DDA) गर्न मान्यता प्राप्त मुल्यांकनकर्ता नियुक्त गरि निजको पारिश्रमिक तोक्ने तथा गाभ्ने/गाभिने, प्राप्ती एक्विजिसन तथा खरिद सम्बन्धि समझदारी पत्रमा (Memorandum of Understanding) तर्जुमा गर्न र सो सम्बन्धि आवश्यक सम्पूर्ण प्रकृया पुरा गर्न संचालक समितिलाई अख्तियारी प्रदान गर्ने प्रस्ताव पारित गर्ने।
३. वित्तीय संस्थाको प्रबन्धपत्र तथा नियमावलि संशोधन गर्ने सिलसिलामा सम्बन्धित निकायहरूबाट आवश्यक निर्देशन गरेमा सोहि बमोजिम प्रबन्धपत्र तथा नियमावलि संशोधन एवं परिमार्जन गर्न संचालक समितिलाई अख्तियारी प्रदान गर्ने।

ग) विविध ।

सञ्चालक समितिको आज्ञाले,
कम्पनी सचिव

साधारण सभा सम्बन्धी थप जानकारी

- सातौं वार्षिक साधारण सभा प्रयोजनका लागि मिति २०८३/०१/३० गते १ दिनका लागि वित्तीय संस्थाको शेयरधनी दर्ता किताब बन्द रहनेछ। साथै, नेपाल स्टक एक्सचेन्ज लिमिटेडमा मिति २०८३/०१/२९ सम्म कारोबार भई प्रचलित कानून बमोजिम यस वित्तीय संस्थाको शेयर रजिष्ट्रार एनआईसी एसिया क्यापिटल लिमिटेड, काठमाण्डौमा प्राप्त शेयर नामसारी लिखतको आधारमा शेयरधनी दर्ता किताबमा कायम शेयरधनीहरूले मात्र उक्त सभामा भाग लिन पाउने छन्।
- शेयरधनीहरूको हाजिरीको लागि सभा स्थलमा बिहान १०.०० बजे वाट नै हाजिरी पुस्तिका खुल्ला रहनेछ।
- शेयरधनी महानुभावहरूले आफ्नो परिचय दिने आधिकारिक परिचयपत्र तथा साधारणसभा प्रयोजनार्थ जारी प्रवेश पत्र वा नागरिकताको प्रमाणपत्रको प्रतिलिपि वा शेयर प्रमाणपत्रको प्रतिलिपि/हितग्राही खाता नम्बर लिई आउनु हुन अनुरोध गरिन्छ। सभा शुरु हुनु भन्दा एक घण्टा अगावै सभाकक्षमा उपस्थित भै दिनुहुन समेत शेयरधनी महानुभावहरूलाई अनुरोध गरिन्छ।
- नाबालक शेयरधनीहरूको तर्फबाट संरक्षकले सभामा भाग लिन, छलफल गर्न, प्रतिनिधि नियुक्त गर्न र मत दिन समेत सक्नेछन्। शेयरधनीको दर्ता किताबमा संरक्षकको रूपमा नाम लेखिएको व्यक्तिलाई मात्र संरक्षक मानिनेछ।
- संयुक्त रूपमा शेयर ग्रहण गर्ने शेयरधनीहरूको हकमा शेयरधनीहरूको किताबमा जसको नाम पहिले उल्लेख भएको छ सो व्यक्ति वा संयुक्त शेयरधनीहरूको सर्वसम्मतिबाट आफूहरू मध्ये नियुक्त व्यक्तिले मात्र सभामा भाग लिन, छलफल गर्न, प्रतिनिधि नियुक्त गर्न र मत दिन सक्नेछन्।
- कुनै संगठित संस्था वा कम्पनीले शेयर खरिद गरेको हकमा त्यस्तो संगठित संस्था वा कम्पनीले मनोनित गरेको प्रतिनिधिले शेयरवालाको हैसियतले सभामा भाग लिन पाउनेछ।
- सभामा भाग लिन प्रतिनिधि नियुक्त गर्न चाहने शेयरधनी महानुभावले वित्तीय संस्थाको सोही समूहको अर्को शेयरधनीलाई मात्र प्रतिनिधि नियुक्त गर्न सक्नु हुनेछ र सो सम्बन्धी प्रोक्सी फारम सभा शुरु हुनु भन्दा ४८ घण्टा अगावै वित्तीय संस्थाको केन्द्रीय कार्यालय, कोहलपुर ११, बाँकेमा बुझाई सक्नु पर्नेछ। प्रोक्सी फारम यस वित्तीय संस्थाको Website बाट Download गर्न सकिने छ।
- सभामा भाग लिन प्रतिनिधि नियुक्त गरी प्रोक्सी वित्तीय संस्थामा बुझाई सकेपछि सो प्रोक्सी बदर गरी अर्को दिन चाहेमा सोको सूचना सभा शुरु हुनुभन्दा ४८ घण्टा अगावै वित्तीय संस्थाको केन्द्रीय कार्यालयमा पुगनु पर्नेछ र नयाँ प्रोक्सीको हकमा नियम (५) मा लेखिए बमोजिम हुनेछ।
- शेयरधनीले एक भन्दा बढी प्रतिनिधि नियुक्त गरेको अवस्थामा जसको नियुक्ति सबैभन्दा पहिले प्राप्त भएको हो माथि (६) मा लेखिए बमोजिम बदर गरिएमा बाहेक उसैलाई प्रतिनिधि मानिनेछ र सभामा सम्बन्धित शेयरधनी आफै उपस्थित हुन आएमा शेयरधनीले गरिदिएको प्रोक्सी स्वतः बदर हुनेछ।
- छलफलको विषय अन्तरगत विविध शिर्षकको सम्बन्धमा शेयरधनी महानुभावहरूले कुनै विषय उपर छलफल गर्न चाहेमा सो विषय वारे सभा हुनु भन्दा ७ दिन अगावै वित्तीय संस्थाको केन्द्रीय कार्यालयमा लिखित जानकारी दिनु पर्नेछ। सो जानकारी नदिएको विषय उपर प्रश्न गर्न पाइनेछैन।
- साधारण सभा सम्बन्धमा केहि थप जानकारी आवश्यक परेमा वा वार्षिक प्रतिवेदन प्राप्त नभएमा कार्यालय समय भित्र कार्यालयको फोन नं.०८१ ५४२०५३ मा सर्म्पर्क गर्नुहुन वा स्वयं उपस्थित भै जानकारी लिन सकिने छ।

संचालक समितिको निर्देशन अनुसार



उपकार लघुवित्त वित्तीय संस्था लिमिटेड सातौं वार्षिक साधारण सभा सम्बन्धी प्रोक्सी फारम (कम्पनी ऐन २०६३ को दफा ७१ को उपदफा ३ संग संबन्धित)

श्री संचालक समिति,
उपकार लघुवित्त वित्तीय संस्था लिमिटेड
कोहलपुर-११, बाँके ।

विषय: प्रतिनिधि नियुक्त गरेको बारे ।

महोदय

..... प्रदेश जिल्ला म.न.पा/उ.म.न.पा. /न.पा. /गा.पा. वडा नं.
बस्ने म/हामी ले त्यस वित्तीय संस्थाको शेयरधनीको हैसियतले २०८३ साल जेष्ठ १० गते आईतबारका
दिन हुने सातौं वार्षिक साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा
भाग लिन तथा मतदान गर्नका लागि प्रदेश जिल्ला म.न.पा/उ.म.न.पा./न.पा./गा.पा.
वडा नं..... बस्ने त्यस वित्तीय संस्थाका शेयरधनी श्री शेयरधनी नं.
लाई मेरो/हाम्रो प्रतिनिधि मनोनित गरि पठाएको छु/छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको :

नाम:

दस्तखत:

शेयरधनी नं.:

हितग्राही खाता नं

मिति:

निवेदक :

दस्तखत :

नाम :

ठेगाना :

शेयरधनी नं.:

हितग्राही खाता नं

शेयर संख्या:

द्रष्टव्य: यो निवेदन साधारण सभा शुरू हुनु भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको रजिस्टर्ड कार्यालय कोहलपुरमा पेश गरिसक्नु पर्नेछ ।



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

सातौं वार्षिक साधारण सभा

प्रवेश - पत्र

शेयर धनीको नाम शेयरधनी नं.

शेयर प्रमाण पत्र नं. शेयर संख्या

मिति २०८३ साल जेष्ठ १० गते आईतबारका दिन हुने उपकार लघुवित्त वित्तीय संस्था लि.को सातौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश पत्र ।

द्रष्टव्य:

१. शेयरधनीहरूले माथि उल्लेखित सम्पूर्ण विवरणहरू अनिवार्य रूपमा भर्नु होला ।

२. सभा कक्षमा प्रवेश गर्न यो प्रवेश पत्र प्रस्तुत गर्न अनिवार्य छ ।

कम्पनी सचिव

उपकार लघुवित्त वित्तीय संस्था लि.को संचालक समितिको तर्फबाट अध्यक्षद्वारा प्रस्तुत आर्थिक वर्ष २०८१/०८२ को प्रतिवेदन

शेयरधनी महानुभावहरू,

उपकार लघुवित्त वित्तीय संस्था लि.को सातौं वार्षिक साधारण सभामा उपस्थित हुन आउनु भएका सम्पूर्ण शेयरधनी महानुभावहरू तथा उपस्थित सबैलाई संचालक समिति तथा मेरो आफ्नो तर्फबाट हार्दिक स्वागत गर्दछु। यस वित्तीय संस्थाले स्थापना कालमा विभिन्न चुनौतीहरूको सामना गर्दै आजको दिन सम्म आईपुग्नुमा संस्थापक संस्था महिला उपकार मंच, संस्थापकज्युहरू, संचालकज्युहरू, पदाधिकारीज्युहरू, शेयरधनी महानुभावहरूको साथ, सहयोग र सुझावहरूको महत्वपूर्ण योगदान रहेको स्मरण गर्न चाहन्छु। साथै नियमनकारी निकायको मार्ग निर्देश स्थापित गर्न यहाँहरूको अटुट विश्वास, सदभाव र भूमिका निरन्तर रहनेछ भन्नेमा म विश्वस्त छु।

पश्चिम नेपालका महिलाहरूलाई आर्थिक तथा सामाजिक रूपमा सबल बनाई महिला शसक्तिकरण गर्ने ध्येयका साथ स्थापित महिला उपकार मंच नामक गैरसरकारी संस्थाले संचालन गरेको लघुवित्त कार्यक्रम नेपाल राष्ट्र बैंकको निर्देशन बमोजिम २०७५ श्रावण २५ गते उपकार लघुवित्त वित्तीय संस्था लि.को रूपमा स्थापित यस वित्तीय संस्थाले २०७५ माघ १७ गते नेपाल राष्ट्र बैंकबाट वित्तीय कारोवार गर्ने ईजाजतपत्र प्राप्त गरी २०७५ चैत्र १ गते देखि विधिवत रूपमा वित्तीय सेवा प्रदान गर्न शुभारम्भ गरेको हो। आ.व. २०८१/०८२ को अन्त्य सम्ममा यस वित्तीय संस्थाले १२ जिल्लामा ३६ वटा शाखा कार्यालय मार्फत कुल ४४ हजार ६ सय ३२ जना विपन्न परिवारलाई सेवा दिई रहेको कुरा सगौरव राख्न चाहन्छु।

हाम्रा ग्राहकहरूको माग र चाहनालाई प्राथमिकतामा राख्दै संस्था ग्राहकहरूको सेवामा अनवरत रूपमा प्रयासरत रहनुका साथै नियमनकारी निकायहरूबाट निर्देशित व्यवस्थाहरूको समेत अनुपालना हुने गरि संस्थासंग सरोकार राख्ने सबै पक्षलाई विश्वस्त राख्दै लघुवित्त क्षेत्रमा सुरक्षित, भरपर्दो र प्रविधिमैत्री संस्थाको रूपमा स्थापित गराउने शेयरधनी महानुभावहरूलाई विश्वास दिलाउन चाहन्छौं। हाम्रा ग्राहकहरूलाई आधुनिक प्रविधिको प्रयोग र दक्ष मानव संशाधनद्वारा उत्कृष्ट लघुवित्त सेवा प्रदान गर्ने र विपन्न वर्गको जीवनस्तरमा सुधार गर्ने उद्देश्यका साथ काम गर्दै आएका छौं। संस्थागत सुशासन, नियम तथा कानूनहरूको परिपालना र नैतिक आचरणमा सम्झौता नगरी लगानीकर्ताहरूलाई उचित प्रतिफल दिनुपर्ने कुरामा हामी स्पष्ट छौं। साधारण सभा तथा अन्य अवसरमा विभिन्न माध्यमबाट शेयरधनी महानुभावहरूले दिनु भएको पृष्ठ पोषण तथा सुझावहरूले संस्थालाई सबल र सक्षम बनाउन सहयोग गरेको छ। यहाँहरूबाट प्राप्त रचनात्मक सुझावलाई सापेक्षित रूपमा कार्यान्वयनमा लैजाने प्रतिवद्धता व्यक्त गर्न चाहन्छौं साथै निरन्तर रूपमा सुझावको अपेक्षा समेत गर्दछौं। सहयोगको लागि धन्यवाद दिदै यस्तो सहयोग निरन्तर प्राप्त भईरहने अपेक्षा पनि गर्दछौं।

स्थापनाकाल देखि नै वित्तीय संस्थाले सदस्यहरूलाई केन्द्र विन्दुमा राखेर गरेको सेवाको प्रतिफल स्वरूप आफ्नो छ वर्षे यात्रा सफलताका साथ सम्पन्न गर्दै लघुवित्त क्षेत्रमा आफ्नो पहिचान बनाउन सफल भएको कुरा यहाँहरू समक्ष राख्न पाउदा म अत्यन्त हर्षित छु। कोभिड १९ महामारीका कारण थलिएको अर्थतन्त्र तरलता अभाव र आर्थिक मन्दीले गर्दा भ्रम अस्तव्यस्त हुन पुगेको छ भने आर्थिक अवस्था अबै चलायमान हुन सकेको छैन। साथै विभिन्न नाममा संचालन भएका लघुवित्त संस्था विरुद्ध भएका संघर्षका कारण लघुवित्त वित्तीय संस्थाहरूको कर्जा प्रवाह, कर्जा असुली, निक्षेप संकलन लगायत सेवा विस्तारमा परेको असर प्रत्यक्ष देखिएकोछ।

आर्थिक वर्ष २०८१/०८२ मा संस्थाले गरेका प्रगतिहरू, उपलब्धिहरू, सञ्चालनमा देखिएका कमी कमजोरी एवं चुनौतीहरू भविष्यका अल्पकालीन तथा दीर्घकालीन योजनाहरू र समग्र बैकिङ्ग कार्यको समीक्षा र पुनरावलोकन गर्न कम्पनी ऐन, २०६३, धितोपत्र दर्ता तथा निष्कासन नियमावली, २०७३ तथा बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३ को अधिनमा रही तयार गरिएको संचालक समितिको तर्फबाट यहाँहरू समक्ष यस वित्तीय संस्थाको वार्षिक प्रतिवेदनको साथै आ.व.०८१/०८२ को आषाढ मशान्तको वासलात, आर्थिक वर्ष ०८१/०८२ को नाफा नोक्सान हिसाब, ०८१/०८२ नगद प्रवाह विवरण, ०८१/०८२ अन्य विस्तृत आम्दानी विवरण, तथा सोही अवधिको विवरणहरू (अनुसुचीहरू) तथा संस्थाका विभिन्न क्रियाकलापहरू अनुमोदनका लागि प्रस्तुत गरिएको छ।

आदणिय शेयरधनी महानुभावहरू, यस सम्मानित सभामा संचालक समितिको तर्फबाट गत आर्थिक वर्ष ०८१/०८२ मा संस्थाले हासिल गरेका उपलब्धी, सामना गर्नुपरेका चुनौती, चालु आर्थिक वर्ष ०८२/०८३ को लागि लिईएका रणनीति तथा कार्यक्रम लगायतका विविध विषयहरू पेश गर्दछु।



(क) विगत वर्षको कार्यक्रमको सिंहावलोकन :

संस्थाले आफ्नो स्थापनाकाल देखि नै विपन्न परिवारहरूको घरदैलोमा पुगेर लघुवित्त सेवा मार्फत् उनीहरूको जिवनस्तर उकास्ने कार्यमा अनवरत रुपमा प्रयासरत छ । संस्थाले आ.व. ०८१/०८२ को अन्त्य सम्ममा यस वित्तीय संस्थाले लुम्बिनी प्रदेशका १२ जिल्लामा ३६ वटा शाखा कार्यालय मार्फत कुल ४४ हजार ६ सय ३२ जना विपन्न परिवारलाई सेवा दिई रहेको छ । आर्थिक वर्ष ०८१/०८२ उपलब्धिहरू देहाय बमोजिम प्रस्तुत गर्दछु ।

(१) पुँजी वृद्धि :

संस्थाको चुक्ता पुँजी रु.१० करोड ६१ लाख ४८ हजार २ सय रहेकोमा गत वर्ष लाभांश बितरण नगरिएको कारण यथावत नै रहेकोछ ।

(२) कार्यक्रम तथा कारोवार विस्तार :

संस्थाको आर्थिक वर्ष ०८१/०८२ मा भएको कारोवार वृद्धि विवरण

विवरण	२०८१ आषाढ	वृद्धि भएको	२०८२ आषाढ	वृद्धि दर
सदस्य	४१६७७	२९५५	४४६३२	७।०९
ऋणी	१९८४३	४८	१९८९१	०।२४
लगानीमा रहेको कर्जा	२१७७६२८५७४	२८०६९७३८०	२४५८३२५९५४	१२।८९
बचत	११९५७५८९९४	२०६९७०४९८	१४०२७२९४९२	१७।३१

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

कोभिड-१९ को दिर्घकालिन असरको प्रभाव, युक्रेन रसियाको युद्ध, ईजरायल प्यालेस्टाईन युद्ध तथा अन्य विविध कारणबाट विश्वव्यापी रुपमा आपूर्ति श्रृंखलामा परेको प्रभावले राष्ट्रिय तथा विश्व अर्थतन्त्रमा आएको संकुचनको कारण हाम्रो कारोवारमा पनि कुनै न कुनै रुपमा असर पायो । देशको बैकिङ क्षेत्रमा देखापरेको प्रभाव उद्योग कलकारखाना नचल्नु कर्जा प्रवाहमा संकुचन जस्ता कारणले गर्दा लागत मुल्यमा वृद्धी हुन पुग्यो । लघुवित्त संस्था विरुद्धको आन्दोलनले कर्जा असुलीमा समस्या श्रृजना गरी कर्जाको गुणस्तरमा समेत प्रभाव पारेको छ । यस्तो विषम परिस्थितिमा पनि संस्थाका कर्मचारीहरू उच्च मनोबल राखी विभिन्न आरोह अवरोह पारगर्दै कार्य सम्पादन गर्दै आईरहेका छन ।

(४) कर्मचारी तालिम तथा वृत्ति विकास :

संस्थामा २०८१/०८२ को असार मशान्त सम्ममा कुल १६७ जना कर्मचारीहरू सेवारत छन् । संस्थाको सफलतामा संस्थामा कार्यरत कर्मचारीहरूको सेवाको गुणस्तरमा निर्भर रहने हुदा कर्मचारीको छनौट, सरुवा, बढुवा तथा वृत्ति विकासमा संस्थाले उपयुक्त निति बनाई प्रभावकारी ढंगले कार्यान्वयन गर्दै आईरहेको छ ।

संस्थाले लघुवित्त सेवालार्इ प्रभावकारी बनाउन, कर्मचारीको क्षमता एवं कार्यकुशलता गुणस्तरमा वृद्धि गर्न, उत्पादकत्व बढाउन, सुक्ष्म अनुगमन प्रणालीलार्इ प्रभावकारी रुपमा कार्यान्वयन गर्न आफ्ना कर्मचारीहरूलार्इ विभिन्न तालिमको अवसर दिई क्षमता अभिवृद्धि गर्ने कार्यलार्इ निरन्तरता दिएको छ । संस्थाले कर्मचारीको क्षमता अभिवृद्धि गर्न आर्थिक वर्ष ०८१/०८२ मा निम्न अनुसारका तालिममा सहभागि गराईएको थियो ।

तालिम विवरण	सहभागि संख्या	कैफियत
संस्था आफैले आयोजना गरिएको तालिममा सहभागि	३०४ जना	
राष्ट्रिय स्तरको अन्य संस्थाले आयोजना गरेको तालिममा सहभागि	४१ जना	
अन्तर्राष्ट्रिय तालिममा सहभागि	२ जना	
कुल तालिममा सहभागि संख्या	३४७ जना	

(५) संस्थागत शुसासन

संस्थामा शुसासन कायम राख्ने विषयमा संचालक समिति तथा व्यवस्थापन सदैव प्रतिवद्ध रहेको छ। संचालक समितिका सदस्यहरु र कर्मचारीहरुले नेपाल राष्ट्र बैंक तथा नियमनकारी निकायहरुबाट तोकिएका आचरण सम्बन्धि व्यवस्थाहरुको पूर्ण परिपालना गरेका छन्। संस्थागत सुशासन संस्थाको काम कारवाहीको मार्गनिर्देशनको रूपमा रहेको छ। संचालक समितिका काम कारवाहीहरु तथा संस्थाका अन्य सबै क्रियाकलापहरु पारदर्शी रूपमा संचालन गरि संस्थागत सुशासन कायम गर्न एवम् सो को अनुभूति गराउन संस्था क्रियाशिल छ।

(६) ग्राहक संरक्षण, सामाजिक जवाफदेहिता तथा लघुउद्यमशिलता विकास र विस्तार :

संस्थाले सदस्यहरुको दिगोपनालाई ध्यानमा राखी सदस्यहरुलाई लघुउद्यमबाट साना उद्यमी बनाउने उद्देश्यका साथ विभिन्न शाखा कार्यालयहरुमा सम्बन्धित विशेषज्ञहरुबाट यस आ.व. मा सीप तथा उद्यमशिलता विकास तालिम ४०० जनालाई प्रदान गरेको छ। सदस्य तथा अभिभावकको सल्लाह सुझाव अनुसार संस्थाले प्रदान गर्ने सेवाहरु परिमार्जन गरि सदस्यहरुको चाहाना पुरा गर्दै आएको छ।

संस्थाले सदस्य प्रसुती अवस्थामा पोषणयुक्त खानाको लागि प्रसुती स्याहार खर्च उपलब्ध गराउदै आएको छ। यो आ.व. ०८१/०८२ मा प्रसुती भएका ५१२ जना सदस्यलाई कुल रकम रु.७,६८,०००। प्रदान गरिएकोछ।

संस्थाले सामाजिक उत्तरदायित्व अन्तरगत यस आर्थिक वर्षमा काज क्रिया खर्च वापत सदस्य तथा सदस्यको श्रीमानको मृत्यु हुदा कुल २५० जनालाई कुल रकम रु.७,५०,०००। प्रदान गरिएकोछ।

संस्थाले आ.व. ०८१/०८२ मा कर्जा विमा वापत १८१ जना सदस्य एवं निजका श्रीमानको मृत्यु हुँदा कर्जा विमा मार्फत रु.३,११,०९,०७४। सुविधा प्रदान गरिएकोछ।

संस्थाले वातावरण संरक्षणमा टेवा पुऱ्याउने उद्देश्यका साथ ३ ZERO Club सम्बन्धी बाँकेको फत्तेपुर, कचनापुर, चप्परगौडी, नेपालगञ्ज र भरैयामा करिब २०० जनालाई अभिमुखिकरण तालिम संचालन गरि ४० वटा क्लब गठन गरिएकोछ।

यस लघुवित्त वित्तीय संस्था लि.ले रोल्पा, अर्घाखाँची र बाँकेका १०,११ र १२ कक्षामा अध्ययनरत विद्यार्थिहरुलाई संचालन गरेको वित्तीय साक्षरता कार्यक्रममा २५० जना सहभागी भएका छन।

संस्थाले सामाजिक उत्तर दायित्व अन्तरगत रोल्पा जिल्लाको रुईनिवाड शाखा मार्फत सुनछहरी ५ मा रहेको नमुना माध्यमिक विद्यालय र श्री माध्यमिक विद्यालय छेउदरका अति गरिब तथा जेहन्दार विद्यार्थिहरु १२२ जना अर्घाखाँची जिल्लाको श्री कमला माध्यमिक विद्यालयका कक्षा १ देखि ५ सम्मका विद्यार्थिहरु ६८ जनालाई भोला वितरण गरिएको छ।

संस्थाले यस वित्तीय संस्था संग आवद्ध भएका कर्जा लिएर राम्रो उद्यम गरिरहेका ३३ जना महिलाहरुलाई जनही रु २,५००। अक्षरुपी रु दुईहजार पाँच सयका दरले रु ८२,५०० र शाखामा नियमित बचत गर्ने ३३ जना उत्कृष्ट बचत कर्ताहरु लाई जनही रु १,५००। अक्षरुपी रु एक हजार पाँच सयका दरले कुल रु ४९,५००। नगद सहित प्रमाण पत्रले सम्मान गरिएको थियो।

त्यसै गरि संस्थाले पढ्दै कमाउदै कार्यक्रममा श्री हिमालय मदरसा गरिब नवाज प्रा.वि बेडनपुर बाँकेमा कक्षा १ देखि ५ सम्म अध्ययन गर्ने १० विद्यार्थिहरुलाई कुखुराको चल्ला प्रदान गरिएको थियो। यसलाई निरन्तरता दिईनेछ।

(७) वित्तीय साक्षरता अभियान :

संस्थाले ग्राहक सदस्यको आवश्यकता तथा चाहाना अनुसारका वित्तीय तथा गैर वित्तीय सेवा उपलब्ध गराउदै आएकोछ। संस्थाले उपलब्ध गराएको सेवामा ग्राहक सदस्यहरुमा पारेको सकारात्मक प्रभाव र सुधार गर्नुपर्ने विषयहरुमा जानकारी लिई सोही अनुसार सेवामा प्रभावकारिता ल्याउने उद्देश्यले १२ वटा जिल्लाका शाखा स्तरिय केन्द्र प्रमुख गोष्ठी तथा वित्तीय साक्षरता कार्यक्रम सम्पन्न गरेको छ। उक्त कार्यक्रममा १९४८ जना केन्द्र प्रमुख तथा उप प्रमुखहरुको उपस्थिति रहेको थियो। उक्त कार्यक्रममा नेपाल राष्ट्र बैंकबाट तालिम प्राप्त वित्तीय साक्षरता प्रशिक्षकबाट तालिम प्रदान गरिएको थियो सो कार्यक्रममा ३३ वटा शाखाका केन्द्रहरु मध्ये उत्कृष्ट केन्द्र प्रथम, द्वितिय र तृतीय गरि प्रत्येक शाखाहरुबाट ३ वटा केन्द्र र सो केन्द्रका केन्द्र प्रमुखहरुलाई सम्मान गरिएको थियो।



आ.व. ०८१/०८२ मा लुम्बिनी प्रदेशका १२ जिल्लाका ग्राहक सदस्य तथा अभिभावकलाई वित्तीय लक्ष्य, वित्तीय अनुशासन, कर्जा, ऋण लिने बचत गर्ने, वित्तीय अनुशासन, पारिवारिक बजेट र योजना, बचतको महत्व, कर्जा सदुपयोगिता, सम्पत्ति शुद्धिकरण, विप्रेषण, व्याजदर, आय उत्पादनका उपायहरू साक्षर बनाउन ८८६२ जना सदस्यहरूलाई वित्तीय साक्षरता सम्बन्धी तालिम प्रदान गरिएको थियो। ग्राहक संरक्षणका आदी विषयमा केन्द्र, समुह तथा समुदायमा छलफल अर्न्तक्रिया गर्ने लगायतका उपायहरू अवलम्बन गरि वित्तीय साक्षरता फैलाउने कार्यमा संस्था क्रियाशिल रहेकोछ। चालु आ.व.०८२/०८३ मा पनि यस कार्यलाई निरन्तरता दिईने छ।

(ट) राजस्वमा योगदान :

संस्थामा आ.व.०८१/०८२ मा नेपाल सरकारलाई बचत तथा निक्षेपकर्ताहरूको व्याजदर वापत रु.५९,७३,७११। र कर्मचारीहरूको पारिश्रमिक आयकर वापत रु.१३,२६,२६६। गरि कुल रु.७२,९९,९७७। र संस्थागत आयकर रु.१,९१,५८,६०६। गरि कुल रु.७४,९१,५८,५८३। राजस्वमा योगदान गरेको छ। गत आ.व.मा रु. ७४,२४,६७१। विभिन्न कर दाखिला गरेको थियो। संस्थाले कार्यालय संचालन गर्न भाडामा लिएको घरको घर बहाल कर स्थानिय निकायले तोकेको दरमा सम्बन्धित स्थानिय निकायमा दाखिला गरिएको छ।

(ड) उत्पादकत्व तथा कार्यकुशलता अभिवृद्धिको लागि सूचना प्रविधिको उच्चतम प्रयोग :

आजको विश्वव्यापीकरणको बजारमा प्रविधिको निकै महत्व रहेको छ, सोहि कुरालाई मध्यनजर गर्दै ग्राहक सदस्यहरूलाई नयाँ प्रविधिवाट सेवा तथा सुविधा प्रदान गरी लघुवित्तको कारोबारलाई संस्थाले Digitize गर्दै लगेको छ। सदस्यहरूको लागि Fonepay QR, Esewa & Khalti को माध्यमवाट कर्जाको किस्ता रकम जम्मा गर्न सक्ने व्यवस्था गरिएको छ। संस्थाका सबै कार्यालयहरूलाई Digitalization गर्दै लगेको छ।

संस्थाले फिन्डबाट सिधै सदस्यको खातामा जम्मा गर्ने व्यवस्थाको लागि मोबाईल एप मार्फत कार्य गर्दै आएकोमा यसलाई व्यवस्थित गर्न Web Based online software लाई समयानुकूल Upgrade गर्दै ग्रामिण दुर दराजमा रहेका विपन्न समुदाय र व्यक्तिलाई प्रविधिमा आधारित सेवा प्रदान प्रयासरत रहेकोछ।

(१०) आ.व.०८१/०८२ मा कम्पनिको वित्तीय कारोवार सम्बन्धि विवरण :

(१०.१) नाफा नोक्सान स्थिति:

संस्थाले आर्थिक वर्ष ०८१/०८२ मा संस्थाको आम्दानी खर्चहरूको अवस्थामा कुल ब्याज आम्दानी रु ३४ करोड ६९ लाख ११ हजार सात सय अन्ठानब्वे रहेकोछ र अन्य आम्दानी रु २ करोड ४० लाख ४२ हजार एक सय उनानब्वे रहेको छ भने ब्याज खर्च तर्फ रु १७ करोड ८७ हजार छ सय छपन्न रहेकोछ संचालन खर्च रु १२ करोड ६ लाख ८७ हजार नौ सय एकचालिस रुपिया रहेकोछ कर्जा नोक्सानी व्यवस्थामा रु ५ करोड ९ लाख १ हजार सात सय चौबिस रहेकोछ।

(१०.२) सम्पत्तिको अवस्था :

आर्थिक वर्ष ०८१/०८२ अन्त सम्म संस्थाको चुक्ता पुँजी रु.१० करोड ६९ लाख ४८ हजार रहेको छ। आर्थिक वर्ष ०८१/०८२ अन्त सम्म बचत रु.१ अर्ब ४० करोड २७ लाख २९ हजार पुगेको छ। गत वर्ष यो बचत रु. १ अर्ब १९ करोड ५७ लाख ५८ हजार रहेको थियो। २०८२ अषाढ मशान्तसम्ममा बैंक तथा वित्तीय संस्थाहरूवाट रु.९२ करोड ४९ लाख ६६ हजार ऋण/सापट लिएको थियो। गत आ.व.०८०/०८१ मा बैंक तथा वित्तीय संस्थाहरूवाट रु.७४ करोड ६८ लाख २६ हजार ऋण/सापट लिईएको थियो। आर्थिक वर्ष ०८१/०८२ को अषाढ मशान्तमा संस्थामा रु. ७६ लाख ५० हजार बराबरको हासकट्टि पछिका खुद स्थिर सम्पत्तिहरू रहेका छन।

(ख) प्रतिवेदन तयार भएको मिति सम्म चालु वर्षको उपलब्धी र भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा संचालक समितिको धारणा :

चालु आर्थिक वर्ष ०८२/०८३ को चैत्र मसान्त सम्म संस्थाको प्रगति विवरण निम्नानुसार रहेकोछ।

(रु हजारमा)

विवरण	२०८२ चैत्र मशान्त	कैफियत
सदस्य संख्या	४७,२५३	
ऋणी संख्या	१९९,८५	
बचत	१,५३०,९८५,८११।	
लगानीमा रहेको कर्जा	२,६३०,३११,३६४।	
व्याज आम्दानी	२६,२३,८५,९०६।	
अन्य आम्दानी	२,२९,१६,४४३।	
व्याज खर्च	१२,३६,७७,२११।	
संचालन खर्च	९,०३,५१,२०७।	
कर्जा जोखिम बेहोर्ने खर्च	३,२७,७३,०८८।	
संचालन मुनाफा	३,८५,००,८४३।	

संस्थाले देहायका मुख्य सरोकारवालाहरूको आवश्यकता, चाहाना र अपेक्षालाई समट्ने प्रयास गरेको छ :

- (१) ग्राहक चाहाना र आवश्यकता अनुसार उचित मुल्यमा गुणस्तरिय सेवा प्रदान गर्ने ।
- (२) कर्मचारीका लागी समय सापेक्ष क्षमता अभिवृद्धिको कार्यक्रम ल्याउने ।
- (३) ग्राहक सदस्यको नयाँ व्यवसाय सुरु गर्न तथा विस्तारको लागि आवश्यक व्यवसायिक तालिमलाई निरन्तरता दिइने ।
- (४) ग्राहक संरक्षण कोषलाई सदस्यहरूको हित हुने कार्य, सदस्यहरूको व्यवसायको प्रवर्द्धन, ग्राहकहरूको शिक्षा र क्षमता विकास तथा समस्यामा परेका ऋणीहरूको व्यवसायको सुरक्षण एवं पुर्नस्थापना कार्यमा प्रभावकारी रूपले परिचालन गरिने ।
- (५) संस्थागत सामाजिक उत्तरदायित्व तर्फ सचेत रहि संभव भए सम्म पुरा गर्न अग्रसर हुने ।
- (६) आ.ब. २०८२।०८३ मा थप शाखा कार्यालय विस्तार गरि शाखा संख्या ४० पुरयाईने छ ।

(ग) कम्पनीको औद्योगिक वा व्यवसायिक सम्बन्ध :

यस वित्तीय संस्थाको नियमनकारी संस्थाहरू नेपाल राष्ट्र बैंक, नेपाल धितोपत्र बोर्ड, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल स्टक एक्सचेन्ज लि., सिडिएस एण्ड क्लीयरिंग लि. लगायत अन्य निकायहरूसँग सुमधुर सम्बन्ध रहेको छ । संस्थाले राष्ट्रिय तथा अन्तर्राष्ट्रिय संघ संस्था, कम्पनी, व्यक्ति तथा अन्य सरोकार वालाहरूसँग सुमधुर व्यवसायिक सम्बन्ध रहेको छ साथै कर्जा सुविधा उपभोग गर्ने सदस्यहरूसँग लाभ तथा व्यवसायिक निष्ठाका आधारमा सुमधुर व्यवसायिक सम्बन्ध कायम गरेको छ । संस्थाले ऋण प्राप्त गर्ने बैंक तथा वित्तीय संस्थाहरूसँग पारस्परिक लाभमा आधारित दीर्घकालीन व्यवसायिक सम्बन्ध कायम गर्दै आफ्नो व्यवसाय विस्तार गर्दै आइरहेको छ । यस सम्बन्धलाई निरन्तरता दिईने छ ।

(घ) कारोबारलाई असर पार्ने मुख्य कुराहरू :

संस्थाको कारोबारलाई असर पार्ने मुख्य कुराहरू देहाय बमोजिम रहेको छ ।

- (क) लघुवित्त विरोधी गतिविधिहरूबाट श्रृजित जोखिमहरू,
- (ख) लघुवित्त क्षेत्रमा हुने अत्याधिक प्रतिस्पर्धाबाट सृजना हुने सम्भावित जोखिमहरू,
- (ग) बैंक तथा वित्तीय संस्थाहरूको तरलतामा संकुचन आउँदा वित्तीय श्रोतमा हुन सक्ने कमिबाट उत्पन्न समस्या,
- (घ) नेपाल सरकार तथा नियमनकारी निकायहरूबाट समय समयमा परिवर्तन हुने नीति नियमको कारणबाट पर्न सक्ने प्रभावहरू,
- (ङ) दुर्गम स्थानमा कार्यक्रम सञ्चालन गर्न आवश्यक भरपर्दो पूर्वाधार जस्तै विजुली, इन्टरनेट, बाटोघाटो, सुरक्षा तथा दक्ष जनशक्ति आदीको कमिले सृजना हुने कठिनाइहरू,



(च) प्राकृतिक प्रकोपको कारणले बेला बेलामा आईपर्ने समस्याहरु ।

(छ) परिवर्तित ब्याजदर कायम हुँदा हुने जोखिमहरु

उपरोक्त कुराहरुलाई सञ्चालक समितिले मनन गरी त्यसको प्रभावलाई कम गर्न सदैव प्रयत्नशील रहने छ ।

(ड) लेखापरिक्षण प्रतिवेदन र सञ्चालक समितिको प्रतिक्रिया :

यस प्रतिवेदन साथ संलग्न लेखापरीक्षण प्रतिवेदन र लेखा विवरणहरुले संस्थाको यथार्थ स्थितिको चित्रण गरेको छ ।

(च) लाभांश बाँडफाँड सम्बन्धमा :

सञ्चालक समितिले आ.व. २०८१/०८२ मा कुनै पनि लाभांश वितरण गर्न प्रस्ताव गरेको छैन ।

(छ) आन्तरिक नियन्त्रण प्रणाली :

संस्थागत सुशासनको आधारशीला भनेको सक्षम तथा प्रभावकारी आन्तरिक नियन्त्रण प्रणाली हो भन्ने तथ्यलाई आत्मसात संस्थागत सुशासनको आधारशीला भनेको सक्षम तथा प्रभावकारी आन्तरिक नियन्त्रण प्रणाली हो भन्ने तथ्यलाई आत्मसात गर्दै वित्तीय संस्थाले सो विरुद्ध शून्य सहनशीलताको नीति लिएको छ । आन्तरिक नियन्त्रणको लागि संस्थाले विभिन्न पद्धतीहरुको बिकास गरेको छ । संस्थाले जोखिमलाई न्युनिकरण गर्नका लागि सम्पूर्ण शाखाहरुको Centralized day end गर्ने, शाखाहरुमा video मार्फत vault check गर्ने, Loan approval system online गर्ने व्यवस्था गरेको छ, कम्पनीको सु-सञ्चालन गर्नका लागि अत्यावश्यक आर्थिक प्रशासन विनियमावली, कर्मचारी सेवा विनियमावली, कर्जा अपलेखन विनियमावली, कर्जा नीति, सूचना प्रविधि नीति, सम्पति दायित्व व्यवस्थापन नीति, लगानी नीति, लेखापरीक्षण नीति, जोखिम व्यवस्थापन नीति लगायतका विनियमावली, कार्यविधि तथा नीति निर्देशिकाहरु आदि तयार गरी लागू गरिएको छ । त्यसैगरी नेपाल राष्ट्र बैंकबाट जारी निर्देशनहरुको अनुपालना हुने गरि सञ्चालक समितिका सदस्य संयोजक रहने गरि विभिन्न समितिहरु गठन गरी आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाइएको छ ।

(ज) अन्य सञ्चालन गतिविधि :

सञ्चालक समिति बाहेक अन्य समिति/उप-समितिका कार्यहरु :

- (१) **लेखापरिक्षण समिति :** संचालक श्री निशा वाग्ले संयोजक, संचालक श्री कृष्ण कुमार लम्साल सदस्य र श्री चित्र बहादुर भण्डारी सदस्य सचिव रहेको लेखापरीक्षण समितिले वित्तीय संस्थाको लेखापरीक्षण गर्नको लागि योग्य लेखापरीक्षक नियुक्तिको लागि सिफारिस गर्नुका साथै आन्तरिक तथा बाह्य लेखापरिक्षकले औल्याएका कैफियत उपर छलफल गरी, सञ्चालक समितिमा सुभाष पेश गर्ने र व्यवस्थापनलाई आवश्यक निर्देशन दिने कार्य समेत गर्दछ । यसका अलावा लेखापरीक्षण समितिले प्रचलित ऐन नियम तथा नियामक निकायका निर्देशन लगायत वित्तीय संस्थाका आन्तरिक नीति नियमहरुको पालनाको अवस्था, तथा वित्तीय संस्थाको समग्र कारोबारको अध्ययन गरी व्यवस्थापनलाई आवश्यक निर्देशन तथा सञ्चालक समितिलाई आवश्यक सल्लाह/सुभाष दिने कार्य गर्दछ । आ.व. २०८१/०८२ आन्तरिक लेखापरीक्षण समितिको ८ वटा बैठक बसी आफ्नो काम कारवाही प्रभावकारी ढंगले सम्पन्न गरेको छ ।
- (२) **जोखिम व्यवस्थापन समिति :** संचालक श्री भगवती रेग्मी संयोजक, संचालक श्री निशा वाग्ले पदेन सदस्य, श्री हरी के.सी. के.सी सदस्य र विमल खनाल सदस्य सचिव रहेको जोखिम व्यवस्थापन समितिले वित्तीय संस्थाको समग्र कारोबारमा निहित जोखिमहरुको मूल्याङ्कन गरी उक्त जोखिमहरु न्यूनीकरण गर्नको लागि वित्तीय संस्थाले अवलम्बन गरेका उपायहरुको समीक्षा गरी सो सम्बन्धमा व्यवस्थापनलाई आवश्यक निर्देशन दिनका साथै सञ्चालक समितिलाई समेत सो सम्बन्धमा आवश्यक सल्लाह/सुभाष दिने कार्य गर्दछ । आ.व. २०८१/०८२ मा जोखिम व्यवस्थापन जम्मा ४ वटा बसी आफ्नो काम कारवाही प्रभावकारी ढंगले सम्पन्न गरेको छ ।
- (३) **कर्मचारी सेवा-सुविधा समिति :** संचालक श्री आरती पौडेल संयोजक, श्री शारदा कुमारी खत्री सदस्य, श्री गायत्री गिरी सदस्य र श्री लक्ष्मी के.सी. सदस्य सचिव रहेको कर्मचारी सेवा-सुविधा समितिले मुख्यतया वित्तीय संस्थाको कर्मचारी/जनशक्ति संरचना, पारिश्रमिक तथा सेवा-सुविधाको अवस्था, कर्मचारीहरुले सम्पादन गर्नुपर्ने कार्य तथा लक्ष्य प्रगतिका सूचकहरु तथा श्रम सम्बन्धको अध्ययन गरी सञ्चालक समितिलाई आवश्यक सल्लाह/सुभाषहरु



दिने गर्दछ। आ.व. २०८१/०८२ मा कर्मचारी सेवा-सुविधा समितिको बैठक जम्मा २ वटा बसी आफ्नो कामकारवाही प्रभावकारी ढंगले सम्पन्न गरेको छ।

- (४) **सम्पत्ति शुद्धीकरण अनुगमन समिति :** संचालक श्री नितु शर्मा संयोजक, श्री शारदा कुमारी खत्री सदस्य, श्री राम कुमार चौधरी सदस्य र श्री पार्वती पराजुली सदस्य सचिव रहेको सम्पत्ति शुद्धीकरण अनुगमन समितिले मुख्यतया वित्तीय सुशासन लागु गर्नको लागि सञ्चालक समितिलाई सिफारिस गर्नुका साथै व्यवस्थापनलाई निर्देशन दिने कार्य गर्दछ। आ.व. २०८१/०८२ मा सम्पत्ति शुद्धीकरण अनुगमन समितिको ४ वटा बैठकहरू बसी आफ्नो काम कारवाही प्रभावकारी ढंगले सम्पन्न गरेको छ।

(भ) संचालक समितिमा भएको हेरफेर र सोको कारण:

संस्था संचालक श्री शान्तिदेवि ढकालको अध्यक्षतामा ७ सदस्यीय संचालक समिति रहेको छ।

मिति २०८२ आश्विन मसान्तमा स्वतन्त्र सञ्चालक श्री रामचरण वि.सी.को पदावधि सकिएकोले सञ्चालक समितिको मिति २०८१।०९।०२ गतेको ८८ औं बैठकबाट स्वतन्त्र सञ्चालक श्री कृष्ण कुमार लम्साल ज्युलाई नियुक्त गरि मिति २०८१।०९।२४ मा भएको छैठौं वार्षिक साधारण सभाबाट अनुमोदन गरिएको थियो।

(ज) सूचनाको व्यवस्था :

संस्थाले शेयरधनीहरूसंग सूचना आदान प्रदान गर्ने कार्यलाई उच्च प्राथमिकता दिएको छ। वार्षिक साधारण सभामा शेयरधनी महानुभावहरूसंगको प्रत्यक्ष संवादको माध्यमबाट संस्थाले मार्ग निर्देशन प्राप्त गर्ने गरेको छ। संस्थाको वार्षिक प्रतिवेदन, त्रैमासिक प्रतिवेदन लगायत अन्य जानकारीहरू विभिन्न सञ्चार माध्यम, पत्रपत्रिका एवं संस्थाको वेबसाइट <https://www.ulbsl.com.np> द्वारा उपलब्ध गराउने गरिएको छ। साथै सूचनाको हक सम्बन्धी ऐन, २०६४ दफा ६ को उपदफा घ बमोजिमको विवरणहरू प्रत्येक त्रैमासको अन्त्यमा राष्ट्रिय दैनिक पत्रिका माफत सार्वजनिक गर्ने गरिएको छ।

अन्त्यमा,

आदरणीय शेयरधनी महानुभावहरूको महत्वपूर्ण सल्लाह सुझाव, मार्गदर्शन र विश्वासले मात्रै संस्था यस अवस्थामा आई पुगेको हो। यसरी प्राप्त प्रत्यक्ष अप्रत्यक्ष सहयोग एवं विश्वासका लागि सञ्चालक समिति शेयरधनी महानुभावहरूप्रति हार्दिक कृतज्ञता व्यक्त गर्दछौं। यस संस्थाको निरन्तर मार्ग दर्शनका साथ प्रोत्साहन गर्ने श्री नेपाल राष्ट्र बैंक, श्री कम्पनी रजिष्ट्रारको कार्यालय, श्री नेपाल धितोपत्र बोर्ड, श्री नेपाल स्टक एक्सचेन्ज, श्री सिडिएस एण्ड क्लियरिङ लि., नेपाल सरकार र स्थानीय निकायहरू, संस्थाका ग्राहक सदस्यहरू, विभिन्न बैंक तथा वित्तीय संस्थाहरू, शेयर रजिस्ट्रार एनआईसी एसिया क्यापिटल लि., विभिन्न संघ संस्था लगायत अन्य विभिन्न निकायका पदाधिकारीहरू, पत्रकारहरू, एवं अन्य सम्पूर्ण शुभेच्छुकहरू प्रति सञ्चालक समितिको तर्फबाट हार्दिक आभार एवं कृतज्ञता व्यक्त गर्दछौं। संस्थाले आजको दिनसम्म हासिल गरेको उपलब्धिको लागि उल्लेखित संस्थाहरूको सहयोग सद्भावको साथसाथै संस्थाको व्यवस्थापन र कर्मचारीहरूको मिहिनेतबाट सम्भव भएकोले यस अवसरमा व्यवस्थापन समूह लगायत सम्पूर्ण कर्मचारीहरूलाई हार्दिक धन्यवाद ज्ञापन गर्दछौं। साथै आगामी दिनहरूमा पनि निरन्तर सहयोग प्राप्त भईरहनेमा विश्वस्त छौं। यस सातौं वार्षिक साधारण सभामा उपस्थित भई कार्यक्रमको गरिमा बढाइ दिनुभएकोमा उपस्थित सबैप्रति हार्दिक कृतज्ञता व्यक्त गर्दछौं।

धन्यवाद !

शान्ति देवि ढकाल

अध्यक्ष

२०८३ जेष्ठ १० गते आईतबार



अनुगमन टिम

क्र.स.	कार्यालय	नाम	जिम्मेवारी	सम्पर्क नं.
१.	कोहलपुर अनुगमन कार्यालय	श्री हरि के.सी.	अनुगमन अधिकृत	९७६९४२३९९२
२.	फुलटेक्रा अनुगमन कार्यालय	श्री दिल बहादुर कटुवाल	अनुगमन अधिकृत	९७६९४२३९८८
३.	बालापुर अनुगमन कार्यालय	श्री भगवति महतरा	अनुगमन अधिकृत	९७६९४२३९८७
४.	बुद्धनगर अनुगमन कार्यालय	श्री युवराज खड्का	अनुगमन अधिकृत	९७६९४२३९९०

शाखा प्रमुख टिम

S.N.	Branch	Staff Name	Role	Contact No.
1	Kohalpur Branch	Sim Bahadur Tharu	Branch Manager	9769423983
2	Karkado Branch	Sumitra Mahatara Chhetri	Branch Manager	9769423977
3	Samjhana Branch	Jamuna Mahatara Chhetri	Branch Manager	9769423971
4	Binauna Branch	Bina Kumari Tharu	Branch Manager	9769423967
5	Khajura Branch	Gita Tiwari	Branch Manager	9769423964
6	NTV Road Branch	Sumitra Khadka	Branch Manager	9769423960
7	Shamshergunj Branch	DilSara Thapa	Branch Manager	9769423955
8	Rimjhim Chowk Branch	Dammar Bahadur Dangi	Branch Manager	9769423951
9	Fultegra Branch	Anita Kumari K.C	Branch Manager	9769423947
10	Fattepur Branch	Subas Bahadur Budha	Branch Manager	9769423942
11	Machhagadh Branch	Dipesh Pun Magar	Branch Manager	9769423938
12	Sitalabazaar Branch	Sharmila Gautam	Branch Manager	9769423935
13	Thakurdwara Branch	Mansara Thapa	Branch Manager	9769423932
14	Manpur Branch	Jayaram Chaudhary	Branch Manager	9769423929
15	Kusumba Branch	Kamala Kumari K.C	Branch Manager	9769423926
16	Maurighat Branch	Ayodhya Prasad Tharu	Branch Manager	9769423923
17	Baidauli Branch	Harikrishna Gupta	Branch Manager	9769423919
18	Buddhanagar Branch	Susmita bhandari	Branch Manager	9769423918
19	Padanaha Branch	Anjali B.k	Branch Manager	9769423915
20	Pelabas Branch	Ammar Shahi	Branch Manager	9769423912
21	Deurali Branch	Sarada prasad pandey	Branch Manager	9769423909
22	Balapur Branch	Sanjay K.C	Branch Manager	9769423907
23	Patharkot Branch	Tul Bahadur Pun	Branch Manager	9769423905
24	Hirapur Branch	Pushpa Bhusal	Branch Manager	9769423902



S.N.	Branch	Staff Name	Role	Contact No.
25	Maidam Branch	Shiva Bhandari	Branch Manager	9769423901
26	Jhimirebhar Branch	Ishwori Thapa	Branch Manager	9769423897
27	Jargha Branch	Surya prasad Adhikari	Branch Manager	9769423896
28	Dhakrebas Branch	Kaushila Thapa Magar	Branch Manager	9769423894
29	Thada Branch	Kamal Thapa	Branch Manager	9769423892
30	Darbhan Branch	Tika Kumari Khatri	Branch Manager	9769423890
31	Surpal Branch	Bhagiram Tharu	Branch Manager	9769423887
32	Bagmare Branch	Bishwo Raj Chaudhary	Branch Manager	9769423885
33	Ruinibang Branch	Bir Bahadur Roka	Branch Manager	9769423882
34	Kairan Branch	Mina Gurung	Branch Manager	9769423880
35	Khabang Branch	Deepak Rajali Magar	Branch Manager	9769423879
36	Bhuwachidi Branch	Dinesh tharu	Branch Manager	9769423948
37	Amiliya Branch	Amrita Pariyar	Branch Manager	9769423953
38	Tila Branch	Dinesh prasad Giri	Branch Manager	9866869859

सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने कम्पनी ऐन, २०६३ को दफा १०८ (४) संग सम्बन्धित अन्य थप विवरणहरू

१. शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अङ्कित मूल्य, त्यस्तो शेयर जफत हुनु भन्दा अगावै सो बापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर बापत रकम फिर्ता गरेको भए सोको विवरण :
 - आर्थिक वर्ष २०८१/०८२ मा कूनै किसिमको शेयरहरू जफत गर्ने कार्य नभएको ।
२. विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन:
 - यस वित्तीय संस्थाको कूनै पनि सहायक कम्पनी नभएको ।
३. आधारभूत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी :
 - यस आर्थिक वर्षमा आधारभूत शेयरधनीहरूबाट वित्तीय संस्थालाई छुट्टै रुपमा कूनै जानकारी प्राप्त भएको छैन ।
४. विगत आर्थिक वर्षमा सञ्चालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण र शेयर कारोबारमा निजहरूको संलग्नता (चुक्ता पूंजीको आधारमा):

क. सञ्चालक समिति पदाधिकारी :

क्र. सं.	नाम	पद	प्रतिनिधित्व	संस्थागत शेयर स्वामित्व (कित्ता)	व्यक्तिगत शेयर स्वामित्व (कित्ता)	कुल शेयर (कित्ता)
१.	श्री शान्ति देवि ढकाल	अध्यक्ष	महिला उपकार मंच	४५५१६४	४८५२	४६००१६
३.	श्री आरती पौडेल	संचालक	महिला उपकार मंच	४५५१६४	३८८२	४५९०४६
४.	श्री मनोज सिंह खडका	संचालक	प्रभु बैंक	९७०५०		९७०५०
५.	श्री नितु शर्मा	संचालक	व्यक्तिगत शेयरधनि		४८५२	४८५२
६.	श्री निशा वाग्ले	संचालक	व्यक्तिगत शेयरधनि		५०	५०
७.	श्री भगवती रेग्मी	संचालक	व्यक्तिगत शेयरधनि		३०	३०
६.	श्री कृष्ण कुमार लम्साल	स्वतन्त्र संचालक	शेयरधनि नभएको		०	०

- ख. व्यवस्थापन पदाधिकारी शेयर स्वामित्व :

क्र.सं	कर्मचारीको नाम	हालको पद	शेयर स्वामित्व संस्थापक (कित्ता)	कर्मचारी	कुल शेयर
१.	श्री शारदा कुमारी खत्री	प्रमुख कार्यकारी अधिकृत	९७०५	२११	९९१६
२.	श्री चित्र बहादुर भण्डारी	विभागिय प्रमुख	०	१८६	१८६
३.	श्री पार्वती पराजुली	विभागिय प्रमुख		१८६	१८६
४.	श्री लक्ष्मी के.सी	विभागिय प्रमुख	०	१८६	१८६
५.	श्री रामकुमार चौधरी	विभागिय प्रमुख	०	१८६	१८६
६.	श्री हरि के.सी	विभागिय प्रमुख	०	१८६	१८६
७.	श्री गायत्री गिरी	विभागिय प्रमुख	९७०५		९७०५

वित्तीय संस्थाका संचालक एवं व्यवस्थापन पदाधिकारीहरूले वित्तीय संस्थाबाट निष्काशन गरिएको शेयर खरिद गर्ने र साधारण सभाबाट पारित लाभांश ग्रहण गर्ने बाहेक शेयर

५. विगत आर्थिक वर्षमा कम्पनीसंग कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा : विगत आर्थिक वर्षमा यस वित्तीय संस्थासंग सम्बन्धित सम्भौताहरूमा यस कम्पनीका कुनै संचालक तथा निजका नजिकको नातेदारको व्यक्तिगत स्वार्थ नरहेको ।
६. कम्पनीले आफ्नो शेयर आफैले खरिद गरे नगरेको, गर्नुको कारण, त्यस्तो शेयरको संख्या र अङ्कित मूल्य: आर्थिक वर्ष २०८१/२०८२ मा वित्तीय संस्थाले आफ्नो शेयर आफै खरिद गरेको छैन ।
७. गत आर्थिक वर्षको कूल व्यवस्थापन खर्चको विवरण : आर्थिक वर्ष २०८१/२०८२ मा यस वित्तीय संस्थाको कूल व्यवस्थापन खर्च निम्न बमोजिम रु. १२ करोड २० लाख ३६ हजार आठ सय पचास रुपैया मात्र रहेको छ ।
(क) कर्मचारी खर्च रु. १०,९८,२०,५०१॥००
(ख) कार्यालय संचालन खर्च रु. १,०८,६७,४४०।
८. सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए नभएको : वित्तीय संस्थाका सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी रहेको छैन ।
९. सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

(क) संचालक समितिसंग सम्बन्धित खर्च विवरण : आ.व. २०८१/०८२

क्र.सं.	खर्च विवरण	खर्च रकम
१	संचालक समिति बैठक भत्ता	रु. ४,३०,०००।
२	उप समिति बैठक भत्ता	रु. १,१५,०००।
३	तालिम तथा अन्य खर्च अध्यक्ष एवं संचालकलाई	रु. १,३६,६६६।

(ख) कार्यकारी प्रमुखलाई आ.व. २०८१/०८२ मा भुक्तानी भएको पारिश्रमिक सुविधाहरु :

१. प्रमुख कार्यकारी अधिकृतलाई भुक्तान गरिएको रकम:

वित्तीय संस्थाका प्रमुख कार्यकारी अधिकृत श्री शारदा कुमारी खत्रीलाई आ.व. २०८१/०८२ मा देहाय बमोजिमको पारिश्रमिक तथा सुविधा उपलब्ध गराइएको छ ।

(क)

क्र.सं.	विवरण	पारिश्रमिक तथा अन्य सुविधा रकम
१	तलब तथा भत्ता	२३,२७,५६८/-
	जम्मा	२३,२७,५६८/-



(ख) संचयकोष, विदा तथा उपदान संस्थाको नियमानुसार रहेको छ ।

२. व्यवस्थापन तहहरूमा कार्यरत कर्मचारीहरूको विवरण तथा निजहरूलाई आ.व. २०८१/०८२ मा भुक्तान गरिएको रकम :

क्र.स	नाम	वार्षिक तलव तथा भत्ता बापतको भुक्तानी रु.
१	श्री लक्ष्मी के.सी.	१,१९३,९३७।००/-
२	श्री राम कुमार चौधरी	१,२०६,०१९।००/-
३	श्री पार्वती पराजुली	१,०८९,३६३।००/-
४	श्री हरी के.सी.	१,०८२,७४८।००/-
५	श्री चित्र बहादुर भण्डारी	१,०९१,५६०।००/-
६	श्री विमल खनाल	१,०८८,२२०।००/-

यस बाहेक प्रमुख कार्यकारी अधिकृतलाई निम्न बमोजिमको सुविधा प्रदान गरिएकोछ ।

(१) संचयकोष र बोनस ऐन अनुसार बोनसको सुविधा

१०. शोयरधनीहरूले बुझिलिन बाँकी रहेको लाभांशको रकम : यस आ.व. मा लाभांश वितरण गरिएको छैन ।

११. कम्पनी ऐन तथा प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुराहरु : नभएको ।

१२. अन्य आवश्यक कुराहरु : नभएको ।



व्यवस्थापन टिम :

क्र.सं.	कर्मचारीको नाम	जिम्मेवारी	सम्पर्क नं.
१	श्री शारदा कुमारी खत्री	प्रमुख कार्यकारी अधिकृत	०८१ ५४२०५३
२	श्री विमल खनाल	सहायक महाप्रबन्धक	९७६९४२३९९७

क्र.सं.	कर्मचारीको नाम	जिम्मेवारी	सम्पर्क नं.
१	श्री चित्र बहादुर भण्डारी	विभागिय प्रमुख	९७६९४२३९९६
२	श्री लक्ष्मी के.सी.	विभागिय प्रमुख	९७६९४२३९९४
३	श्री पार्वती पराजुली	विभागिय प्रमुख	९७६९४२३९९५
४	श्री राम कुमार चौधरी	विभागिय प्रमुख	९७६९४२३९९३
५	श्री हरि के.सी.	विभागिय प्रमुख	९७६९४२३९९२
६	श्री गायत्री गिरी	विभागिय प्रमुख	९७६९४२३९९१
७	श्री अरुण चौधरी	इकाई प्रमुख	९७६९४२३९८९



S.H.A. & Associates

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Upakar Laghubitta Bittiya Sanstha Ltd.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Upakar Laghubitta Bittiya Sanstha Ltd. (referred to as the "Company"), which comprise the statement of financial position as at 32 Ashad 2082 (16 July 2025), and the statement of profit or loss, statement of comprehensive income, statement of cash flows, statement of changes in equity for the year then ended and notes to the financial statements, including summary of significant accounting policies.

In our opinion, *except for the effects of the matter described in the Basis for Qualified Opinion section*, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 32 Ashad 2082 (16 July 2025), its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs) and Nepal Rastra Bank's Unified Directives.

Basis for Qualified Opinion

We draw attention to Note 5.2.II.D of the financial statements, which indicates that the Company's Capital Adequacy Ratio (CAR) has fallen below the minimum regulatory requirement prescribed by Nepal Rastra Bank.

As per the requirements of Nepal Rastra Bank (NRB) Unified Directives for Microfinance Institutions, the Company is required to maintain minimum capital fund of NPR 217,932,812. However, as at the reporting date:

PARTICULARS	AMOUNT (NPR)
ACTUAL CAPITAL FUND	148,905,394
REQUIRED MINIMUM CAPITAL FUND	217,932,812
SHORTFALL	69,027,418

The Company has not complied with the minimum capital fund requirement prescribed by NRB, resulting in a shortfall of NPR 69,027,418. This indicates non-compliance with regulatory requirements and may have implications on the Company's ability to continue its operations in accordance with NRB regulations.

Our opinion is qualified in respect of this matter.

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 ICAN's Handbook of Code of Ethics for Professional Accountants, and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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e-mail : contact@shanepal.com

website : shanepal.com

Key Audit Matters

Key audit matters are those matters that, in our professional judgments, were of most significance in our audit of the financial statements of the current period. Those 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. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report, including in relation to these matters. Accordingly our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements as a whole

Key Audit Matter	How our audit addressed the key audit matter;
<p>Measurement of Expected Credit Loss</p> <p>The computation of ECL requires significant management judgement involving.</p> <ul style="list-style-type: none"> • Assessment of credit risk and staging • Probability of Default (PD) • Loss Given Default (LGD) • Exposure at Default (EAD) • Forward-looking macroeconomic factors • Data quality and model accuracy 	<p>Our audit procedures included:</p> <p>Clear understanding of the practice of calculation of impairment of Loans and Advances through ECL.</p> <p>We,</p> <ul style="list-style-type: none"> • Evaluated the reasonableness of assumptions used in ECL model • Checked staging and loan classification on sample basis • Assessed compliance with NRB's Regulatory Backstop Measure
<p>Information Technology System and Control Impacting Financial Reporting</p> <p>The Microfinance's operational and financial processes are dependent on IT systems to manage large volume of transactions that are processed daily. As a result, there is high degree of reliance and dependency on IT systems for the financial reporting process of the company. We have considered this as key audit matter as any control lapses, validation failures, incorrect data input and wrong extraction of data may result in wrong reporting of data to the management, stakeholders and regulators.</p>	<p>Our audit procedure regarding information technology of the company is based upon the Information Technology Guidelines 2012 issued by NRB and it also included:</p> <ul style="list-style-type: none"> ▪ Verification of interest income and expenses booking regarding loans and deposits on test check basis with the CBS of the company. ▪ Reliance on IT Audit conducted by the company. ▪ Verification of the provisioning of the loan and advances based on the ageing on test check basis.

Other Information

Management is responsible for the preparation of other information in the Annual Report. The directors are responsible for the other information presented in the Company's Annual Report and Accounts of FY 2081.82 together with the Financial Statements. Our opinion of Financial Statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing



so. consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the Financial Statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

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 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 Responsibility for Audit of the Financial Statements

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

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

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



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

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

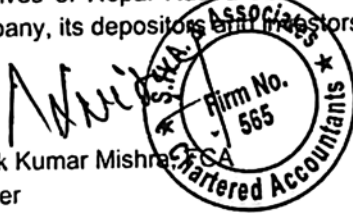
Report on the Other Legal and Regulatory Requirements

We have obtained information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit. In our opinion, statement of financial position, statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows, have been prepared in accordance with the requirements of the Companies Act, 2063 and are in agreement with the books of account maintained by the Company and proper books of account as required by law maintained by the Company including relevant records relating to preparation of the aforesaid financial statements have been kept so far as it appears from our examination of those books and records of the Company.

In our opinion, so far as appeared from our examination of the books, the Company has maintained adequate capital funds and adequate provisions for possible impairment of assets in accordance with the directives of Nepal Rastra Bank.

To the best of our information and according to explanations given to us and so far appeared from our examination of the books of account of the Company, we have not come across cases where Board of Directors or any employees of the Company have acted contrary to the provisions of law relating to the accounts, or committed any misappropriation or caused loss or damage to the Company and violated any directives of Nepal Rastra Bank or acted in a manner to jeopardize the interest and security of the Company, its depositors and investors.

Ashok Kumar Mishra
Partner



MNO: 1069

UDIN: 260331CA01069Y9BD

For S.H.A. & Associates
Chartered Accountants
Kathmandu, Nepal
Date: 12th Chaitra 2082



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैंकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Upakar Laghubitta Bittiya Sanstha Limited
Statement of Financial Position
As on 31 Asar 2082

Particulars	Note	Current Year	Previous Year	Restated
Assets				
Cash and Cash Equivalents	4.1	364,515,502.14	246,594,263.61	127,700,891.50
Statutory Balances and due from Nepal Rastra Bank	4.2	14,299,655.00	10,299,655.00	10,299,655.00
Placement with Bank and Financial Institutions	4.3	-	-	-
Derivative Financial Instruments	4.4	-	-	-
Other Trading Assets	4.5	-	-	-
Loans and Advances to MFIs & Cooperatives	4.6	-	-	-
Loans and Advances to Customers	4.7	2,374,463,796.86	2,121,431,124.93	1,966,201,935.32
Investment Securities	4.8	-	-	-
Current Tax Assets	4.9	-	-	-
Investment Property	4.10	-	-	-
Property and Equipment	4.11	7,637,208.51	8,318,815.97	9,736,677.04
Goodwill and Intangible Assets	4.12	-	-	-
Deferred Tax Assets	4.13	32,984,708.07	20,755,282.58	9,521,442.87
Other Assets	4.14	31,920,091.63	30,051,169.98	34,103,655.29
Total Assets		2,825,820,962.21	2,437,450,312.06	2,157,564,257.01

Particulars	Note	Current Year	Previous Year	Restated
Liabilities				
Due to Bank and Financial Institutions	4.15	-	-	-
Due to Nepal Rastra Bank	4.16	-	-	-
Derivative Financial Instruments	4.17	-	-	-
Deposits from Customers	4.18	1,402,729,492.49	1,195,758,994.12	1,086,559,951.19
Borrowings	4.19	924,966,033.49	746,826,890.43	583,224,870.68
Current Tax Liabilities	4.9	19,158,606.92	-	8,721,557.45
Provisions	4.2	334,500.00	334,500.00	223,000.00
Deferred Tax Liabilities	4.13	-	-	-
Other Liabilities	4.21	208,887,980.87	239,224,349.69	212,277,955.81
Debt Securities Issued	4.22	-	-	-
Subordinated Liabilities	4.23	-	-	-
Total Liabilities		2,556,076,613.78	2,182,144,734.24	1,891,007,335.13
Equity				
Share Capital	4.24	106,148,200.00	106,148,200.00	106,148,200.00
Share Premium		-	-	-
Retained Earnings		(38,371,781.83)	(45,048,324.31)	13,031,740.21
Reserves	4.25	201,967,930.27	194,205,701.31	147,376,980.17
Total Equity Attributable to Equity Holders		269,744,348.44	255,305,577.00	266,556,920.38
Non Controlling Interest				
Total Equity		269,744,348.44	255,305,577.00	266,556,920.38
Total Liabilities and Equity		2,825,820,962.21	2,437,450,311.23	2,157,564,255.51
Contingent Liabilities and Commitments	4.26	-	-	-
Net Assets Value per share		254.12	240.52	251.12

As per our report of even date

Gayatri Giri
Finance and IT Department Head

Sharada Kumari Khatri
Chief Executive Officer

Shanti Devi Dhakal
Chairman

Ashok Kumar Mishra
Partner
S.H.A. & Associates
Chartered Accountants

Directors
Nisha Wagle
Nitu Sharma
Aarati Poudel
Bhagwati Regmi
Manoj Singh Khadka
Krishna Kumar Lamsal

Date: 26/11/2082
Place: Kohalpur, Banke



Upakar Laghubitta Bittiya Sanstha Limited
Statement of Profit or Loss
For the year ended 32 Asar 2082

Particulars	Note	Current Year	Previous Year
Interest Income	4.27	346,911,798.40	326,677,235.78
Interest Expense	4.28	170,087,656.99	167,103,585.82
Net Interest Income		176,824,141.41	159,573,649.96
Fee and Commission Income	4.29	24,042,189.79	13,096,485.18
Fee and Commission Expense	4.30	-	1,741,250.00
Net Fee and Commission Income		24,042,189.79	11,355,235.18
Net Interest, Fee and Commission Income		200,866,331.20	170,928,885.14
Net Trading Income	4.31	-	-
Other Operating Income	4.32	-	-
Total Operating Income		200,866,331.20	170,928,885.14
Impairment Charge/ (Reversal) for Loans and Other Losses	4.33	50,901,724.13	55,858,188.95
Net Operating Income		149,964,607.07	115,070,696.19
Operating Expense			
Personnel Expenses	4.34	109,820,501.05	119,723,776.05
Other Operating Expenses	4.35	10,867,440.81	8,946,787.23
Depreciation & Amortisation	4.36	6,419,309.39	6,902,974.45
Operating Profit		22,857,355.81	(20,502,841.54)
Non Operating Income	4.37	-	-
Non Operating Expense	4.38	-	-
Profit Before Income Tax		22,857,355.81	(20,502,841.54)
Income Tax Expense	4.39		
Current Tax		19,158,606.92	-
Deferred Tax		(12,229,425.12)	(11,233,839.71)
Profit for the Year		15,928,174.01	(9,269,001.83)
Profit Attributable to:			
Equity-holders of the Financial Institution		15,928,174.01	(9,269,001.83)
Profit for the year		15,928,174.01	(9,269,001.83)
Earnings per Share			
Basic Earnings per Share		15.01	(8.73)
Diluted Earnings per Share		15.01	(8.73)

As per our report of even date

Gayatri Giri
Finance and IT Department Head

Sharada Kumari Khatri
Chief Executive Officer

Shanti Devi Dhakal
Chairman

Ashok Kumar Mishra
Partner
S.H.A. & Associates
Chartered Accountants

Directors
Nisha Wagle
Nitu Sharma
Aarati Poudel
Bhagwati Regmi
Manoj Singh Khadka
Krishna Kumar Lamsal

Date: 26/11/2082
Place: Kohalpur, Banke



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Upakar Laghubitta Bittiya Sanstha Limited
Statement of Cash Flows
For the year ended 32 Asar 2082

Particulars	Current Year	Previous Year
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest Received	346,911,798.40	326,677,235.78
Fee and Other Income Received	24,042,189.79	13,096,485.18
Dividend Received	-	-
Receipts from Other Operating Activities	-	-
Interest Paid	(170,087,656.99)	(167,103,585.82)
Commissions and Fees Paid	-	(1,741,250.00)
Cash Payment to Employees	(109,820,501.05)	(119,723,776.05)
Other Expenses Paid	(10,867,440.81)	(8,946,787.23)
Operating Cash Flows before Changes in Operating Assets and Liabilities	80,178,389.33	42,258,321.86
(Increase) Decrease in Operating Assets		
Due from Nepal Rastra Bank	(4,000,000.00)	-
Placement with Banks and Financial Institutions	-	-
Other Trading Assets	-	-
Loans and Advances to MFIs & Cooperatives	-	-
Loans and Advances to Customers	(303,934,396.07)	(211,087,378.56)
Other Assets	(14,098,347.14)	(7,181,354.40)
Increase (Decrease) in Operating Liabilities		
Due to Banks and Financial Institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposit from Customers	206,970,498.37	109,199,042.93
Borrowings	178,139,143.06	163,602,019.75
Other Liabilities	(11,177,761.89)	18,336,336.43
Net Cash Flow from Operating Activities before Tax Paid	132,077,525.67	115,126,988.01
Income Tax Paid	(6,929,181.80)	11,233,839.71
Net Cash Flow from Operating Activities	125,148,343.86	126,360,827.73
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investment Securities	-	-
Receipts from Sale of Investment Securities	-	-
Purchase of Property and Equipment	-	-
Receipts from Sale of Property and Equipment	-	-
Purchase of Intangible Assets	-	-
Purchase of Investment Properties	-	-
Receipts from Sale of Investment Properties	-	-
Interest Received	-	-
Dividend Received	-	-
Net Cash Used in Investing Activities	(5,737,701.93)	(5,485,113.38)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from Issue of Debt Securities	-	-
Repayments of Debt Securities	-	-
Receipts from Issue of Subordinated Liabilities	-	-
Repayments of Subordinated Liabilities	-	-
Received from Merger	-	-
Receipt from Issue of Shares	-	-
Dividends Paid	-	-
Interest Paid	-	-
Other Receipts/Payments	(1,489,402.57)	(1,982,341.56)
Net Cash from Financing Activities	(1,489,402.57)	(1,982,341.56)
Net Increase (Decrease) in Cash and Cash Equivalents	117,921,239.36	118,893,372.79
Opening cash And Cash Equivalents	246,594,263.61	127,700,891.50
Effect of Exchange Rate fluctuations on Cash and Cash Equivalents Held	-	-
Cash and Cash Equivalents	364,515,502.97	246,594,264.29

As per our report of even date

Gayatri Giri
Finance and IT Department Head

Sharada Kumari Khatri
Chief Executive Officer

Shanti Devi Dhakal
Chairman

Ashok Kumar Mishra
Partner
S.H.A. & Associates
Chartered Accountants

Directors
Nisha Wagle
Nitu Sharma
Aarati Poudel
Bhagwati Regmi
Manoj Singh Khadka
Krishna Kumar Lamsal

Date: 26/11/2082
Place: Kohalpur, Banke

Upakar Laghubitta Bittiya Sanstha Limited
Statement of Comprehensive Income
For the year ended 32 Asar 2082



उपकार लघुवित्त वित्तीय संस्था लिमिटेड
नेपाल राष्ट्र बैकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(सुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Particulars	Current Year	Previous Year
Profit for the year	15,928,178.59	(9,269,001.83)
Other Comprehensive Income, Net of Income Tax		
a) Items that will not be reclassified to profit or loss		
Gains/(losses) from investment in equity instruments measured at fair value	-	-
Gains/(losses) on revaluation	-	-
Actuarial gains/(losses) on defined benefit plans	-	-
Income tax relating to above items	-	-
Net other comprehensive income that will not be reclassified to profit or loss	-	-
b) Items that are or may be reclassified to profit or loss		
Gains/(losses) on cash flow hedge	-	-
Exchange gains/(losses)(arising from translating financial assets of foreign operation)	-	-
Income tax relating to above items	-	-
Reclassify to profit or loss	-	-
Net other comprehensive income that are or may be reclassified to profit or loss	-	-
Other Comprehensive Income for the year, Net of Income Tax	15,928,178.59	(9,269,001.83)
Total Comprehensive Income for the year	15,928,178.59	(9,269,001.83)
Total Comprehensive Income for the Period	15,928,178.59	(9,269,001.83)

As per our report of even date

Gayatri Giri

Finance and IT Department Head

Sharada Kumari Khatri

Chief Executive Officer

Shanti Devi Dhakal

Chairman

Ashok Kumar Mishra

Partner

S.H.A. & Associates

Chartered Accountants

Directors

Nisha Wagle

Nitu Sharma

Aarati Poudel

Bhagwati Regmi

Manoj Singh Khadka

Krishna Kumar Lamsal

Date: 26/11/2082

Place: Kohalpur, Banke



Particulars	Share Capital										Attributable to Equity Holders of the Institution									
	Share Premium	Share Capital	General Reserve	Exchange Equalisation	Regulatory Reserve	Fair Value Reserve	Restructured and Rescheduled Reserve	Retained Earning	Client Protection Fund	CSR Reserve	Deferred Tax	Capital Reserve	Other Reserve	Total	Total Equity					
Balance at Sharewan 01, 2020		106,148,200.00	89,401,712.80	-	50,736,149.64	-	-	13,031,740.21	7,093,079.04	146,038.70	9,531,442.87	-	-	225,542,213.61	225,542,213.61					
Adjustment/Restatement		-	89,401,712.80	-	50,736,149.64	-	-	13,031,740.21	7,093,079.04	146,038.70	(9,531,442.87)	-	-	41,214,706.77	41,214,706.77					
Adjustment/Restatement Balance as at Sharewan 01, 2078		106,148,200.00	89,401,712.80	-	50,736,149.64	-	-	13,031,740.21	7,093,079.04	146,038.70	(9,531,442.87)	-	-	266,556,920.38	266,556,920.38					
Comprehensive Income for the year		-	-	-	-	-	-	(9,269,001.83)	-	-	-	-	-	(9,269,001.83)	(9,269,001.83)					
Profit for the year		-	-	-	-	-	-	(9,269,001.83)	-	-	-	-	-	-	-					
Other Comprehensive Income, Net of Tax		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) from investment in equity instruments measured at fair value		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) on revaluation		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) on defined benefit plans measured at fair value		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) on cash flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Exchange gains/(losses) arising from translating financial assets of foreign operation		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Total Comprehensive Income for the year		-	-	-	-	-	-	(9,269,001.83)	-	-	-	-	-	(9,269,001.83)	(9,269,001.83)					
Transfer to Reserves during the year		-	-	-	-	-	-	(47,197,235.01)	(1,836,302.86)	(146,038.70)	-	1,613,827.68	-	(1,982,341.56)	(1,982,341.56)					
Transfer from Reserves during the year		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Transactions with Owners, directly recognized in Equity		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Share Issued		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Share Based Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Dividend to Equity-Holders		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Bonus Shares Issued		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Cash Dividend Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Others-Addition From Merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Total Contributions by and Distributions		-	-	-	-	-	-	(45,048,324.31)	5,256,776.18	(0.00)	-	1,613,827.68	-	255,505,576.99	255,505,576.99					
Balance at Sharewan 01, 2081		106,148,200.00	89,401,712.80	-	97,933,384.65	-	-	(45,048,324.31)	5,256,776.18	(0.00)	-	1,613,827.68	-	255,505,576.99	255,505,576.99					
Comprehensive Income for the year		-	-	-	-	-	-	15,938,174.01	-	-	-	-	-	15,938,174.01	15,938,174.01					
Profit for the year		-	-	-	-	-	-	15,938,174.01	-	-	-	-	-	15,938,174.01	15,938,174.01					
Other Comprehensive Income, Net of Tax		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) from investment in equity instruments measured at fair value		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) on revaluation		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Actuarial gains/(losses) on defined benefit plans		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Guins/(losses) on cash flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Exchange gains/(losses) arising from translating financial assets of foreign operation		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Total Comprehensive Income for the year		-	-	-	-	-	-	15,938,174.01	338,923.61	159,281.74	-	61,232.44	-	15,938,174.01	15,938,174.01					
Transfer to Reserves during the year		-	-	-	-	-	-	(9,251,631.53)	(1,364,602.69)	-	-	(124,799.88)	-	(1,489,402.57)	(1,489,402.57)					
Transfer from Reserves during the year		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Transactions with Owners, directly recognized in Equity		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Share Issued		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Share Based Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Dividend to Equity-Holders		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Bonus Shares Issued		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Cash Dividend Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Total Contributions by and Distributions		-	-	-	-	-	-	(38,371,781.83)	4,131,096.10	159,281.74	-	1,550,281.24	-	269,744,346.44	269,744,346.44					
Balance at Sharewan 12, 2082		106,148,200.00	92,897,247.61	-	103,539,933.59	-	-	(42,242,898.83)	9,387,872.28	(0.00)	-	3,164,108.92	-	250,932,352.80	250,932,352.80					

As per our report of even date

Shanti Devi Dhakal
Chairman

Sharda Kumari Khatri
Chief Executive Officer

Gyandhi Giri
Finance and IT Department Head

Directors
Nilala Wagle
Nitu Sharma
Ananti Poudel
Dharmendra Prasad
Manoj Khatiwada
Kishana Kumar Lamral

Chartered Accountants

Date: 26/11/2082
Place: Kohalpur Bunko



Upakar Laghubitta Bittiya Sanstha Limited
Statement of Distributable Profit or Loss
For the year ended 32 Asar 2082
(As per NRB Regulation)

Particulars	Current Year	Previous Year
Net profit or (loss) as per statement of profit or loss	15,928,174.01	(9,269,001.83)
Appropriations:		
a. General reserve	(3,185,634.80)	-
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	(159,281.74)	-
e. Employees' training fund	(61,253.44)	(1,613,827.68)
f. Other	-	-
Client Protection Fund	(238,922.61)	-
Others	-	-
Profit or (loss) before regulatory adjustment	12,283,081.42	(10,882,829.51)
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	-	(26,453,965.30)
b. Short loan loss provision in accounts (-)/reversal (+)	19,576,968.00	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	-
d. Short loan loss provision on Non Banking Assets (-)/resersal (+)	-	-
e. Deferred tax assets recognised (-)/ reversal (+)	(12,229,425.48)	(11,233,839.71)
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/resersal (+)	-	-
h. Acturial loss recognised (-)/reversal (+)	-	-
i. Other (+/-)	-	-
j. Restructured and Rescheduled Reserve	(12,954,081.45)	(9,509,430.00)
Net profit for the year end Asadh 31 2082 available for distribution	6,676,542.48	(58,080,064.52)
Opening retained earning	(45,048,324.31)	13,031,740.21
Adjustment (+/-)*	-	-
Distribution:		
Bonus shares issued	-	-
Cash Dividend Paid	-	-
Total Distributable profit or (loss) as on year end date	(38,371,781.83)	(45,048,324.31)
Annualised Distributable Profit/Loss per share	(36.15)	(42.44)
* Adjustment of Income tax provision		

As per our report of even date

Gayatri Giri
Finance and IT Department Head

Sharada Kumari Khatri
Chief Executive Officer

Shanti Devi Dhakal
Chairman

Partner
S.H.A. & Associates
Chartered Accountants

Date:
Place: Kohalpur, Banke

Directors
Nisha Wagle
Nitu Sharma
Aarati Poudel
Bhagwati Regmi
Manoj Singh Khadka
Krishna Kumar Lamsal



Upakar Laghubitta Bittiya Sanstha Limited
Notes to Financial Statements
For the year ended 32 Asar 2082

4.1 Cash and Cash Equivalent

Particulars	Current Year	Previous Year	Restated
Cash in Hand	42,700.00	6,000.00	5,050.00
Balances with BFIs	364,472,802.14	246,588,263.61	127,695,841.50
Money at Call and Short Notice	-	-	-
Other	-	-	-
Total	364,515,502.14	246,594,263.61	127,700,891.50

4.2 Statutory Balances and due from Nepal Rastra Bank

Particulars	Current Year	Previous Year	Restated
Statutory Balances with NRB	-	-	-
Statutory balances with BFIs	14,299,655.00	10,299,655.00	10,299,655.00
Securities purchased under Resale Agreement	-	-	-
Other Deposit and Receivable from NRB	-	-	-
Total	14,299,655.00	10,299,655.00	10,299,655.00

4.3 Placements with Financial Institutions

Particulars	Current Year	Previous Year	Restated
Placement with Domestic FIs	-	-	-
Less: Allowances for Impairment	-	-	-
Total	-	-	-

4.4 Derivative Financial Instruments

Particulars	Current Year	Previous Year	Restated
<i>Held for Trading</i>			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts	-	-	-
Others	-	-	-
<i>Held for Risk Management</i>			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts	-	-	-
Others	-	-	-
Total	-	-	-

4.5 Other Trading Assets

Particulars	Current Year	Previous Year	Restated
Treasury Bills	-	-	-
Government Bonds	-	-	-
NRB Bonds	-	-	-
Domestic Corporate Bonds	-	-	-
Equities	-	-	-
Other Trading Assets	-	-	-
Total	-	-	-
Pledged			
Non-pledged			



4.6 Loans and Advances to MFIs & Cooperatives

Particulars	Current Year	Previous Year	Restated
Loans to Microfinance Institutions	-	-	-
Loans to FIs	-	-	-
Loans to Cooperative	-	-	-
Less: Allowances for Impairment	-	-	-
Other	-	-	-
Less: Allowances for Impairment	-	-	-
Total	-	-	-

4.6.1 Allowances for Impairment

Balance at Shrawan 01	-	-	-
Impairment Losss for the year:	-	-	-
Charge for the year	-	-	-
Recoveries/Reversal	-	-	-
Amount Written Off	-	-	-
Balance at Asar End	-	-	-

4.7 Loans and Advances to Customers

Particulars	Current Year	Previous Year	Restated
Loans and Advances measured at Amortized Cost	2,549,075,666.99	2,245,141,270.90	2,034,053,892.34
Less: Impairment Allowances			
Collective Impairment	(174,611,870.13)	(123,710,145.97)	(67,851,957.02)
Individual Impairment	-	-	-
Net Amount	2,374,463,796.86	2,121,431,124.93	1,966,201,935.32

4.7.1: Analysis of Loans and Advances - By Product

Particulars	Current Year	Previous Year	Restated
Product			
Term Loans	2,458,325,954.95	2,177,628,574.26	1,993,827,302.55
Short term,term Loan	-	-	-
Long term,term Loan	-	-	-
Hire Purchase Loans			
Personal Residential Loans			
Staffs Loans	12,586,543.72	9,911,562.37	9,079,420.82
Other	-	-	-
Sub-Total	2,470,912,498.67	2,187,540,136.63	2,002,906,723.37
Interest Receivable	78,163,168.32	57,601,134.27	31,147,168.97
Grand Total	2,549,075,666.99	2,245,141,270.90	2,034,053,892.34

4.7.2: Analysis of Loans and Advances - By Collateral

Particulars	Current Year	Previous Year	Restated
Secured			
Immovable assets	-	-	-
Government guarantee			
Collateral of Government securities			
Collateral of Fixed Deposit Receipt			
Group guarantee	-	-	-
Personal guarantee			
Other collateral	12,586,543.72	9,911,562.37	9,079,420.82
Subtotal	12,586,543.72	9,911,562.37	9,079,420.82
Unsecured			
Grand Total	12,586,543.72	9,911,562.37	9,079,420.82



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Particulars	Current Year	Previous Year	Restated
Specific Allowance for Impairment			
Balance at Shrawan 01	-	-	-
Impairment Loss for the year			
Charge for the year	-	-	-
Recoveries/Reversals during the year	-	-	-
Write-Offs			
Other Movement			
Balance at Asar End	-	-	-
Collective Allowances for Impairment			
Balance at Sharawan 01	123,710,145.97	67,851,957.02	66,016,622.41
Impairment Loss for the year			
Charge/(Reversal) for the year	50,901,724.14	55,858,188.95	1,835,334.61
Other Movement			
Balance at Asar End	174,611,870.11	123,710,145.97	67,851,957.02
Total Allowances for Impairment	174,611,870.11	123,710,145.97	67,851,957.02

4.9 Current Tax Assets

Particulars	Current Year	Previous Year	Restated
Current Tax Assets			
Current year Income Tax Assets	-	-	-
Tax Assets of Prior Periods	-	-	-
Current Tax Liabilities			
Current year Income Tax Liabilities	19,158,606.92	-	8,721,557.45
Tax Liabilities of Prior Periods	-	-	-
Total	19,158,606.92	-	8,721,557.45

4.10 Investment Properties

Particulars	Current Year	Previous Year	Restated
Investment Properties measured at Fair Value			
Balance as on Shrawan 01.	-	-	-
Addition/(Disposal) during the year.	-	-	-
Net Changes in fair value during the year.	-	-	-
Adjustment/Transfer.	-	-	-
Net Amount	-	-	-
Investment Properties measured at Cost			
Balance as on Shrawan 01	-	-	-
Addition/(Disposal) during the year	-	-	-
Net Changes in fair value during the year	-	-	-
Adjustment/Transfer	-	-	-
Net Amount	-	-	-
Total	-	-	-

4.14 Other Assets

Particulars	Current Year	Previous Year	Restated
Assets held for Sale	-	-	-
Other Non-Banking Assets	-	-	-
Bills Receivable	-	-	-
Accounts Receivable	311,070.19	446,195.47	396,978.98
Accrued Income	-	-	-
Prepayments and Deposits	2,892,896.13	2,550,233.84	2,909,970.94
Income Tax Deposit	10,799,999.87	5,999,999.87	8,419,381.70
Deferred Employee Expenditure	11,228,479.99	13,439,678.40	14,420,579.18
Other	6,687,645.45	7,615,062.39	7,956,744.49
a. Right of Use Assets	5,649,385.95	6,925,003.98	7,555,721.90
b. Other	1,038,259.50	690,058.41	401,022.59
Total	31,920,091.63	30,051,169.98	34,103,655.29



4.15 Due to Banks and Financial Institutions

Particulars	Current Year	Previous Year	Restated
Borrowing from BFIs	-	-	-
Settlement and Clearing Accounts	-	-	-
Other	-	-	-
Total	-	-	-

4.16 Due to Nepal Rastra Bank

Particulars	Current Year	Previous Year	Restated
Refinance from NRB	-	-	-
Standing Liquidity Facility	-	-	-
Lender of Last Resort facility from NRB	-	-	-
Securities sold under repurchase agreements	-	-	-
Other Payable to NRB	-	-	-
Total	-	-	-

4.17 Derivative Financial Instruments

Particulars	Current Year	Previous Year	Restated
Held for Trading			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts	-	-	-
Others	-	-	-
Held for Risk Management			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts	-	-	-
Others	-	-	-
Total	-	-	-

4.18 Deposits from Customers

Particulars	Current Year	Previous Year	Restated
Institutional Customers:			
Term Deposits.	-	-	-
Call Deposits	-	-	-
Current Deposits.	-	-	-
Others.	-	-	-
Individual Customers:			
Term Deposits	-	-	-
Saving Deposits	1,402,729,492.49	1,195,758,994.12	1,086,559,951.19
Current Deposits	-	-	-
Others	-	-	-
Total	1,402,729,492.49	1,195,758,994.12	1,086,559,951.19



4.19 Borrowings

Particulars	Current Year	Previous Year	Restated
Domestic Borrowings			
Nepal Government	-	-	-
Other Institutions	924,966,033.49	746,826,890.43	583,224,870.68
Other	-	-	-
Sub Total	924,966,033.49	746,826,890.43	583,224,870.68
Foreign Borrowings			
Foreign Banks and Financial Institutions	-	-	-
Multilateral Development Banks	-	-	-
Other Institutions.	-	-	-
Sub Total	-	-	-
Total	924,966,033.49	746,826,890.43	583,224,870.68

4.20 Provisions

Particulars	Current Year	Previous Year	Restated
Provisions for Redundancy	-	-	-
Provisions for Restructuring	-	-	-
Pending Legal Issues and Tax Litigation	-	-	-
Onerous Contracts	-	-	-
Other	334,500.00	334,500.00	223,000.00
Total	334,500.00	334,500.00	223,000.00

4.20.1: Movement in Provision

Particulars	Current Year	Previous Year	Restated
Balance at Shrawan 01	334,500.00	223,000.00	-
Provisions made during the year	334,500.00	334,500.00	223,000.00
Provisions used during the year	(334,500.00)	(223,000.00)	-
Provisions reversed during the year	-	-	-
Unwind of Discount	-	-	-
Balance at Asar end	334,500.00	334,500.00	223,000.00

4.21 Other Liabilities

Particulars	Current Year	Previous Year	Restated
Liabilities for employees defined benefit obligations	173,235,028.25	38,608,091.00	17,980,320.00
Liabilities for long service leave	15,517,076.00	15,576,526.00	14,426,031.00
Short term employee benefits	-	1,127,683.00	-
Bills payable	-	-	-
Creditors and accruals	1,317,631.18	133,775,512.61	115,721,493.59
Interest payable on deposits	-	-	-
Interest payable on borrowing	1,451,200.81	721,086.00	1,093,567.00
Liabilities on deferred grant income	-	-	-
Unpaid Dividend	-	-	-
Liabilities under Finance Lease	6,320,032.12	7,351,335.03	7,555,721.90
Employee bonus payable	3,539,706.71	1,000,000.12	2,439,663.12
Other Liabilities	7,507,305.80	41,064,115.93	53,061,159.20
Total	208,887,980.87	239,224,349.69	212,277,955.81

4.21.1: Defined Benefit Obligation

The amounts recognised in the statements of financial positions are as follows :

Particulars	Current Year	Previous Year	Restated
Present value of funded obligations	173,235,028.25	38,608,091.00	17,980,320.00
Total present value of obligations	173,235,028.25	38,608,091.00	17,980,320.00
Fair value of plan assets	-	-	-
Present value of net obligations	173,235,028.25	38,608,091.00	17,980,320.00
Recognised liability for defined benefit obligations	173,235,028.25	38,608,091.00	17,980,320.00

**4.21.2: Plan Assets**

Plan assets comprise

Particulars	Current Year	Previous Year	Restated
Equity securities	-	-	-
Government bonds	-	-	-
Bank deposit	-	-	-
Other	-	-	-
Total	-	-	-

Actual return on plan assets

4.21.3: Movement in the present value of defined benefit obligations

Particulars	Current Year	Previous Year	Restated
Defined benefit obligations at Sawan 1	35,075,336.00	14,447,565.00	14,447,565.00
Actuarial losses	-	-	-
Benefits paid by the plan	(1,944,582.00)	(765,016.80)	-
Current service costs and interest	4,941,113.00	21,392,787.80	-
Defined benefit obligations at Asar end	38,071,867.00	35,075,336.00	14,447,565.00

4.21.4: Movement in the fair value of plan assets

Particulars	Current Year	Previous Year	Restated
Fair value of plan assets at Sawan 1	-	-	-
Contributions paid into the plan	-	-	-
Benefits paid during the year	-	-	-
Actuarial (losses) gains	-	-	-
Expected return on plan assets	-	-	-
Fair value of plan assets at Asar end	-	-	-

4.21.5: Amount recognised in profit or loss

Particulars	Current Year	Previous Year	Restated
Current service costs	4,941,113.00	21,392,787.80	-
Interest on obligation	-	-	-
Expected return on plan assets	-	-	-
Total	4,941,113.00	21,392,787.80	-

4.21.6: Amount recognised in other comprehensive income

Particulars	Current Year	Previous Year	Restated
Actuarial (gain)/loss	-	-	-
Total	-	-	-

4.21.7: Actuarial assumptions

Particulars	Current Year	Previous Year	Restated
Discount rate	7.00%	0.00%	0.00%
Expected return on plan asset	0.00%	0.00%	0.00%
Future salary increase	6.00%	0.00%	0.00%
Withdrawal rate	4.00%	0.00%	0.00%



4.22 Debt securities issued

	Current Year	Previous Year	Restated
Debt securities issued designated as at fair value through profit or loss	-	-	-
Debt securities issued at amortised cost	-	-	-
Total	-	-	-

4.23 Subordinated Liabilities

Particulars	Current Year	Previous Year	Restated
Redeemable preference shares	-	-	-
Irredeemable cumulative preference shares (liabilities component)	-	-	-
Other	-	-	-
Total	-	-	-

4.24 Share capital

Particulars	Current Year	Previous Year	Restated
Ordinary shares	106,148,200.00	106,148,200.00	106,148,200.00
Convertible preference shares (equity component only)	-	-	-
Irredeemable preference shares (equity component only)	-	-	-
Perpetual debt (equity component only)	-	-	-
Total	106,148,200.00	106,148,200.00	106,148,200.00

4.24.1: Ordinary Shares

Particulars	Current Year	Previous Year	Restated
Authorized Capital			
25,00,000 Ordinary share of Rs. 100 each	250,000,000.00	250,000,000.00	250,000,000.00
Issued capital			
10,61,482 Ordinary share of Rs. 100 each	106,148,200.00	106,148,200.00	106,148,200.00
Subscribed and paid up capital			
10,61,482 Ordinary share of Rs. 100 each	106,148,200.00	106,148,200.00	106,148,200.00
Total	106,148,200.00	106,148,200.00	106,148,200.00

4.24.2: Ordinary share ownership

Particulars	Current Year		Previous Year	
	Percent	Amount	Percent	Amount
Domestic ownership				
Nepal Government	0.00%	-	0.00%	-
Promoter Shares	64.00%	67,934,848.00	64.00%	67,935,000.00
"A" class licensed institutions	0.00%	-	0.00%	-
Other licensed institutions	0.00%	-	0.00%	-
Other Institutions	0.00%	-	0.00%	-
Public	36.00%	38,213,352.00	36.00%	38,213,200.00
Other	0.00%	-	0.00%	-
Foreign ownership	0.00%	-		
Total	100%	106,148,200.00	100%	106,148,200.00



4.25 Reserves

Particulars	Current Year	Previous Year	Restated
Statutory general reserve	92,587,347.61	89,401,712.80	89,401,712.80
Capital reserve	-	-	-
Exchange equilisation reserve	-	-	-
Investment adjustment reserve	-	-	-
Corporate social responsibility reserve	159,281.74	-	146,038.70
Client Protection Fund	4,131,096.10	5,256,776.18	7,093,079.04
Capital redemption reserve	-	-	-
Regulatory reserve	103,539,923.59	97,933,384.65	50,736,149.64
Restructured and Rescheduled Reserve	-	-	-
Fair value reserve	-	-	-
Dividend equalisation reserve	-	-	-
Actuarial gain	-	-	-
Special reserve	-	-	-
Debenture Redemption reserve	-	-	-
Other reserve	1,550,281.24	1,613,827.68	-
Total	201,967,930.27	194,205,701.31	147,376,980.17

4.26 Contingent liabilities and commitments

Particulars	Current Year	Previous Year	Restated
Contingent liabilities	-	-	-
Undrawn and undisbursed facilities	-	-	-
Capital commitment	-	-	-
Lease Commitment	-	-	-
Litigation	-	-	-
Others	-	-	-
Total	-	-	-

4.26.1: Contingent Liabilities

Particulars	Current Year	Previous Year	Restated
Acceptance and documentary credit	-	-	-
Bills for collection	-	-	-
Forward exchange contracts	-	-	-
Guarantees	-	-	-
Underwriting commitment	-	-	-
Other commitments	-	-	-
Total	-	-	-

4.26.2: Undrawn and undisbursed facilities

Particulars	Current Year	Previous Year	Restated
Undisbursed amount of loans	-	-	-
Undrawn limits of overdrafts	-	-	-
Undrawn limits of credit cards	-	-	-
Undrawn limits of letter of credit	-	-	-
Undrawn limits of guarantee	-	-	-
Total	-	-	-

4.26.3: Capital commitments

Capital expenditure approved by relevant authority of the microfinance but provision has not been made in financial statements

Particulars	Current Year	Previous Year	Restated
Capital commitments in relation to Property and Equipment			
Approved and contracted for			
Approved but not contracted for			
Sub total	-	-	-
Capital commitments in relation to Intangible assets			
Approved and contracted for			
Approved but not contracted for			
Sub total	-	-	-
Total	-	-	-

4.26.4: Lease commitments

Particulars	Current Year	Previous Year	Restated
Operating lease commitments			



Future minimum lease payments under non cancellable operating lease, where the bank is lessee

Not later than 1 year

Later than 1 year but not later than 5 years

Later than 5 years

Sub total

-	-
-	-

Finance lease commitments

Future minimum lease payments under non cancellable operating lease, where the bank is lessee

Not later than 1 year

Later than 1 year but not later than 5 years

Later than 5 years

Sub total

Grand total

-	-
-	-
-	-

Lease commitment if any have been calculated as per NFRS 16

4.26.5: Litigation

No any litigation of contingent liabilities has been incurred yet.



Upakar Laghubitta Bittiya Sanstha Limited
Notes to Financial Statements
For the year ended 32 Asar 2082

4.27 Interest Income

Particulars	Current Year	Previous Year
Cash and cash equivalent	-	5,022,791.64
Due from Nepal Rastra Bank	-	-
Placement with bank and financial institutions	-	-
Loan and advances to bank and financial institutions	-	-
Loans and advances to customers	341,182,160.67	320,822,302.59
Investment securities	-	-
Loan and advances to staff	1,636,734.36	832,141.55
Other	4,092,903.37	-
Total interest income	346,911,798.40	326,677,235.78

4.28 Interest Expenses

Particulars	Current Year	Previous Year
Due to bank and financial institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposits from customers	103,050,258.00	91,607,377.20
Borrowing	66,367,077.80	74,784,567.95
Debt securities issued	-	-
Subordinated liabilities	-	-
Other	670,321.19	711,640.67
Total Interest expense	170,087,656.99	167,103,585.82

Other include interest expense on finance lease as per NFRS-16 "Lease"

4.29 Fees and Commission Income

Particulars	Current Year	Previous Year
Loan administration fees	-	-
Service fees	21,802,469.92	10,499,477.95
Commitment fees	-	-
Card Issuance fees	-	-
Prepayment and swap fees	-	-
Remittance fees	35,836.05	-
Brokerage fees	-	-
Other fees and commission income	2,203,883.82	2,597,007.23
Total Fees and Commission Income	24,042,189.79	13,096,485.18

4.30 Fees and Commission Expense

Particulars	Current Year	Previous Year
Brokerage	-	-
Other fees and commission expense	-	1,741,250.00
Total Fees and Commission Expense	-	1,741,250.00



4.31 Net Trading income

Particulars	Current Year	Previous Year
Changes in fair value of trading assets	-	-
Gain/loss on disposal of trading assets	-	-
Interest income on trading assets	-	-
Dividend income on trading assets	-	-
Gain/loss foreign exchange transaction	-	-
Other	-	-
Net trading income	-	-

4.32 Other Operating Income

Particulars	Current Year	Previous Year
Foreign exchange revaluation gain	-	-
Gain/loss on sale of investment securities	-	-
Fair value gain/loss on investment properties	-	-
Dividend on equity instruments	-	-
Gain/loss on sale of property and equipment	-	-
Gain/loss on sale of investment property	-	-
Operating lease income	-	-
Gain/loss on sale of gold and silver	-	-
Other	-	-
Total	-	-

4.33 Impairment charge/(reversal) for loan and other losses

Particulars	Current Year	Previous Year
Impairment charge/(reversal) on loan and advances to BFIs	-	-
Impairment charge/(reversal) on loan and advances to customers	50,901,724.13	55,858,188.95
Impairment charge/(reversal) on financial investment	-	-
Total	50,901,724.13	55,858,188.95

4.34 Personnel Expenses

Particulars	Current Year	Previous Year
Salary	49,594,070.00	50,197,142.00
Allowances	33,234,021.58	30,050,762.00
Gratuity Expense	4,941,113.00	21,392,787.80
Provident Fund	4,688,123.00	4,643,049.00
Uniform	-	1,234,000.00
Training & development expense	2,536,448.80	670,548.00
Leave encashment	2,611,686.00	3,436,875.83
Medical	-	-
Insurance	2,969,201.55	3,796,773.64
Employees incentive	-	-
Cash-settled share-based payments	-	-
Pension expense	-	-
Finance expense under NFRS	2,211,198.41	980,900.77
Other expenses related to staff	4,494,932.00	3,320,937.00
Subtotal	107,280,794.34	119,723,776.05
Employees Bonus	2,539,706.71	-
Grand total	109,820,501.05	119,723,776.05

**4.35 Other Operating Expense**

Particulars	Current Year	Previous Year
Directors' fee	469,780.00	425,000.00
Directors' expense	121,886.00	187,897.00
Auditors' remuneration	339,000.00	339,000.00
Other audit related expense	139,964.00	155,613.00
Professional and legal expense	-	-
Office administration expense	5,056,449.59	4,375,575.16
Operating lease expense	-	-
Operating expense of investment properties	-	-
Corporate social responsibility expense	-	-
Client protection expense	-	-
Difference in Inter Branch & HO Profit	-	-
Onerous lease provisions	-	-
Other Expenses	4,740,361.22	3,463,702.07
Total	10,867,440.81	8,946,787.23

4.35.1 Office Administration Expense

Particulars	Current Year	Previous Year
Water and electricity	372,456.00	320,277.00
Repair and maintenance	-	-
(a) Building	-	-
(b) Vehicle	86,701.00	74,538.00
(c) Computer and Accessories	-	-
(d) Office equipment and furniture	-	-
(e) Other	281,114.00	203,032.00
Insurance	344,660.93	247,850.35
Postage, Telex, Telephone & Fax	562,960.77	592,626.63
Printing & Stationery	1,234,677.23	1,037,261.18
News paper, books and journals	-	-
Advertisement	309,300.00	165,942.00
Donation	-	-
Security expense	-	-
Deposit and loan guarantee premium	-	-
Travel allowance and expense	-	470,354.00
Entertainment	-	89,244.00
Annual/special general meeting expense	228,336.66	162,945.00
Other-Internet Expenses	-	-
Other-Office Expenses	-	-
Other-Registration and Renewal	514,700.00	566,870.00
Other-Meeting Expenses	1,121,543.00	444,635.00
Total	5,056,449.59	4,375,575.16

4.36 Depreciation and Amortisation

Particulars	Current Year	Previous Year
Depreciation on property and equipment	6,419,309.39	6,902,974.45
Depreciation on investment property	-	-
Amortisation of intangible assets	-	-
Total	6,419,309.39	6,902,974.45

Depreciation on property and equipment includes depreciation on Right of Use Assets as per NFRS-16 "Lease".

4.37 Non Operating Income

Particulars	Current Year	Previous Year
Recovery of loan written off	-	-
Other income	-	-
Total	-	-

4.38 Non Operating Expenses

Particulars	Current Year	Previous Year
Loan written off	-	-
Redundancy provision	-	-
Expense of restructuring	-	-
Other expense.	-	-
Total	-	-

4.39 Income Tax Expenses

Particulars	Current Year	Previous Year
Current tax expense		
Current year	19,158,606.92	-
Adjustments for prior years	-	-
Deferred tax expense		
Origination and reversal of temporary differences	(12,229,425.12)	(11,233,839.71)
Changes in tax rate	-	-
Recognition of previously unrecognised tax losses	-	-
Total income tax expense	6,929,181.80	(11,233,839.71)

4.39.1: Reconciliation of tax expense and accounting profit

Particulars	Current Year	Previous Year
Profit before tax	22,857,355.81	(20,502,841.54)
Tax amount at tax rate of 30%	6,857,206.74	(6,150,852.46)
Add: Tax effect of expenses that are not deductible for tax purpose	19,945,929.83	8,836,324.92
Less: Tax effect on exempt income		
Add/less: Tax effect on other items	(7,644,529.65)	(6,772,257.25)
Total income tax expense	19,158,606.92	(4,086,784.79)
Effective tax rate	83.82%	19.93%

4.8 Investment Securities

Particulars	Current Year	Previous Year	Restated
Investment Securities measured at Amortized Cost	-	-	-
Investment in Equity measured at FVTOCI	-	-	-
Total	-	-	-

4.8.1: Investment Securities measured at Amortized Cost

Particulars	Current Year	Previous Year	Restated
Debt Securities			
Government Bonds			
Government Treasury Bills			
Nepal Rastra Bank Bonds			
Nepal Rastra Bank Deposit Instruments			
Other			
Less: Specific Allowances for Impairment			
Total	-	-	-

4.8.2: Investment in Equity measured at FVTOCI

Particulars	Current Year	Previous Year	Restated
Equity Instruments			
Quoted Equity Securities			
Unquoted Equity Securities			
Total	-	-	-

4.8.3: Information relating to Investment in Equities

Particulars	Current Year		Previous Year		Restated	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Investment in Quoted Equity						
Investment in Unquoted Equity						
Total	-	-	-	-	-	-



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Property and Equipment		4.11						
Particulars	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others	Total Asar end 2082	Total Asar end 2081
Cost								
As on Shrawan 01, 2080	622,816.48	3,459,333.75	6,863,325.99	-	7,189,893.96	1,447,170.90	19,582,541.09	14,624,259.85
Addition during the year	-	-	-	-	-	-	-	-
Acquisition	6,895.00	230,800.00	-	-	860,052.00	-	1,097,747.00	3,512,500.00
Capitalization	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-	-	-
Balance as on Asar end 2081	629,711.48	3,690,133.75	6,863,325.99	-	8,049,945.96	1,447,170.90	20,680,288.09	18,136,759.85
Addition during the Year								
Acquisition	-	-	-	-	-	-	-	1,097,747.00
Capitalization	4,950.00	173,261.00	-	-	1,297,696.00	57,545.00	1,533,452.00	-
Disposal during the year	-	-	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-	-	-
Balance as on Asar end 2082	634,661.48	3,863,394.75	6,863,325.99	-	9,347,641.96	1,504,715.90	22,213,740.09	19,234,506.85
Depreciation and Impairment								
As on Shrawan 01, 2080	339,971.76	1,474,024.32	3,153,328.86	-	3,601,986.72	1,276,552.39	9,845,864.05	3,873,405.14
Depreciation charge for the year	-	-	-	-	-	-	-	-
Impairment for the year	143,244.70	506,953.95	741,999.43	-	952,791.42	170,618.57	2,515,608.07	3,139,493.56
Disposals	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-
As on Asar end 2081	483,216.46	1,980,978.27	3,895,328.29	-	4,554,778.14	1,447,170.96	12,361,472.12	7,012,898.70
Impairment for the year	-	-	-	-	-	-	-	-
Depreciation charge for the year	151,445.03	454,629.21	593,599.54	-	1,009,459.26	5,926.41	2,215,059.46	2,515,608.07
Disposals	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-
As on Asar end 2082	634,661.49	2,435,607.48	4,488,927.83	-	5,564,237.40	1,453,097.38	14,576,531.58	9,528,506.77
Capital Work in Progress								
Net Book Value	(0.01)	1,427,787.27	2,374,398.16	-	3,783,404.56	51,618.52	7,637,208.51	9,706,000.09
As on Asar end 2080	282,844.72	1,985,309.43	3,709,997.13	-	3,587,907.24	170,618.51	9,736,677.04	10,750,854.71
As on Asar end 2081	146,495.02	1,709,155.48	2,967,997.71	-	3,495,167.82	(0.06)	8,318,815.97	11,123,861.15
As on Asar end 2082	(0.01)	1,427,787.27	2,374,398.16	-	3,783,404.56	51,618.52	7,637,208.51	9,706,000.09

4.12

Goodwill and Intangible Assets

Particulars	Goodwill	Software		Other	Total Asar end 2082	Total Asar end 2081
		Purchased	Developed			
Cost						
As on Shrawan 01, 2080	-	-	-	-	-	-
Addition during the year	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-
Capitalization	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-
Balance as on Asar end 2081	-	-	-	-	-	-
Addition during the Year	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-
Capitalization	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-
Balance as on Asar end 2082	-	-	-	-	-	-
Amortisation and Impairment						
As on Shrawan 01, 2080	-	-	-	-	-	-
Amortisation charge for the year	-	-	-	-	-	-
Impairment for the year	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Adjustment	-	-	-	-	-	-
As on Asar end 2081	-	-	-	-	-	-
Impairment for the year	-	-	-	-	-	-
Amortisation charge for the year	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Adjustment	-	-	-	-	-	-
As on Asar end 2082	-	-	-	-	-	-
Capital Work in Progress						
Net Book Value	-	-	-	-	-	-
As on Asar end 2080	-	-	-	-	-	-
As on Asar end 2081	-	-	-	-	-	-
As on Asar end 2082	-	-	-	-	-	-



4. Effect of NFRSs adoption for statement of profit or loss and other comprehensive income

Particulars	Explanatory Note	For the year ended 32.03.2082 (the latest period presented under previous GAAP)		
		Previous GAAP	Effect of Transition to NFRSs	Amount as per NFRSs
Interest income	EN 1	324,713,030	22,198,768	346,911,798
Interest expense	EN 2	(169,417,336)	(670,321)	(170,087,657)
Net interest income		155,295,694	21,528,447	176,824,141
Fee and commission income		24,042,190	-	24,042,190
Fee and commission expense		-	-	-
Net fee and commission income		24,042,190	-	24,042,190
Net interest, fee and commission income		179,337,884	21,528,447	200,866,331
Net trading income		-	-	-
Other operating income		-	-	-
Total operating income		179,337,884	21,528,447	200,866,331
Impairment charge/(reversal) for loans and other losses		(3,079,665)	-	(50,901,724)
Net operating income		176,258,219	21,528,447	149,964,607
Operating expense				
Personnel expenses	EN 3	(110,069,698)	249,201	(109,820,501)
Other operating expenses	EN 4	(15,497,697)	4,630,256	(10,867,441)
Depreciation & Amortisation	EN 5	(2,215,059)	(4,204,250)	(6,419,309)
Operating Profit		48,475,765	22,203,654	22,857,356
Non operating income		-	-	-
Non operating expense		-	-	-
Profit before income tax		48,475,765	22,203,654	22,857,356
Income tax expense				
Current Tax		(15,065,060)	-	(19,158,607)
Deferred Tax	EN 6	-	12,229,425	12,229,425
Profit for the year		33,410,705	34,433,080	15,928,174
Other comprehensive income		-	-	-
Total Comprehensive Income		33,410,705	34,433,080	15,928,174

Explanatory Note

1	Adjustment of Interest accrued of loans and advances and staff loans	Current Year
	Interest on loans and advances accrued but not received	20,562,034.05
	Interest accrued on staff loans	1,636,734.36
		22,198,768.41
2	Interest expenses under lease as per NFRS 16 "Lease"	(670,321)
3	Adjustment of staff finance expenses and additional expenses of defined	Current Year
	Finance expense under NFRS	2,211,198.41
	additional expenses of define benefit obligation	1,606,329.00
	Leave Encashment	(1,026,783.31)
	Bonus	(3,039,945.28)
	Total	(249,201.18)
4	House rent adjustment as per NFRS 16 "Lease"	4,630,256.00
5	Depreciation of ROU-Assets as per NFRS 16 "Lease"	4,204,249.93
6	Additional Deferred tax arises due to adjustment of defined benefit obligation	5,298,332.94
7	Increase in Deffered Tax Due to Temporary Difference	(12,229,425.12)
8	Increase in Current Tax	19,158,606.92

Property and Equipment

Particulars	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others	Total Asar end 2082	Total Asar end 2081
Cost										
As on Shrawan 01, 2080	-	-	622,816.48	3,459,333.75	6,863,325.99	-	7,189,893.96	1,447,170.90	19,582,541.09	14,624,259.85
Addition during the year	-	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-	860,052.00	-	1,097,747.00	3,512,500.00
Capitalization	-	-	6,895.00	230,800.00	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-	-
Balance as on Asar end 2081	-	-	629,711.48	3,690,133.75	6,863,325.99	-	8,049,945.96	1,447,170.90	20,680,288.09	18,136,759.85
Addition during the Year										
Acquisition	-	-	-	-	-	-	-	-	-	1,097,747.00
Capitalization	-	-	4,950.00	173,261.00	-	-	1,297,696.00	57,545.00	1,533,452.00	-
Disposal during the year	-	-	-	-	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-	-
Balance as on Asar end 2082	-	-	634,661.48	3,863,394.75	6,863,325.99	-	9,347,641.96	1,504,715.90	22,213,740.09	19,234,506.85
Depreciation and Impairment										
As on Shrawan 01, 2080	-	-	339,971.76	1,474,024.32	3,153,328.86	-	3,601,986.72	1,276,552.39	9,845,864.05	3,873,405.14
Depreciation charge for the year	-	-	-	-	-	-	-	-	-	3,139,493.56
Impairment for the year	-	-	143,244.70	506,953.95	741,999.43	-	952,791.42	170,618.57	2,515,608.07	-
Disposals	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-
As on Asar end 2081	-	-	483,216.46	1,980,978.27	3,895,328.29	-	4,554,778.14	1,447,170.96	12,361,472.12	7,012,898.70
Impairment for the year	-	-	151,445.03	454,629.21	593,599.54	-	1,009,459.26	5,926.41	2,215,059.46	2,515,608.07
Disposals	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-
As on Asar end 2082	-	-	634,661.49	2,435,607.48	4,488,927.83	-	5,564,237.40	1,453,097.38	14,576,531.58	9,528,506.77
Capital Work in Progress										
Net Book Value	-	-	(0.01)	1,427,787.27	2,374,398.16	-	3,783,404.56	51,618.52	7,637,208.51	9,706,000.09
As on Asar end 2080	-	-	282,844.72	1,985,309.43	3,709,997.43	-	3,587,907.24	170,618.51	9,736,677.04	10,750,854.71
As on Asar end 2081	-	-	146,495.02	1,709,153.48	2,967,997.71	-	3,495,167.82	(0.06)	8,318,845.97	11,123,861.15
As on Asar end 2082	-	-	(0.01)	1,427,787.27	2,374,398.16	-	3,783,404.56	51,618.52	7,637,208.51	9,706,000.09

Goodwill and Intangible Assets

4.12

Particulars	Goodwill	Software		Other	Total Asar end 2080	Total Asar end 2079
		Purchased	Developed			
Cost						
As on Shrawan 01, 2078	-	-	-	-	-	-
Addition during the year	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-
Capitalization	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-
Balance as on Asar end 2079	-	-	-	-	-	-
Addition during the Year						
Acquisition	-	-	-	-	-	-
Capitalization	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-
Balance as on Asar end 2080	-	-	-	-	-	-
Amortisation and Impairment						
As on Shrawan 01, 2078	-	-	-	-	-	-
Amortisation charge for the year	-	-	-	-	-	-
Impairment for the year	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Adjustment	-	-	-	-	-	-
As on Asar end 2079	-	-	-	-	-	-
Impairment for the year	-	-	-	-	-	-
Amortisation charge for the year	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Adjustment	-	-	-	-	-	-
As on Asar end 2080	-	-	-	-	-	-
Capital Work in Progress						
Net Book Value						
As on Asar end 2078	-	-	-	-	-	-
As on Asar end 2079	-	-	-	-	-	-
As on Asar end 2080	-	-	-	-	-	-



5.11 Disclosure effect of transition from previous GAAP to NFRSs

1. Reconciliation of equity

Particulars	Explanatory Note	As at	As at
		01.04.2080	30.03.2081
		(Date of Transition)	(End of last period presented under previous GAAP)
Total equity under Previous GAAP		235,409,751.41	204,256,867.69
Adjustments under NFRSs:			
Impairment on loan and advances	EN 1	31,147,168.97	57,601,134.27
Fair value & employees benefit accounting of staff loan	EN	-	(148,759.23)
Lease accounting	EN2	-	(426,331.05)
Measurement of investment securities at fair value		-	-
Revaluation of property & equipment		-	-
Recognition of investment property		-	-
Amortisation of debt securities issued		-	-
Deferred tax	EN 3	-	5,298,332.94
Defined benefit obligation of employees	EN 4	-	(11,275,667.60)
Goodwill/Bargain purchase gain			
Interest income			
Other			
proposed cash dividend		-	-
Total Adjustment to equity		31,147,168.97	51,048,709.34
Total Equity under NFRSs		266,556,920.38	255,305,577.03

Explanatory Note

- 1 Under NFRS Loans and advances are measured at fair value by adjusting interest receivable.

	As at 01.04.2080	As at 30.03.2081
Interest receivable from loans and advances	31,147,168.97	57,601,134.27

- 2

Under NFRS 16 "Lease", After identifying agreement contain a lease, microfinance has recognized a right of use assets (ROU) representing its right to use the underlying assets and lease liability representing its obligation to make lease payments.

	As at 01.04.2080	As at 30.03.2081
Right of Use Assets	-	6,925,003.98
Liabilities under Finance Lease	-	(7,351,335.03)
Tax Adjustment	-	-
Difference	-	(426,331.05)

- 3 Adjustment of Deferred Tax due to change in define benefit obligation as per GAAP and NFRS

	As at 01.04.2080	As at 30.03.2081
Deferred Tax as per NFRS	9,521,442.87	20,755,282.58
Deferred Tax as per GAAP	9,521,442.87	15,456,949.64
Difference	-	5,298,332.94

- 4 As per NAS 19 "Employee Benefit", staff gratuity has been considered as defined benefit plans and adjustment has been made of gratuity as per actuarial valuation

	As at 01.04.2080	As at 30.03.2081
Defined Benefits obligations as per GAAP	32,406,351	42,908,949
Defined Benefits obligations as per NFRS	32,406,351	54,184,617
Difference	0.03	(11,275,667.60)

- 5 Proposed cash dividend has been presented under Retained earning as per NFRS where as a separate presentation made under GAAP as per NRB reporting format.

	As at 01.04.2080	As at 30.03.2081
Liability in respect of proposed cash dividend	-	-



2. Reconciliation of profit or loss

Particulars	Explanatory Note	For the year ended 30.03.2081
		(the latest period presented under previous GAAP)
		Profit/(Loss) for the year
Previous GAAP		(29,170,542.16)
Adjustments under NFRSs:		
Interest income	EN 1	27,286,106.85
Impairment of loan and advances		-
Employees benefit amortisation under staff loan	EN 2	(980,900.77)
Defined benefit obligation of employee	EN 3	(7,892,967.34)
lease expense as per NFRS 16	EN 4	(426,331.05)
Amortisation expense of debt securities		-
Other operating income		-
Interest expense		-
Depreciation & Amortisation		-
Other		1,915,632.65
Total Adjustment to profit or loss		19,901,540.33
Profit or loss under NFRSs		(9,269,001.83)
Other Comprehensive Income	EN 5	-
Total Comprehensive income under NFRSs		(9,269,001.83)

Explanatory Note

1 Adjustment of Interest accrued of loans and advances and staff loans

Interest on loans and advances accrued but not received

Interest accrued on staff loans

Total

For the year ended 30.03.2081
26,453,965.30
832,141.55
27,286,106.85

2 Employees benefit amortisation under staff loan

Finance Cost under NFRS

For the year ended 30.03.2081
(980,900.77)

3

Additional defined benefit obligation expenses

Additional expenses for long service leave

Total

For the year ended 30.03.2081
(8,432,504)
539,536
(7,892,967.34)

4 lease expense as per NFRS 16

Depreciation of ROU-Assets

Interest expenses on liability under Finance lease

Less: rent paid

Total

For the year ended 30.03.2081
(4,387,366.38)
(711,640.67)
4,672,676.00
(426,331.05)

5 Actuarial loss/(gain) adjustment

Actuarial gains/(losses) on defined benefit plans

Income tax relating to above items

Difference

For the year ended 30.03.2081
-
-
-

3. Effect of NFRSs adoption for the statement of financial position

Particulars	Explanatory Note	Previous GAAP	Effect of Transition to NFRSs	Opening NFRSs statement of Financial Position	Previous GAAP	Cumulative Effect of Transition to NFRSs	As at 30.03.2081	
							(Date of Transition)	(End of last period presented under previous GAAP)
Assets								
Cash and cash equivalent		127,700,891.50	-	127,700,891.50	246,594,263.61	-	246,594,263.61	
Statutory Balances and due from Nepal Rastra Bank		10,299,655.00	-	10,299,655.00	10,299,655.00	-	10,299,655.00	
Placement with Bank and Financial Institutions		-	-	-	-	-	-	
Derivative financial instruments		-	-	-	-	-	-	
Other trading assets		-	-	-	-	-	-	
Loan and advances to B/FIs		-	-	-	-	-	-	
Loans and advances to customers	EN 1	1,949,475,345.53	16,726,589.79	1,966,201,935.32	2,077,418,428.29	44,012,696.64	2,121,431,124.93	
Investment securities		-	-	-	-	-	-	
Current tax assets		-	-	-	5,999,999.87	-	5,999,999.87	
Investment in subsidiaries		-	-	-	-	-	-	
Investment in associates		-	-	-	-	-	-	
Investment property		-	-	-	-	-	-	
Property and equipment		9,736,677.04	-	9,736,677.04	8,318,815.97	-	8,318,815.97	
Goodwill and Intangible assets		-	-	-	-	-	-	
Deferred tax assets	EN 2	9,521,442.87	-	9,521,442.87	15,456,949.64	5,298,332.84	20,755,282.58	
Other assets	EN 3	12,127,354.21	21,976,301.08	34,103,655.29	3,686,487.72	20,364,682.39	24,051,170.11	
Total Assets		2,118,861,366.14	38,702,890.87	2,157,564,257.01	2,367,774,600.09	69,675,711.97	2,437,450,312.06	
Liabilities								
Due to Bank and Financial Institutions		-	-	-	-	-	-	
Due to Nepal Rastra Bank		-	-	-	-	-	-	
Derivative financial instruments		-	-	-	-	-	-	
Deposits from customers		1,086,559,951.19	-	1,086,559,951.19	1,195,758,994.12	-	1,195,758,994.12	
Borrowing		583,224,870.68	-	583,224,870.68	746,826,890.43	-	746,826,890.43	
Current Tax Liabilities		8,721,557.45	-	8,721,557.45	-	-	-	
Provisions		223,000.00	-	223,000.00	334,500.00	-	334,500.00	
Deferred tax liabilities		-	-	-	-	-	-	
Other liabilities	EN 4	204,722,233.91	7,555,721.90	212,277,955.81	220,597,347.06	18,627,002.63	239,224,349.69	
Debt securities issued		-	-	-	-	-	-	
Subordinated Liabilities		-	-	-	-	-	-	
Total Liabilities		1,883,451,613.23	7,555,721.90	1,891,007,335.13	2,163,517,731.61	18,627,002.63	2,182,144,734.24	
Equity								
Share capital		106,148,200.00	-	106,148,200.00	106,148,200.00	-	106,148,200.00	
Share premium		-	-	-	-	-	-	
Retained earnings	EN	13,031,740.21	-	13,031,740.21	(33,197,566.40)	(11,850,757.88)	(45,048,324.28)	
Reserves	EN	116,229,811.20	31,147,168.97	147,376,980.17	131,306,234.10	62,899,467.21	194,205,701.31	
Total equity		235,409,751.41	31,147,168.97	266,556,920.38	204,256,867.69	51,048,709.34	255,305,577.03	
Total liabilities and equity		2,118,861,366.14	38,702,890.87	2,157,564,255.51	2,367,774,599.30	69,675,711.97	2,437,450,311.27	



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Explanatory Note

	As at 01.04.2080	As at 30.03.2081
1 Adjustment of Interest receivable from Loans and Advances and Deferred employee expenditure as per NFRS		
Interest Receivable from Loans and advances	31,147,168.97	57,601,134.27
Less:Deferred employee expenditure	(14,420,579.18)	(13,588,437.63)
Total	16,726,589.79	44,012,696.64
2 Adjustment of Deferred Tax due to change in define benefit obligation as per GAAP and NFRS		
Deferred Tax as per GAAP	9,521,442.87	15,456,949.64
Deferred Tax as per NFRS	9,521,442.87	20,755,282.58
Difference	-	5,298,332.94
3 Presentation of Deferred employee expenditure under other assets		
Deferred employee expenditure	14,420,579.18	13,588,437.63
4 Adjustment of defined benefit obligation and liability under finance lease		
Defined Benefits obligations as per GAAP	32,406,351.00	42,908,949.40
Defined Benefits obligations as per NFRS	32,406,350.97	54,184,617.00
Difference (a)	0.03	(11,275,667.60)
Liabilities under Finance Lease (b)	-	7,351,335.03
Total (a+b)	0.03	(3,924,332.57)



4. Effect of NFRSs adoption for statement of profit or loss and other comprehensive income

For the year ended 30.03.2081
(the latest period presented under previous GAAP)

Particulars	Explanatory Note	Previous GAAP	Effect of Transition to NFRSs	Amount as per NFRSs
Interest income	EN 1	299,391,129	27,286,107	326,677,236
Interest expense	EN 2	(166,391,945)	(711,641)	(167,103,586)
Net interest income		132,999,184	26,574,466	159,573,650
Fee and commission income		13,096,485	-	13,096,485
Fee and commission expense		(1,741,250)	-	(1,741,250)
Net fee and commission income		11,355,235	-	11,355,235
Net interest, fee and commission income		144,354,419	26,574,466	170,928,885
Net trading income		-	-	-
Other operating income		-	-	-
Total operating income		144,354,419	26,574,466	170,928,885
Impairment charge/(reversal) for loans and other losses		(55,858,189)	-	(55,858,189)
Net operating income		88,496,230	26,574,466	115,070,696
Operating expense				
Personnel expenses	EN 3	(107,467,208)	(12,256,568)	(119,723,776)
Other operating expenses	EN 4	(13,619,463)	4,672,676	(8,946,787)
Depreciation & Amortisation	EN 5	(2,515,608)	(4,387,366)	(6,902,974)
Operating Profit		(35,106,049)	14,603,207	(20,502,842)
Non operating income		-	-	-
Non operating expense		-	-	-
Profit before income tax		(35,106,049)	14,603,207	(20,502,842)
Income tax expense				
Current Tax		-	-	-
Deferred Tax	EN 6	5,935,507	5,298,333	11,233,840
Profit for the year		(29,170,542)	19,901,540	(9,269,002)
Other comprehensive income		-	-	-
Total Comprehensive Income		(29,170,542)	19,901,540	(9,269,002)

Explanatory Note

1 Adjustment of Interest accrued of loans and advances and staff loans

Interest on loans and advances accrued but not received
Interest accrued on staff loans

For the year ended
30.03.2081
26,453,965.30
832,141.55
27,286,106.85

2 Interest expenses under lease as per NFRS 16 "Lease"

(711,641)

3 Adjustment of staff finance expenses and additional expenses of defined benefit obligation under NFRS

Finance expense under NFRS
additional expenses of define benefit obligation
Total

For the year ended
30.03.2081
(980,901)
(11,275,668)
(12,256,568)

4 House rent adjustment as per NFRS 16 "Lease"

4,672,676.00

5 Depreciation of ROU-Assets as per NFRS 16 "Lease"

(4,387,366.38)

6 Additional Deferred tax arises due to adjustment of defined benefit obligation

5,298,332.94

7 Actuarial loss/(gain) adjustment

Actuarial gains/(losses) on defined benefit plans
Income tax relating to above items
Total

For the year ended
30.03.2081
-
-
-

5.11.5. Effect of NFRSs adoption for statement of cash flows

For the year ended 30.03.2081
(the latest period presented under previous GAAP)

Particulars	Explanatory Note*	Previous GAAP	Effect of Transition to NFRSs	Amount as per NFRSs
Net cash flows from operating activities	EN	(46,403,725)	172,764,552	126,360,828
Net cash flows from investing activities	EN	(7,084,719)	1,599,605	(5,485,113)
Net cash flows from financing activities	EN	61,161,218	(63,143,560)	(1,982,342)
Net increase/(decrease) in cash and cash equivalent		7,672,775	111,220,598	118,893,373
Cash and cash equivalent at the beginning of the period	EN	234,015,114	(106,314,223)	127,700,892
Cash and cash equivalent at the end of the period		241,687,889	4,906,375	246,594,264



Deferred Tax

4.13

Particulars	Deferred Tax Assets	Deferred Tax Liabilities	Current Year
			Net Deferred Tax Assets/(Liabilities)
Deferred tax on temporary differences on following items			
Loans and Advances to BFIs			-
Loans and Advances to Customers		-	-
Investment Properties		-	-
Investment Securities	-	-	-
Staff Loan	3,585,510.98	-	3,585,510.98
Property and Equipment	-	78,633.89	(78,633.89)
Employees' Defined Benefit Plan	17,136,509.40	-	17,136,509.40
Lease Liabilities	201,193.85	-	201,193.85
Provisions	15,508,671.71	3,368,544.00	12,140,127.72
Other Temporary Differences	-	-	-
Deferred tax on temporary differences	36,431,885.95	3,447,177.88	32,984,708.07
Deferred tax on carry forward of unused tax losses			
Deferred tax due to changes in tax rate			
Net Deferred Tax Asset (Liabilities) as on year end of 2082			32,984,708.07
Recognised in profit or loss			32,984,708.07
Recognised in other comprehensive income			-
Recognised directly in equity			-
Deferred (Tax Asset)/ Liabilities as on Shrawan 01, 2081			(20,755,282.58)
Origination/(Reversal) during the year			(12,229,425.48)
Deferred Tax expense (income) recognized in profit or loss			(12,229,425.48)
Deferred Tax expense (income) recognized in OCI			-
Deferred Tax expense (income) recognized directly in Equity			-

Particulars	Deferred Tax Assets	Deferred Tax Liabilities	Previous Year
			Net Deferred Tax Assets/(Liabilities)
Deferred tax on temporary differences on following items			
Loans and Advances to BFIs			-
Loans and Advances to Customers			-
Investment Properties			-
Investment Securities			-
Property and Equipment			(121,244.78)
Employees' Defined Benefit Plan	16,255,385.10	-	16,255,385.10
Staff Loan	4,076,531.29		4,076,531.29
Lease Liabilities	127,899.31		127,899.31
Provisions	4,448,615.18	4,031,903.52	416,711.66
Other Temporary Differences		-	-
Deferred tax on temporary differences	24,908,430.88	4,153,148.30	20,755,282.58
Deferred tax on carry forward of unused tax losses			-
Deferred tax due to changes in tax rate			-
Net Deferred Tax Asset (Liabilities) as on year end of 2081			20,755,282.58
Recognised in profit or loss			20,755,282.58
Recognised in other comprehensive income			-
Recognised directly in equity			-
Deferred Tax (Asset)/ Liabilities as on Shrawan 01, 2080			(9,521,442.87)
Origination/(Reversal) during the year			(11,233,839.71)
Deferred Tax expense (income) recognized in profit or loss			(11,233,839.71)
Deferred Tax expense (income) recognized in OCI			-
Deferred Tax expense (income) recognized directly in Equity			-



Capital Structure and Capital Adequacy

Particulars	F.Y 2081/82
A.Core Capital	127,379,058
1.Paidup capital (Ordinary share)	106,148,200
2.Proposed Bonus share	-
3. Share premium	
4. Non refundable preference share	
5.Statutory general reserve	92,587,348
6. Retained earning	(38,371,782)
7. CY retained earning as per B/S	
8. Capital redemption reserve	
9. Share adjustment reserve	
10. Calls in advances	
11. Other free reserves	-
Goodwill	
Deffered tax assets	(32,984,708)
fititious assets	
Limit exceeded investment in shares	
Purchase of Land & Building in excess of limit & utilized	
B.Supplementary Capital	21,526,337
Provisions of loan loss made for pass loan	21,526,337
Additional loan loss provision	
Hybrid capital instruments	
Unsecured Subordinated Term Debt	
Assets revaluation Fund (max. 2% of Supplementary capital is added automatically)	
Investment adjustment Fund	
Total Capital Fund	148,905,394
Minimum capital Fund to be maintained based on Risk Weighted Assets:	
Minimum Capital Fund Required (8.0 % of RWA)	217,017,634
Minimum Core Capital Required (4.0 % of RWA)	108,508,817
Capital Fund maintained (in %)	5.49%
Core Capital maintained (in %)	4.70%
Capital Fund surplus by	-2.51%
Core Capital surplus by	0.70%

Risk Weighted Assets

At the month end of Asadh, 2082

Particulars	Weight (%)		RWA
	Amount		
<u>A. On Balance Sheet Items</u>			
Cash Balance	42,700	0%	-
NRB Balance	-	0%	-
Loan against Own FD	-	0%	-
Loan against Govt. Bond	-	0%	-
Balance on domestic banks and financial institutions	378,772,457	20%	75,754,491
Loan against other banks' and financial institutions' FD	-	20%	-
Money at call	-	20%	-
Investment on shares/debentures/bonds	-	100%	-
Other investments	-	100%	-
Loans & advances, bills purchase/discount	2,549,075,667	100%	2,549,075,667
Fixed assets	7,637,209	100%	7,637,209
Net interest receivables (Toral IR - 8 - Interest supsense)	-	100%	-
Net Non-Banking Asset	-	100%	-
Other assets (Except advance tax payment)	21,120,092	100%	21,120,092
Real estate/residential housing loans exceeding the limits	-	150%	-
Total On-Balance-sheet Items (A)	2,956,648,124		2,653,587,459
<u>B. Off Balance sheet Items</u>			
Bills collection	-	0%	-
Forward foreign exchange contract	-	10%	-
L/C with maturity less than six months (Outstanding value)	-	20%	-
Guarantee against International rated bank's counter guarantee	-	20%	-
L/C with maturity more than six months (Outstanding value)	-	50%	-
Bid bond, performance bond and underwriting	-	50%	-
Unpaid guarantee claims	-	50%	-
Amount to be maintained for operational risk (2% of Total Assets)	59,132,962.49	100%	59,132,962
Total Off-Balance-sheet Items (B)	59,132,962		59,132,962
Total Risk Weighted Assets (A) + (B)	3,015,781,087		2,712,720,421



Upakar Laghubitta Bittiya Sanstha Limited

Notes to the Financial Statements For the Financial Year Ended 32 Asadh, 2082

1. Reporting Entity

Upakar Laghubitta Bittiya Sanstha Limited 'herein referred as Microfinance' was registered at Office of Company Registrar as Public Limited Company on 2075/04/25 with an authorized capital of NPR 250,000,000 and paid-up capital of NPR 106,148,200. Microfinance is operating its business from its registered office at Kohalpur, Banke. It had obtained license to carry on business of wholesale lending of micro credit in Nepal on 2075/10/17 from Nepal Rastra Bank as Class 'D' Licensed Institution and it commenced its transactions since 2075/12/01. The main objective of Microfinance is to provide lending to its members to promote the life style of deprived people as described by Nepal Rastra Bank. The Microfinance is listed on Nepal Stock Exchange and is trading under the code "ULBSL".

2. Basis of Preparation

The financial statements have been prepared on going concern basis and under historical cost conventions except where the standards require otherwise treatment.

2.1 Statement of Compliance

The financial statements of the entity have been prepared in compliance with Nepal Financial Reporting Standards and Nepal Accounting Standards (hereafter referred as NFRS), laid down by the Institute of Chartered Accountants of Nepal and in compliance with the requirements of the Companies Act, 2063, directive issued by NRB and all other applicable laws and regulations and amendments thereto. The disclosure made in the financial information's have been based on the formats prescribed by Nepal Rastra Bank. The Financial Statement don't include all of the information required for a complete set of NFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the microfinance's financial position and performance.

2.2 Reporting period and approval of financial statements

The microfinance follows Nepalese financial year based on Nepali calendar starting from 1st Shrawan and ending on last day of Ashadh (next year).

These financial statements consist three Statement of Financial Position as of 32nd Ashadh 2082, 31st Ashadh 2081 and 1st Shrawan 2080 as required by NFRS-1, "First-Time Adoption of NFRS". The microfinance has also presented two Statement of Profit or Loss and Statement of Other Comprehensive Income, two statements of Changes in Equity and two Statements of Cash Flows for the year ended as of 32nd Ashadh 2082 and 31st Ashadh 2080 along with the necessary and related notes.

The approval of financial statements of the Microfinance along with the accompanied notes to the financial statements were adopted by the Board of Directors in it's the meeting held on 12th Chaitra 2082 and the Board acknowledges its responsibility of preparation of the financial statements. The approved financial statements have been recommended for approval of the shareholders in the annual general meeting of the Microfinance.

2.3 Functional and Presentation Currency

The financial statements of the Microfinance are presented in Nepalese Rupees, which is the currency of the primary economic environment in which the company operates. There was no change in microfinance's presentation and functional currency during the period under review.

2.4 Use of Estimates and Judgements

Microfinance, in order to comply with the financial reporting standards has made accounting judgements as having potentially material impact on the financial statement. Those judgements and their impact on the financial statement have been described herein. The management believes that the estimates used in the preparation of the financial statement are prudent and reasonable. Actual results may differ from the estimates. Any revision to the accounting estimate is recognized prospectively in the current and future period.

2.5 Changes in Accounting Policies

Microfinance applies its accounting policies consistently except where deviations have been explicitly mandated by the applicable accounting standards.

2.6 New Standards issued but not yet effective

ASBN of The Institutes of chartered Accountant of Nepal (ICAN) has already issued New Version of NFRS 9 “Financial instrument” and NFRS 17 “Insurance contracts” which is effective from FY 2021/22 and F.Y 2024/25 respectively. NFRS 17 “Insurance contracts” does not applicable to banks and financial institutions. And for NFRS 9 “Financial instrument”, the microfinance has avail carveout issued by institute of chartered accountant for impairment of loans and advances and determination of effective interest rate.

2.7 New Standards and interpretation not adopted

All Accounting standards along with carve outs, issued by the Institute of Chartered Accountants of Nepal (ICAN) has been incorporated which are applicable and material to microfinance.

2.8 Discounting

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

3. Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these Financial Statements, unless otherwise indicated.

3.1 Basis of Measurement

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

- Available for sale investments (quoted) are measured at fair value.
- Liabilities for defined benefit obligations are recognized at the present value of the defined benefit obligation less the fair value of the plan assets.
- Financial assets and financial liabilities held at amortized cost at measured using a rate that is a close approximation of effective interest rate (EIR).

3.2 Cash and cash equivalents

Cash and Cash Equivalents include cash in hand, balances with Microfinances and money at call and at short notice. These are subject to insignificant risk of changes in their fair value and are used by Microfinance in the management of short-term commitments.

Details of the Cash and Cash Equivalents are given in Note 4.1 to the Financial Statements.

3.3 Financial assets and Financial Liabilities

a. Recognition

The microfinance initially recognizes a financial asset or a financial liability in its statement of financial position when, and only when, it becomes party to the contractual provision of the instrument. The microfinance initially recognizes loans and advances, deposits, borrowing and debt securities/ subordinated liabilities issued on the date they are originated which is the

date that the microfinance becomes party to the contractual provisions of the instruments. Investment in equity instruments, bonds, debenture, government securities, NRB bond or deposit auction are recognized in settlement date.

b. Classification

Financial instruments are classified as

- I. Financial Assets
- II. Financial liabilities

I. Financial Assets

The microfinance classifies the financial assets as subsequently measured at amortized cost or fair value on the basis of microfinance's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. The two class of financial assets are as follow.

- i. Financial assets measured at Amortized cost
- ii. Financial assets measured at Fair value

i. Financial assets measured at Amortized Cost

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

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

ii. Financial assets measured at Fair value.

Financial assets other than those measured at amortized cost are measured at fair value. Financial assets measured as fair value are further classified into 2 categories as below.

- Financial assets at fair value through profit and loss
- Financial assets at fair value through other comprehensive income

a. Financial assets at fair value through profit and loss

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

Financial assets at fair value through other comprehensive income

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

II. Financial liabilities

The microfinance classifies its financial liabilities as follow;

- i. Financial liabilities at Fair value through profit and loss
- ii. Financial liabilities measured at amortized cost

i. Financial liabilities at Fair value through profit and loss

Financial liabilities are classified as fair value through profit and loss if they are held

trading or are designated at fair value through profit and loss. Upon initial recognition, transaction costs are directly attributable to the acquisition are recognized in profit and loss as incurred.

ii. Financial liabilities measured at amortized cost

All financial liabilities other than measure at fair value through profit and loss are classified as subsequently measured at amortized cost using effective interest method.

c. Measurement

I. Initial measurement

A financial assets or liabilities are measured initially at fair value plus or minus, for an item not at fair value through profit and loss, transaction costs are directly attributable to its acquisition or issue. Transaction cost in relation to financial assets and liabilities at fair value through profit and loss are recognized in statement of profit and loss.

II. Subsequent measurement

A financial assets or liabilities are subsequently measured either at fair value or at amortized cost based on the classification of the financial asset and liability. Financial assets or liability classified as measured at amortized cost is subsequently measured at amortized cost using effective interest method. The amortized cost of a financial asset and liability is the amount at which the financial asset or financial liability is measured at initial recognition minus principal repayment, plus or minus cumulative amortization using effective interest method of any difference between that initial amount and the maturity amount, and minus and reduction for impairment or un collectability financial assets classified at fair value are subsequently measured at fair value. The subsequent changes in fair value of financial assets at fair value through profit and loss are recognized in statement of profit and loss whereas of financial assets at fair value through other comprehensive income are recognized in other comprehensive income.

III. Derecognition

i. Derecognition of Financial Assets

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

Any interest in such transferred financial assets that qualify for derecognition that is created or retained by the microfinance is recognized as a separate asset and liability. On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset transferred), and the consideration received (including any new asset obtained less any new liability assumed) shall recognized in profit and loss.

In transactions in which microfinance neither retains nor transfers substantially all the risks and rewards of ownership of a financial asset and it retain control over the asset, the microfinance continues to recognize the assets to the extent of its continuing involvement, determined by the extent to which it is exposed to changes in the value of the transferred asset.

ii. Derecognition of Financial Liabilities

A financial liability is derecognized when the obligation under the liability is discharged or canceled or expired. 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 new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognized in statement of profit and loss.

d. Determination of Fair Value

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability (exit price) in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Microfinance has access at that date. The fair value of liability reflects its non-performance risk. When available, Microfinance measures the fair value of an instrument using the quoted price in an active market for that instrument (Level 01 valuation).

If there is no quoted price in an active market, then Microfinance uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

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

e. Impairment of Financial Assets

During the year FY 2081/82, The Institute of Chartered Accountants of Nepal (ICAN) and Accounting Standards Board of Nepal (ASB Nepal) has pronounced that full version of NFRS 9 containing Expected Credit Loss (ECL) to be effective from Shrawan 1st, 2081 and financial statements of Ashad end 2082 (including quarterly financials thereon) incorporates ECL reporting. In relation to the same, 'NFRS 9 – Expected Credit Loss Related Guidelines, 2024 was pronounced by the Bank and Financial Institution regulation department of Nepal Rastra Bank on Jestha 1st 2081, providing detailed guidelines for the consistent and prudent application of NFRS 9.

Initially, the updated standard of NFRS 9: Financial Instruments (in line with NFRSs 2018) was pronounced by Institute of Chartered Accountants of Nepal (ICAN) to be effective from 16th July 2021. However, due to various reasons including challenges posed by emergence of COVID, limited time availability and lack of technical expertise, full implementation of NFRS 9 was deferred till FY 2080/81, for banks and financial institutions. Hence, the provisions of NFRS 9 that includes expected credit loss, is fully effective in the Microfinance from FY 2081/82.

The Microfinance recognizes a loss allowance for expected credit losses on a financial asset that are measured at Amortized Cost (AC), Fair Value Through Other Comprehensive Income (FVTOCI), a lease receivable, a contract asset or a loan commitment and a financial guarantee contract to which the impairment requirements apply.

The ECL approach results in the early recognition of credit losses because it includes, not only losses that have already been incurred, but also expected future credit losses – it is a forward-looking model.

i. Impairment of Financial Assets carried at Amortized Cost

For financial assets carried at amortized cost, such as amounts due from banks, held to

maturity investments etc., Microfinance first assesses individually whether objective evidence of impairment exists for financial assets that are individually significant or collectively for financial assets that are not individually significant. In the event Microfinance determines that no objective evidence of impairment exists for an individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics such as collateral type, past due status and other relevant factors and collectively assesses them for impairment. However, assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognized are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the assets' carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognized in the income statement. Interest income continues to be accrued on the reduced carrying amount and is accrued using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current rate closely approximates effective interest rate. If the Microfinance has reclassified trading assets to loans and advances, the discount rate for measuring any impairment loss is the new closely approximates effective interest rate determined at the reclassification date. The calculation of the present value of the estimated future cash flows of a collateralized financial assets reflects the cash flows that may result from foreclosure less costs for obtaining and selling the collateral, whether or not foreclosure is probable.

ii. Individual assessed Loans and advances

Loans and advances to customers with significant value are assess for individual impairment testing. For these loans, microfinance considers on a case to case basis at each reporting date whether there is any objective evidence that a loan is impaired. The recoverable value of loan is estimated on the basis of realizable value of collateral and the conduct of the borrower/past experience of the microfinance. Management conclude that during the reporting period there isn't any customer with signification value for individual impairment testing.

iii. Collectively assessed Loans and advances

Impairment is assessed collectively to cover losses which has been incurred but not yet been identified on loans subject to individual assessment or for homogeneous groups of loans that are not considered individually significant. Assets that are individually assessed and for which no impairment exists are grouped with financial assets with similar credit risk characteristics and collectively assessed for impairment For the purpose of collectively assessment of impairment microfinance has categorized assets as follow.

- General Loan
- Housing Loan
- Foreign Employment Loan
- Small Project Loan
- Other Loans

iv. Loan loss provision as per direction of NRB

Loan loss provision in respect to non-performing loans and advances are based on management's assessment of the degree of impairment of the loans and advances, subject to the minimum provisioning level prescribed in relevant NRB directive. Provision for

loans and advances are made from 1% to 100% of loans outstanding on the basis of classification of loans and advances.

Categories	Amount	Rate	Provision
Pass	1,926,772,119.00	1%	19,267,721.19
Watchlist	45,172,307.37	5%	2,258,615.37
Restructured	252,683,986.70	5%	12,634,199.34
Sub-standard	31,379,698.16	25%	7,844,924.54
Doubtful	139,422,867.00	50%	69,711,433.50
Loss	62,894,976.18	100%	62,894,976.18
Total	2,458,325,954.41		174,611,870.11

Movement in Loan loss Provision

Category	Previous Year	Current Year	Movement
Pass	22,492,212.17	19,267,721.19	(3,224,490.98)
Watchlist	4,940,581.32	2,258,615.37	(2,681,965.95)
Restructured	12,037,223.71	12,634,199.34	596,975.62
Sub-standard	6,394,793.59	7,844,924.54	1,450,130.96
Doubtful	4,477,796.87	69,711,433.50	65,233,636.63
Loss	73,367,538.31	62,894,976.18	(10,472,562.13)
Total	123,710,145.97	174,611,870.11	50,901,724.14

Particulars	Amount
Previous Year Loan Loss Provision	123,710,145.97
Additional Provision this Year	294,068,256.91
Write Back of Provision this Year	(243,166,532.77)
Total Loan loss provision	174,611,870.11

3.4 Trading Assets

One of the categories of financial assets at fair value through profit or loss is "held for trading" financial assets. All financial assets acquired or held for the purpose of selling in the short term or for which there is a recent pattern of short-term profit taking are trading assets.

3.5 Property, Plant and Equipment

Recognition

Property, plant and equipment are tangible items that are held for use in the production or supply of services, for rental to others or for administrative purposes and are expected to be used during more than one period. The Microfinance applies the requirements of the Nepal Accounting Standard - NAS 16 (Property, Plant and Equipment) in accounting for these assets. Property, plant and equipment are recognized if it is probable that future economic benefits associated with the asset will flow to the entity and the cost of the asset can be measured reliably measured.

Measurement

An item of property, plant and equipment that qualifies for recognition as an asset is initially measured at its cost. Cost includes expenditure that is directly attributable to the acquisition of the asset and cost incurred subsequently to add to, replace part of an item of property, plant & equipment. The cost of self-constructed assets includes the cost of materials and direct labor, any other costs directly attributable to bringing the asset to a working condition for its intended use

and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalized as part of computer equipment. When parts of an item of property or equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Cost Model

Property and equipment are stated at cost excluding the costs of day-to-day servicing, less accumulated depreciation and accumulated impairment in value. Such cost includes the cost of replacing part of the equipment when that cost is incurred, if the recognition criteria are met.

Revaluation Model

Microfinance has not applied the revaluation model to the any class of freehold land and buildings or other assets. Such properties are carried at a previously recognized GAAP Amount.

Subsequent Cost

The subsequent cost of replacing a component of an item of property, plant and equipment is recognized in the carrying amount of the item, if it is probable that the future economic benefits embodied within that part will flow to the Microfinance and it can be reliably measured. The cost of day to day servicing of property, plant and equipment are charged to the Statement of Profit or Loss as incurred.

Depreciation

Depreciation is calculated by using the written down value method on cost or valuation of the Property & Equipment other than freehold land and leasehold properties. The rates of depreciations are given below:

Rate of Depreciation per annum (%)

Asset Category	For the year ended 16 July 2024	For the year ended 16 July 2025
Motor Vehicles	20%	20%
Computer Equipment	25%	25%
Furniture & Fixtures	25%	25%
Leasehold Properties	SLM	SLM
Other Fixed Assets	25%	25%

Changes in Estimates

The assets' methods of depreciation are reviewed, and adjusted if appropriate, at each financial year end.

Capital Work in Progress

These are expenses of capital nature directly incurred in the construction of buildings, major plant and machinery and system development, awaiting capitalization. Capital work-in-progress would be transferred to the relevant asset when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Capital work-in-progress is stated at cost less any accumulated impairment losses.

De-recognition

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

3.6 Goodwill and Intangible Assets

Recognition

An intangible asset is an identifiable non-monetary asset without physical substance, held for use in the production or supply of goods or services, for rental to others or for administrative purposes. An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably. An intangible asset is initially measured at cost. Expenditure incurred on an intangible item that was initially recognized as an expense by the Microfinance in previous annual Financial Statements or interim Financial Statements are not recognized as part of the cost of an intangible asset at a later date.

Computer Software & Licenses

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

Subsequent Expenditure

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

Goodwill is measured at cost less accumulated impairment losses.

Amortization of Intangible Assets

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

De-recognition of Intangible Assets

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

3.7 Investment Property

Investment properties include land or land and buildings other than those classified as property and equipment and non-current assets held for sale. Generally, it includes land, land and building acquired by the Laghubitta as non-banking assets but not sold as on the reporting date.

However, Laghubitta does not have Investment Property during the year.

3.8 Income Tax

As per Nepal Accounting Standard- NAS 12 (Income Taxes) tax expense is the aggregate amount included in determination of profit or loss for the period in respect of current and deferred taxation. Income Tax expense is recognized in the statement of Profit or Loss, except to the extent it relates to items recognized directly in equity or other comprehensive income in which case it is recognized in equity or in other comprehensive income. The Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to tax authorities.

Current Tax

Current tax assets and liabilities consist of amounts expected to be recovered from or paid to Inland Revenue Department in respect of the current year, using the tax rates and tax laws enacted or substantively enacted on the reporting date and any adjustment to tax payable in respect of prior years.

Deferred Tax

Deferred tax is provided on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax liabilities are recognized for all taxable temporary differences except:

- Where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination, and at the time of transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of taxable temporary differences associated with investments in subsidiaries, where the timing of the reversal of the temporary differences can be controlled and is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences, carried forward unused tax credits and unused tax losses (if any), to the extent that it is probable that the taxable profit will be available against which the deductible temporary differences, carried forward unused tax credits and unused tax losses can be utilized except:

- Where the deferred tax asset relating to the deductible temporary differences arising from the initial recognition of an asset or liability in a transaction that is not a business combination, and at the time of transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of deductible temporary differences associated with investments in Subsidiaries, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary difference will be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is probable that sufficient profit will be available to allow the deferred tax asset to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Current and deferred tax assets and liabilities are offset only to the extent that they relate to income taxes imposed by the same taxation authority.

3.9 Deposits, debt securities issued and subordinated liabilities

Deposits, debt securities issued and subordinated liabilities are Microfinance's sources of funding. Deposits include non-interest-bearing deposits, saving deposits, term deposits, call deposits and margin deposits. The estimated fair value of deposits with no stated maturity period is the amount repayable on demand. The fair value of fixed interest-bearing deposits is considered as the interest receivable on these deposits plus carrying amount of these deposits. The fair value of debt securities issued is also considered as the carrying amount of these debt securities issued. Sub-ordinated liabilities are liabilities subordinated, at the event of winding up, to the claims of depositors, debt securities issued and other creditors.

3.10 Provisions

A provision is recognized if, as a result of a past event, the Microfinance has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. The amount recognized is the best estimate of the consideration required to settle the present obligation at the reporting date, taking in to account the risks and uncertainties surrounding the obligation at that date. Where a provision is measured using

the cash flows estimated to settle the present obligation, its carrying amount is determined based on the present value of those cash flows. A provision for onerous contracts is recognized when the expected benefits to be derived by Microfinance from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured as the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Provision are not recognized for future operating losses.

Before a provision is established, the Microfinance recognizes any impairment loss on the assets associated with that contract. The expense relating to any provision is presented in the Statement of Profit or Loss net of any reimbursement.

3.11 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to Microfinance and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

Interest

Pursuant to adoption of ECL model, recognition of interest income has been based upon NRB, Guidance Note on Interest Income Recognition, 2025.

For Stage 1 and Stage 2 Loans and Advances: Interest on gross recognition following the accrual basis

For Stage 3 Loans and Advances: Interest on actual cash receipt basis.

NFRS Requirement

NFRS requires interest income to be recognized using the effective interest method, except for those classified at fair value through profit or loss. The effective interest method is a method of calculating the amortized cost of a financial asset and of allocating the interest income over the expected life of the financial instrument. The effective interest rate is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or, when appropriate, a shorter period, to the net carrying amount of the financial asset or financial liability. The effective interest rate is calculated on initial recognition of the financial asset or liability by estimating the future cash flows after considering all the contractual terms of the instrument but not future credit losses. The calculation includes all amounts expected to be paid or received by the Microfinance including expected early redemption fees and related penalties and premiums and discounts that are an integral part of the overall return. Once financial asset or a group of similar financial assets has been written down as a result of an impairment loss, interest income is recognized using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

Fee and Commission Income

Fees earned for the provision of services over a period of time are accrued over that period. These fees include Service fees, commission income. Loan syndication fees are recognized as revenue when the syndication has been completed and the Microfinance retained no part of the loan package for itself, or retained a part at the same effective interest rate as for the other participants. Portfolio and other management advisory fees and service distribution fees are recognized based on the applicable contracts, usually on a time apportionment basis.

Dividend Income

Dividend income on equity instruments is recognized in the statement of profit and loss within other income when the Microfinance's right to receive payment is established.

However, Laghubitta does not have any Investment in Equity Instruments during the year.

Net Trading Income

Net trading income comprises gains less losses relating to trading assets and liabilities, and includes all realized interest, dividend and foreign exchange differences as well as unrealized changes in fair value of trading assets and liabilities.

Net Income from other financial instrument measured at fair value through Profit or Loss

Trading assets such as equity shares and mutual fund are recognized at fair value through profit or loss. Microfinance has not categorized any financial assets at FVTPL. Thus, Microfinance has no income under the heading net income from other financial instrument at fair value through profit or loss.

However, the Laghubitta does not have any Investment in equity shares and mutual fund during the year.

3.12 Interest Expense

For financial liabilities measured at amortized cost using the rate that closely approximates effective interest rate, interest expense is recorded using such rate. EIR is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or financial liability.

3.13 Employee Benefits

Employee benefits include:

- Short-term employee benefits such as the following, if expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related services:
 - i. Wages, salaries and social security contributions;
 - ii. Paid annual leave and paid sick leave;
 - iii. Profit sharing and bonuses, and
 - iv. Non-monetary benefits (such as medical care, housing, cars and free or subsidized goods or services) for current employees;

Short term employee benefits are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid under short term cash bonus or profit-sharing plans if the Microfinance has present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

- Post-employment benefits, such as the following:
 - i. Retirement benefits (eg: pensions, lump sum payments on retirement); and
 - ii. Other post-employment benefits such as post-employment life insurance and post-employment medical care;
 - Other long-term employee benefits and
 - Termination benefits

Post employments benefits are as follows:

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which a Microfinance pays fixed contribution into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee services in the current and prior periods, as defined in Nepal Accounting Standards – NAS 19 (Employee Benefits).

The contribution payable by the employer to a defined contribution plan in proportion to the services rendered to Microfinance by the employees and is recorded as an expense under 'Personnel expense' as and when they become due. Unpaid contributions are recorded as a liability under 'Other Liabilities'.

Defined Benefit Plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. Accordingly, staff gratuity has been considered as defined benefit plans as per Nepal Accounting Standards – NAS 19 (Employee Benefits).

Gratuity

In compliance with Labor Act, 2074, provision is made in the account year of service, for gratuity payable to employees who joined Microfinance on a permanent basis.

An actuarial valuation is carried out to ascertain the full liability under gratuity.

Unutilized Accumulated Leave

Microfinance's liability towards the accumulated leave which is expected to be utilized beyond one year from the end of the reporting period is treated as other long term employee benefits. Microfinance's net obligation towards unutilized accumulated leave is calculated as the amount of future benefit that employees have earned in return for their service in the current and prior periods to determine such benefits. An actuarial valuation is carried out to ascertain the full liability under gratuity.

3.14 Leases

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

NFRS 16 "Lease" is effective for annual periods beginning on or after 1 Shrawan 2080. NFRS 16 is the new accounting standard for lease and replace NAS 17 and IFRIC 4 Determining whether an arrangement contains a lease. The new standard removes the distinction between operating or finance lease for lease accounting, resulting in all leases being treated as a finance lease. After identifying agreement contain a lease, microfinance has recognized a right of use assets (ROU) representing its right to use the underlying assets and lease liability representing its obligation to make lease payments.

The microfinance has adopted modified retrospective approach. Under the modified retrospective approach, for leases previously classified as operating leases, the lease liability is measured at the present value of the remaining lease payments and discounted using the incremental borrowing rate at the date of initial application. The right-of-use asset (ROU) is measured at an amount equal to lease liability adjusted by operating lease liability as per NAS 17 relating to that lease at the initial application. Right-of-use assets are measured at cost, less any accumulated depreciation. The right-of-use assets are depreciated on a straight-line basis over the remaining lease term. The discount rate that is used to measure the liability is the incremental borrowing rate for the microfinance as the rate implicit in the lease cannot be readily determined. The incremental borrowing rate is determined by using a rate that is readily observable, such as the standard borrowing rate for microfinance like bank borrowing rate.

3.15 Share capital and reserves

Share capital and reserves are different classes of equity claims. Equity claims are claims on the residual interest in the assets of the entity after deducting all its liabilities. Changes in equity during the reporting period comprise income and expenses recognized in the statement of financial performance; plus, contributions from holders of equity claims, minus distributions to holders of equity claims.

a. Share Capital

Ordinary Shares in the Microfinance are recognized at the amount paid per ordinary share. Shares of Upakar Laghubitta Bittiya Sanstha Ltd are listed at Nepal Stock Exchange Ltd. The holders of ordinary

shares are entitled to vote at Annual General Meeting of the Microfinance and are entitled to receive annual dividend payments. The Microfinance doesn't have any other form of share capital apart from the ordinary shares. Dividends on ordinary shares classified as equity are recognized in equity in the period in which they are declared. The shares issue expenses in respect of Bonus Shares which can be avoided for the issue was charged in the year of issue directly through equity (under Retained Earnings) and disclosed in the statement of changes in equity.

b. Statutory General Reserve

The microfinance has to set aside as a general reserve 20% of net profit as per the BAFIA Act and 50% of additional amount of Cash Dividend and Bonus Shares if declared and distributed in excess of 15% as per point no 13 of directive no:1/081 issued by NRB.

Movement in Statutory General Reserve during the Fiscal Year:

Particulars	Amount
Opening Balance as on 1st Shrawan 2081	89,401,712.80
Amount transferred during this period	
a.20% Of Net profit as per NFRS	3,185,634.80
b.50% of Dividend in excess of 15%	-
Closing Balance as on Asadh end 2082	92,587,347.61

c. Capital Reserve

This is a Non-Statutory Reserve and represents the amount of all the capital nature reserves such as the amounts arising from share forfeiture, Capital Grants and Capital Reserve arising out of business combinations. Funds in this reserve are not available for distribution of Cash Dividend but can be capitalized by issuing bonus shares upon obtaining prior approval from the NRB.

d. Corporate social responsibility reserve

The microfinance has to set aside 1% of net profit and 10% of additional amount of Cash Dividend and Bonus Shares if declared and distributed in excess of 15% in CSR reserve in compliance of point no 14 of directive no 6/081 issued by NRB.

Movement in Corporate social responsibility reserve during the Fiscal Year:

Particulars	Amount
Opening Balance as on 1st Shrawan 2081	-
Add: Amount transferred during this period	
a. 1% Of Net profit	159,281.74
b. 10% of Dividend in excess of 15% of dividend declared	-
Less: CSR expenses made during the year	-
Closing Balance as on Asadh end 2082	159,281.74

e. Client Protection Fund

The microfinance has to set aside 1.5% of net profit and 35% of additional amount of Cash Dividend and Bonus Shares if declared and distributed in excess of 15% in client protection fund in compliance of point no 1(Ja) of directive no 4/081 issued by NRB.

Movement in Client protection fund during the Fiscal Year:

Particulars	Amount
Opening Balance as on 1st Shrawan 2080	5,256,776.18
Add: Amount transferred during this period	
a. 1.5% Of Net profit	238,922.61
Sssss	-

sb. 35% of Dividend in excess of 15% of dividend declared	
Less: CPF expenses made during the year(Net of Interest)	(1,364,602.69)
Closing Balance as on Asadh end 2082	4,131,096.10

f. Regulatory reserve

The amount that is allocated from Profit/Retained Earnings of the microfinance to this reserve as per the directives of NRB for the purpose of implementation of NFRS and which shall not be regarded as free for distribution of dividend shall be presented under this reserve. The regulatory reserve of microfinance includes the reserve net of tax and employee bonus created relating to Accrued Interest Receivable as on Ashadh end 2082 not recovered. Reserve on Deferred Tax Assets, Non-banking Assets, Reduction in fair value of investment in Equity below cost price, Actuarial Loss/(Gain) etc.

Movement in Regulatory reserve during the Fiscal Year:

Particulars	Amount
Opening Balance as on 1st Shrawan 2081	97,933,384.65
Interest Suspense (refer note below)	12,954,081.45
Investment property provision/(Non-banking assets)	-
Actuarial loss/Gain	-
Fair value reserve recognized in OCI	-
Deferred tax assets	12,229,425.48
Transfer to Retained Earning	(19,576,968.00)
Closing Balance as on Asadh end 2082	103,539,923.59

Movement in Regulatory Reserve

Fiscal Year	Interest receivable	Restructured and Rescheduled Reserve	Short provision on NBA	Actuarial loss/ Gain	Fair value reserve recognized in OCI	Deferred Tax Assets	Transfer to Retained Earnings	Total
Transition	31,147,168.97	10,067,537.80	0%	-	-	9,521,442.87		50,736,149.64
80/81	26,453,965.30	9,509,430.00	0%	-	-	11,233,839.71		47,197,235.01
81/82	12,954,081.45	-	0%	-	-	12,229,425.48	(19,576,968.00)	5,606,538.94
Total	70,555,215.72	19,576,967.80	0%	-	-	32,984,708.07	(19,576,968.00)	103,539,923.59

g. Other Reserves

Any other reserve created with specific or non-specific purpose are presented under this by disclosing account heads which includes employee training fund and actuarial loss/(gain).

Particulars	Amount
Opening Balance as on 1st Shrawan 2081	16,13,827.68
Add: Amount transferred during this period	61,253.44
Less: Expenses Made	1,24,800.00
Closing Balance as on Asadh end 2082	15,50,281.12

h. Dividend on Ordinary Shares

The board of microfinance has recommended not to distribute any Dividend for the reported year 2081-82. This proposal is subject to the ratification by the Annual General Meeting of the shareholders.

3.16 Earnings per share including diluted

Microfinance presents basic and diluted Earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit and loss attributable to ordinary equity holders of Microfinance by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting both the profit and loss attributable to the ordinary equity holders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares, if any.

Earnings per share is calculated and presented in Statement of profit or loss.

3.17 Segment reporting

An operating segment is a component of an entity:

- That engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity),
- Whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- For which discrete financial information is available.

Not every part of an entity is necessarily an operating segment or part of an operating segment. For example, a corporate headquarters or some functional departments may not earn revenues or may earn revenues that are only incidental to the activities of the entity and would not be operating segments. For the purposes of this NFRS, an entity's post-employment benefit plans are not operating segments.

Since, the Microfinance operations are limited to Lumbini Province, management has not identified any distinct business segments

4. Schedules to Financial Statement

4.1 Cash and Cash Equivalent

Particulars	Current Year	Previous Year	Restated
Cash in Hand	42,700.00	6,000.00	5,050.00
Balances with BFIs	364,472,802.14	246,588,263.61	127,695,841.50
Money at Call and Short Notice	-	-	-
Other	-	-	-
Total	364,515,502.14	246,594,263.61	127,700,891.50

4.2 Statutory Balances and due from Nepal Rastra Bank

Particulars	Current Year	Previous Year	Restated
Statutory Balances with NRB	-	-	-
Statutory balances with BFIs	14,299,655.00	10,299,655.00	10,299,655.00
Securities purchased under Resale Agreement	-	-	-
Other Deposit and Receivable from NRB	-	-	-
Total	14,299,655.00	10,299,655.00	10,299,655.00

4.3 Placements with Financial Institutions

Particulars	Current Year	Previous Year	Restated
Placement with Domestic FIs	-	-	-
Less: Allowances for Impairment	-	-	-
Total	-	-	-

4.4 Derivative Financial Instruments



Particulars	Current Year	Previous Year	Restated
<i>Held for Trading</i>			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts	-	-	-
Others	-	-	-
<i>Held for Risk Management</i>			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts.	-	-	-
Others	-	-	-
Total	-	-	-

4.5 Other Trading Assets

Particulars	Current Year	Previous Year	Restated
Treasury Bills	-	-	-
Government Bonds	-	-	-
NRB Bonds	-	-	-
Domestic Corporate Bonds	-	-	-
Equities	-	-	-
Other Trading Assets	-	-	-
Total	-	-	-
Pledged			
Non-pledged			

4.6 Loans and Advances to MFIs & Cooperatives

Particulars	Current Year	Previous Year	Restated
Loans to Microfinance Institutions	-	-	-
Loans to FIs	-	-	-
Loans to Cooperative	-	-	-
Less: Allowances for Impairment	-	-	-
Other	-	-	-
Less: Allowances for Impairment	-	-	-
Total	-	-	-

4.6.1 Allowances for Impairment

Balance at 1 st Shrawan	-	-	-
Impairment Loss for the year:			
Charge for the year	-	-	-
Recovery/Reversal	-	-	-
Amount Written Off	-	-	-
Balance at Asar End	-	-	-

4.7 Loans and Advances to Customers

Particulars	Current Year	Previous Year	Restated
Loans and Advances measured at Amortized Cost	2,549,075,666.99	2,245,141,270.90	2,034,053,892.34
Less: Impairment Allowances			
Collective Impairment	(174,611,870.13)	(123,710,145.97)	(67,851,957.02)
Individual Impairment	-	-	-
Net Amount	2,374,463,796.86	2,121,431,124.93	1,966,201,935.32

4.7.1: Analysis of Loans and Advances - By Product

Particulars	Current Year	Previous Year	Restated
<u>Product</u>			
Term Loans	2,458,325,954.95	2,177,628,574.26	1,993,827,302.55
Short term Loan	-	-	-
Long term Loan	-	-	-
Hire Purchase Loans			
Personal Residential Loans			



Staffs Loans	12,586,543.72	9,911,562.37	9,079,420.82
Other	-	-	-
Sub-Total	2,470,912,498.67	2,187,540,136.63	2,002,906,723.37
Interest Receivable	78,163,168.32	57,601,134.27	31,147,168.97
Grand Total	2,549,075,666.99	2,245,141,270.90	2,034,053,892.34

4.7.2: Analysis of Loans and Advances - By Collateral

Particulars	Current Year	Previous Year	Restated
Secured			
Immovable assets	-	-	-
Government guarantee			
Collateral of Government securities			
Collateral of Fixed Deposit Receipt			
Group guarantee	-	-	-
Personal guarantee			
Other collateral	12,586,543.72	9,911,562.37	9,079,420.82
Subtotal	12,586,543.72	9,911,562.37	9,079,420.82
Unsecured			
Grand Total	12,586,543.72	9,911,562.37	9,079,420.82

Particulars	Current Year	Previous Year	Restated
Specific Allowance for Impairment			
Balance at 1 st Shrawan	-	-	-
Impairment Loss for the year			
Charge for the year	-	-	-
Recoveries/Reversals during the year	-	-	-
Write-Offs			
Other Movement			
Balance at Asar End	-	-	-
Collective Allowances for Impairment			
Balance at 1 st Shrawan	123,710,145.97	67,851,957.02	66,016,622.41
Impairment Loss for the year			
Charge/(Reversal) for the year	50,901,724.14	55,858,188.95	1,835,334.61
Other Movement			
Balance at Asar End	174,611,870.11	123,710,145.97	67,851,957.02
Total Allowances for Impairment	174,611,870.11	123,710,145.97	67,851,957.02

4.9 Current Tax Assets

Particulars	Current Year	Previous Year	Restated
Current Tax Assets			
Current year Income Tax Assets	-	-	-
Tax Assets of Prior Periods	-	-	-
Current Tax Liabilities			
Current year Income Tax Liabilities	19,158,606.92	-	8,721,557.45
Tax Liabilities of Prior Periods	-	-	-
Total	19,158,606.92	-	8,721,557.45



उपकार लघुवित्त वित्तीय संस्था लिमिटेड

नेपाल राष्ट्र बैङ्कबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

Property and Equipment Particulars	4.11							Total Asar end 2081
	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others	Total Asar end 2082	
Cost								
As on Shrawan 01, 2080	622,816.48	3,459,333.75	6,863,325.99	-	7,189,893.96	1,447,170.90	19,582,541.09	14,624,259.85
Addition during the year	-	-	-	-	-	-	-	-
Acquisition	6,895.00	230,800.00	-	-	860,052.00	-	1,097,747.00	3,512,500.00
Capitalization	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-	-	-
Balance as on Asar end 2081	629,711.48	3,690,133.75	6,863,325.99	-	8,049,945.96	1,447,170.90	20,680,288.09	18,136,759.85
Addition during the Year								
Acquisition	-	-	-	-	-	-	-	1,097,747.00
Capitalization	4,950.00	173,261.00	-	-	1,297,696.00	57,545.00	1,533,452.00	-
Disposal during the year	-	-	-	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-	-	-	-
Balance as on Asar end 2082	634,661.48	3,863,394.75	6,863,325.99	-	9,347,641.96	1,504,715.90	22,213,740.09	19,234,506.85
Depreciation and Impairment								
As on Shrawan 01, 2080	339,971.76	1,474,024.32	3,153,328.86	-	3,601,986.72	1,276,552.39	9,845,864.05	3,873,405.14
Depreciation charge for the year	-	-	-	-	-	-	-	3,139,493.56
Impairment for the year	143,244.70	506,953.95	741,999.43	-	952,791.42	170,618.57	2,515,608.07	-
Disposals	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-
As on Asar end 2081	483,216.46	1,980,978.27	3,895,328.29	-	4,554,778.14	1,447,170.96	12,361,472.12	7,012,898.70
Impairment for the year	-	-	-	-	-	-	-	-
Depreciation charge for the year	151,445.03	454,629.21	593,599.54	-	1,009,459.26	5,926.41	2,215,059.46	2,515,608.07
Disposals	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-
As on Asar end 2082	634,661.49	2,435,607.48	4,488,927.83	-	5,564,237.40	1,453,097.38	14,576,531.58	9,528,506.77
Capital Work in Progress								
Net Book Value	(0.01)	1,427,787.27	2,374,398.16	-	3,783,404.56	51,618.52	7,637,208.51	9,706,000.09
As on Asar end 2080	282,844.72	1,985,309.43	3,709,997.13	-	3,587,907.24	170,618.51	9,736,677.04	10,750,854.71
As on Asar end 2081	146,495.02	1,709,155.48	2,967,997.71	-	3,495,167.82	(0.06)	8,318,815.97	11,123,861.15
As on Asar end 2082	(0.01)	1,427,787.27	2,374,398.16	-	3,783,404.56	51,618.52	7,637,208.51	9,706,000.09



Goodwill and Intangible Assets					4.12	
Particulars	Software			Total Asar end 2082	Total Asar end 2081	
	Goodwill	Purchased	Developed			Other
Cost						
As on 1 st Shrawan, 2080	-	-	-	-	-	
Addition during the year						
Acquisition	-	-	-	-	-	
Capitalization	-	-	-	-	-	
Disposal during the year	-	-	-	-	-	
Adjustment/Revaluation	-	-	-	-	-	
Balance as on Asar end 2081	-	-	-	-	-	
Addition during the Year						
Acquisition	-	-	-	-	-	
Capitalization	-	-	-	-	-	
Disposal during the year	-	-	-	-	-	
Adjustment/Revaluation	-	-	-	-	-	
Balance as on Asar end 2082	-	-	-	-	-	
Amortization and Impairment						
As on 1 st Shrawan . 2080	-	-	-	-	-	
Amortization charge for the year	-	-	-	-	-	
Impairment for the year	-	-	-	-	-	
Disposals	-	-	-	-	-	
Adjustment	-	-	-	-	-	
As on Asar end 2081	-	-	-	-	-	
Impairment for the year	-	-	-	-	-	
Amortization charge for the year	-	-	-	-	-	
Disposals	-	-	-	-	-	
Adjustment	-	-	-	-	-	
As on Asar end 2082	-	-	-	-	-	
Capital Work in Progress						
Net Book Value						
As on Asar end 2080	-	-	-	-	-	
As on Asar end 2081	-	-	-	-	-	
As on Asar end 2082	-	-	-	-	-	

Deferred Tax		4.13	
Particulars	Deferred Tax Assets	Deferred Tax Liabilities	Current Year
			Net Deferred Tax Assets /(Liabilities)
Deferred tax on temporary differences on following items			
Loans and Advances to BFIs			-
Loans and Advances to Customers			-
Investment Properties	-	-	-
Investment Securities	-	-	-
Staff Loan	3,585,510.98	-	3,585,510.98
Property and Equipment	-	78,633.89	(78,633.89)
Employees' Defined Benefit Plan	17,136,509.40	-	17,136,509.40
Lease Liabilities	201,193.85	-	201,193.85
Provisions	15,508,671.71	3,368,544.00	12,140,127.72
Other Temporary Differences	-	-	-
Deferred tax on temporary differences	36,431,885.95	3,447,177.88	32,984,708.07
Deferred tax on carry forward of unused tax losses			
Deferred tax due to changes in tax rate			
Net Deferred Tax Asset (Liabilities) as on year end of 2082			32,984,708.07
Recognized in profit or loss			32,984,708.07
Recognized in other comprehensive income			-



Particulars	Deferred Tax Assets	Deferred Tax Liabilities	Previous Year Net Deferred Tax Assets /(Liabilities)
Recognized directly in equity			-
Deferred (Tax Asset)/ Liabilities as on Shrawan 01, 2081			(20,755,282.58)
Origination/Reversal) during the year			(12,229,425.48)
Deferred Tax expense (income) recognized in profit or loss			(12,229,425.48)
Deferred Tax expense (income) recognized in OCI			-
Deferred Tax expense (income) recognized directly in Equity			-
Deferred tax on temporary differences on following items			
Loans and Advances to BFIs			-
Loans and Advances to Customers			-
Investment Properties			-
Investment Securities			-
Property and Equipment			(121,244.78)
Employees' Defined Benefit Plan	16,255,385.10	-	16,255,385.10
Staff Loan	4,076,531.29		4,076,531.29
Lease Liabilities	127,899.31		127,899.31
Provisions	4,448,615.18	4,031,903.52	416,711.66
Other Temporary Differences		-	-
Deferred tax on temporary differences	24,908,430.88	4,153,148.30	20,755,282.58
Deferred tax on carry forward of unused tax losses			-
Deferred tax due to changes in tax rate			-
Net Deferred Tax Asset (Liabilities) as on year end of 2081			20,755,282.66
Recognized in profit or loss			20,755,286.66
Recognized in other comprehensive income			-
Recognized directly in equity			-
Deferred Tax (Asset)/ Liabilities as on Shrawan 01, 2080			(9,521,442.87)
Origination/Reversal) during the year			(11,233,839.71)
Deferred Tax expense (income) recognized in profit or loss			(11,233,839.71)
Deferred Tax expense (income) recognized in OCI			-
Deferred Tax expense (income) recognized directly in Equity			-

4.14 Other Assets

Particulars	Current Year	Previous Year	Restated
Assets held for Sale	-	-	-
Other Non-Banking Assets	-	-	-
Bills Receivable	-	-	-
Accounts Receivable	311,070.19	446,195.47	396,978.98
Accrued Income	-	-	-
Prepayments and Deposits	2,892,896.13	2,550,233.84	2,909,970.94
Income Tax Deposit	10,799,999.87	5,999,999.87	8,419,381.70
Deferred Employee Expenditure	11,228,479.99	13,439,678.40	14,420,579.18
Other	6,687,645.45	7,615,062.39	7,956,744.49
a. Right of Use Assets	5,649,385.95	6,925,003.98	7,555,721.90
b. Other	1,038,259.50	690,058.41	401,022.59
Total	31,920,091.63	30,051,169.98	34,103,655.29

4.15 Due to Banks and Financial Institutions

Particulars	Current Year	Previous Year	Restated
Borrowing from BFIs	-	-	-
Settlement and Clearing Accounts	-	-	-
Other	-	-	-
Total	-	-	-



4.16 Due to Nepal Rastra Bank

Particulars	Current Year	Previous Year	Restated
Refinance from NRB	-	-	-
Standing Liquidity Facility	-	-	-
Lender of Last Resort facility from NRB	-	-	-
Securities sold under repurchase agreements	-	-	-
Other Payable to NRB	-	-	-
Total	-	-	-

4.17 Derivative Financial Instruments

Particulars	Current Year	Previous Year	Restated
Held for Trading			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts	-	-	-
Others	-	-	-
Held for Risk Management			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts.	-	-	-
Others	-	-	-
Total	-	-	-

4.18 Deposits from Customers

Particulars	Current Year	Previous Year	Restated
Institutional Customers:			
Term Deposits.	-	-	-
Call Deposits	-	-	-
Current Deposits.	-	-	-
Others.	-	-	-
Individual Customers:			
Term Deposits	-	-	-
Saving Deposits	1,402,729,492.49	1,195,758,994.12	1,086,559,951.19
Current Deposits	-	-	-
Others	-	-	-
Total	1,402,729,492.49	1,195,758,994.12	1,086,559,951.19

4.19 Borrowings

Particulars	Current Year	Previous Year	Restated
Domestic Borrowings			
Nepal Government	-	-	-
Other Institutions	924,966,033.49	746,826,890.43	583,224,870.68
Other	-	-	-
Sub Total	924,966,033.49	746,826,890.43	583,224,870.68
Foreign Borrowings			
Foreign Banks and Financial Institutions	-	-	-
Multilateral Development Banks	-	-	-
Other Institutions.	-	-	-
Sub Total	-	-	-
Total	924,966,033.49	746,826,890.43	583,224,870.68

4.20 Provisions

Particulars	Current Year	Previous Year	Restated
Provisions for Redundancy	-	-	-
Provisions for Restructuring	-	-	-
Pending Legal Issues and Tax Litigation	-	-	-
Onerous Contracts	-	-	-
Other	334,500.00	334,500.00	223,000.00
Total	334,500.00	334,500.00	223,000.00



4.20.1: Movement in Provision

Particulars	Current Year	Previous Year	Restated
Balance at 1 st Shrawan	334,500.00	223,000.00	-
Provisions made during the year	334,500.00	334,500.00	223,000.00
Provisions used during the year	(334,500.00)	(223,000.00)	-
Provisions reversed during the year	-	-	-
Unwind of Discount	-	-	-
Balance at Asar end	334,500.00	334,500.00	223,000.00

4.21 Other Liabilities

Particulars	Current Year	Previous Year	Restated
Liabilities for employees defined benefit obligations	173,235,028.25	38,608,091.00	17,980,320.00
Liabilities for long service leave	15,517,076.00	15,576,526.00	14,426,031.00
Short term employee benefits	-	1,127,683.00	-
Bills payable	-	-	-
Creditors and accruals	1,317,631.18	133,775,512.61	115,721,493.59
Interest payable on deposits	-	-	-
Interest payable on borrowing	1,451,200.81	721,086.00	1,093,567.00
Liabilities on deferred grant income	-	-	-
Unpaid Dividend	-	-	-
Liabilities under Finance Lease	6,320,032.12	7,351,335.03	7,555,721.90
Employee bonus payable	3,539,706.71	1,000,000.12	2,439,663.12
Other Liabilities	7,507,305.80	41,064,115.93	53,061,159.20
Total	208,887,980.89	239,224,349.69	212,277,955.81

4.21.1: Defined Benefit Obligation

The amounts recognized in the statements of financial positions are as follows :

Particulars	Current Year	Previous Year	Restated
Present value of funded obligations	173,235,028.25	36,608,091.00	17,980,320.00
Total present value of obligations	173,235,028.25	36,608,091.00	17,980,320.00
Fair value of plan assets	-	-	-
Present value of net obligations	173,235,028.25	36,608,091.00	17,980,320.00
Recognized liability for defined benefit obligations	173,235,028.25	36,608,091.00	17,980,320.00

4.21.2: Plan Assets

Plan assets comprise

Particulars	Current Year	Previous Year	Restated
Equity securities	-	-	-
Government bonds	-	-	-
Bank deposit	-	-	-
Other	-	-	-
Total	-	-	-

Actual return on plan assets

4.21.3: Movement in the present value of defined benefit obligations

Particulars	Current Year	Previous Year	Restated
Defined benefit obligations at 1 st Shrawan	35,075,336.00	14,447,565.00	14,447,565.00
Actuarial losses	-	-	-
Benefits paid by the plan	(1,944,582.00)	(765,016.80)	-
Current service costs and interest	4,941,113.00	21,392,787.80	-
Defined benefit obligations at Asar end	38,071,867.00	35,075,336.00	14,447,565.00

4.21.4: Movement in the fair value of plan assets

Particulars	Current Year	Previous Year	Restated
Fair value of plan assets at Sawan 1	-	-	-
Contributions paid into the plan	-	-	-
Benefits paid during the year	-	-	-
Actuarial (losses) gains	-	-	-
Expected return on plan assets	-	-	-



Fair value of plan assets at Asar end	-	-	-
--	---	---	---

4.21.5: Amount recognized in profit or loss

Particulars	Current Year	Previous Year	Restated
Current service costs	4,941,113.00	21,392,787.90	-
Interest on obligation	-	-	-
Expected return on plan assets	-	-	-
Total	4,941,113.00	21,392,787.90	-

4.21.6: Amount recognized in other comprehensive income

Particulars	Current Year	Previous Year	Restated
Actuarial (gain)/loss	-	-	-
Total	-	-	-

4.21.7: Actuarial assumptions

Particulars	Current Year	Previous Year	Restated
Discount rate	7.00%	0.00%	0.00%
Expected return on plan asset	0.00%	0.00%	0.00%
Future salary increase	6.00%	0.00%	0.00%
Withdrawal rate	4.00%	0.00%	0.00%

4.22 Debt securities issued

	Current Year	Previous Year	Restated
Debt securities issued designated as at fair value through profit or loss	-	-	-
Debt securities issued at amortized cost	-	-	-
Total	-	-	-

4.23 Subordinated Liabilities

Particulars	Current Year	Previous Year	Restated
Redeemable preference shares	-	-	-
Irredeemable cumulative preference shares (liabilities component)	-	-	-
Other	-	-	-
Total	-	-	-

4.24 Share capital

Particulars	Current Year	Previous Year	Restated
Ordinary shares	106,148,200.00	106,148,200.00	106,148,200.00
Convertible preference shares (equity component only)	-	-	-
Irredeemable preference shares (equity component only)	-	-	-
Perpetual debt (equity component only)	-	-	-
Total	106,148,200.00	106,148,200.00	106,148,200.00

4.24.1: Ordinary Shares

Particulars	Current Year	Previous Year	Restated
Authorized Capital			
25,00,000 Ordinary share of Rs. 100 each	250,000,000.00	250,000,000.00	250,000,000.00
Issued capital			
10,61,482 Ordinary shares of Rs. 100 each	106,148,200.00	106,148,200.00	106,148,200.00
Subscribed and paid-up capital			
10,61,482 Ordinary shares of Rs. 100 each	106,148,200.00	106,148,200.00	106,148,200.00
Total	106,148,200.00	106,148,200.00	106,148,200.00



4.24.2: Ordinary share ownership

Particulars	Current Year		Previous Year	
	Percent	Amount	Percent	Amount
Domestic ownership				
Nepal Government	0.00%	-	0.00%	-
Promoter Shares	64.00%	67,934,848.00	64.00%	67,935,000.00
"A" class licensed institutions	0.00%	-	0.00%	-
Other licensed institutions	0.00%	-	0.00%	-
Other Institutions	0.00%	-	0.00%	-
Public	36.00%	38,213,352.00	36.00%	38,213,200.00
Other	0.00%	-	0.00%	-
Foreign ownership	0.00%	-		
Total	100%	106,148,200.00	100%	106,148,200.00

Details of Shareholders holding more than 0.5%

Particulars	As at Adhadh end 2082		Restated As at			
			Ashadh End 2081		1st Shrawan 2080	
	Percent	Amount	Percent	Amount	Percent	Amount
Prabhu Bank Limited	9.14%	9,705,000.00	9.14%	9,705,000.00	9.14%	9,705,000.00
Mahila Upakar Munch	42.88%	45,516,450.00	42.88%	45,516,450.00	42.88%	45,516,450.00
Madhav Dev Panta	0.00%	-	0.00%	-	0.54%	568,389.50
Subhash Karki	0.00%	-	2.56%	2,719,347.00	0.00%	-
Dilliswar Karki	0.00%	-	1.66%	1,766,300.00	0.00%	-
Anil Khatiwada	0.00%	-	0.78%	831,300.00	0.00%	-
Monika Thapa	0.00%	-	0.60%	636,200.00	0.00%	-
Durga Sharma	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Shanta Karki	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Smarika Parajuli	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Anjana Dhital	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Nirmala Mahat	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Gayatri Giri	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Sarada Kumari Khatri	0.91%	970,500.00	0.91%	970,500.00	0.91%	970,500.00
Indira Ghimire	1.37%	1,455,750.00	1.37%	1,455,750.00	1.37%	1,455,750.00



4.25 Reserves

Particulars	Current Year	Previous Year	Restated
Statutory general reserve	92,587,347.61	89,401,712.80	89,401,712.80
Capital reserve	-	-	-
Exchange equalization reserve	-	-	-
Investment adjustment reserve	-	-	-
Corporate social responsibility reserve	159,281.74	-	146,038.70
Client Protection Fund	4,131,096.10	5,256,776.18	7,093,079.04
Capital redemption reserve	-	-	-
Regulatory reserve	103,539,923.59	97,933,384.65	50,736,149.64
Restructured and Rescheduled Reserve	-	-	-
Dividend equalization reserve	-	-	-
Debenture Redemption reserve	-	-	-
Other reserve	1,489,027.80	1,613,827.68	-
Total	201,906,676.83	194,205,701.31	147,376,980.17

4.26 Contingent liabilities and commitments

Particulars	Current Year	Previous Year	Restated
Contingent liabilities	-	-	-
Undrawn and undisbursed facilities	-	-	-
Capital commitment	-	-	-
Lease Commitment	-	-	-
Litigation	-	-	-
Others	-	-	-
Total	-	-	-

4.26.1: Contingent Liabilities

Particulars	Current Year	Previous Year	Restated
Acceptance and documentary credit	-	-	-
Bills for collection	-	-	-
Forward exchange contracts	-	-	-
Guarantees	-	-	-
Underwriting commitment	-	-	-
Other commitments	-	-	-
Total	-	-	-

4.26.2: Undrawn and undisbursed facilities

Particulars	Current Year	Previous Year	Restated
Undisbursed amount of loans	-	-	-
Undrawn limits of overdrafts	-	-	-
Undrawn limits of credit cards	-	-	-
Undrawn limits of letter of credit	-	-	-
Undrawn limits of guarantee	-	-	-
Total	-	-	-

4.26.3: Capital commitments

Capital expenditure approved by relevant authority of the microfinance, but provision has not been made in financial statements

Particulars	Current Year	Previous Year	Restated
Capital commitments in relation to Property and Equipment			
Approved and contracted for			
Approved but not contracted for			
Sub total	-	-	-
Capital commitments in relation to Intangible assets			
Approved and contracted for			
Approved but not contracted for			
Sub total	-	-	-



Total	-	-	-
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4.26.4: Lease commitments

Particulars	Current Year	Previous Year	Restated
Operating lease commitments			
Future minimum lease payments under non-cancellable operating lease, where the bank is lessee			
Not later than 1 year			
Later than 1 year but not later than 5 years			
Later than 5 years			
Sub total	-	-	-
Finance lease commitments			
Future minimum lease payments under non-cancellable operating lease, where the bank is lessee			
Not later than 1 year			
Later than 1 year but not later than 5 years			
Later than 5 years			
Sub total	-	-	-
Grand total	-	-	-

Lease commitment if any have been calculated as per NFRS 16

4.26.5: Litigation

No any litigation of contingent liabilities has been incurred yet.

4.27 Interest Income

Particulars	Current Year	Previous Year
Cash and cash equivalent	-	5,022,791.64
Due from Nepal Rastra Bank	-	-
Placement with bank and financial institutions	-	-
Loan and advances to bank and financial institutions	-	-
Loans and advances to customers	341,182,160.67	320,822,302.59
Investment securities	-	-
Loan and advances to staff	1,636,734.36	832,141.55
Other	4,092,903.37	-
Total interest income	346,911,798.40	326,677,235.78

4.28 Interest Expenses

Particulars	Current Year	Previous Year
Due to bank and financial institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposits from customers	103,050,258.00	91,607,377.20
Borrowing	66,367,077.80	74,784,567.95
Debt securities issued	-	-
Subordinated liabilities	-	-
Other	670,321.19	711,640.67
Total Interest expense	170,087,656.99	167,103,585.82

Others include interest expense on finance lease as per NFRS-16 "Lease"

4.29 Fees and Commission Income

Particulars	Current Year	Previous Year
Loan administration fees		
Service fees	21,802,469.92	10,499,477.95
Commitment fees	-	-
Card Issuance fees	-	-
Prepayment and swap fees	-	-
Remittance fees	35,836.05	-
Brokerage fees	-	-
Other fees and commission income	2,203,883.82	2,597,007.23



Total Fees and Commission Income	24,042,189.79	13,096,485.18
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4.30 Fees and Commission Expense

Particulars	Current Year	Previous Year
Brokerage	-	-
Other fees and commission expense	-	1,741,250.00
Total Fees and Commission Expense	-	1,741,250.00

4.31 Net Trading income

Particulars	Current Year	Previous Year
Changes in fair value of trading assets	-	-
Gain/loss on disposal of trading assets	-	-
Interest income on trading assets	-	-
Dividend income on trading assets	-	-
Gain/loss foreign exchange transaction	-	-
Other	-	-
Net trading income	-	-

4.32 Other Operating Income

Particulars	Current Year	Previous Year
Foreign exchange revaluation gain	-	-
Gain/loss on sale of investment securities	-	-
Fair value gain/loss on investment properties	-	-
Dividend on equity instruments	-	-
Gain/loss on sale of property and equipment	-	-
Gain/loss on sale of investment property	-	-
Operating lease income	-	-
Gain/loss on sale of gold and silver	-	-
Other	-	-
Total	-	-

4.33 Impairment charge/(reversal) for loan and other losses

Particulars	Current Year	Previous Year
Impairment charge/(reversal) on loan and advances to BFIs	-	-
Impairment charge/(reversal) on loan and advances to customers	50,901,724.13	55,858,188.95
Impairment charge/(reversal) on financial Investment	-	-
Total	50,901,724.13	55,858,188.95

4.34 Personnel Expenses

Particulars	Current Year	Previous Year
Salary	49,594,070.00	50,197,142.00
Allowances	33,234,021.58	30,050,762.00
Gratuity Expense	4,941,113.00	21,392,787.80
Provident Fund	4,688,123.00	4,643,049.00
Uniform	-	1,234,000.00
Training & development expense	2,536,448.80	670,548.00
Leave encashment	2,611,686.00	3,436,875.83
Medical	-	-
Insurance	2,969,201.55	3,796,773.64
Employees incentive	-	-
Cash-settled share-based payments	-	-
Pension expense	-	-
Finance expenses under NFRS	2,211,198.41	980,900.77
Other expenses related to staff	4,494,932.00	3,320,937.00
Subtotal	107,280,794.34	119,723,776.05
Employees Bonus	2,539,706.61	-



Grand total	109,820,501.05	119,723,776.05
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4.35 Other Operating Expense

Particulars	Current Year	Previous Year
Directors' fee	469,780.00	425,000.00
Directors' expense	121,886.00	187,897.00
Auditors' remuneration	339,000.00	339,000.00
Other audit related expense	139,964.00	155,613.00
Professional and legal expense	-	-
Office administration expense	5,056,449.59	4,375,575.16
Operating lease expense	-	-
Operating expense of investment properties	-	-
Corporate social responsibility expense	-	-
Client protection expense	-	-
Difference in Inter Branch & HO Profit	-	-
Onerous lease provisions	-	-
Other Expenses	4,740,361.22	3,463,702.07
Total	10,867,440.81	8,946,787.23

4.35.1 Office Administration Expense

Particulars	Current Year	Previous Year
Water and electricity	372,456.00	320,277.00
Repair and maintenance		
(a) Building	-	-
(b) Vehicle	86,701.00	74,538.00
(c) Computer and Accessories		
(d) Office equipment and furniture	-	-
(e) Other	281,114.00	203,032.00
Insurance.	344,660.93	247,850.35
Postage, Telex, Telephone & Fax	562,960.77	592,626.63
Printing & Stationery	1,234,677.23	1,037,261.18
Newspaper, books and journals	-	-
Advertisement	309,300.00	165,942.00
Donation	-	-
Security expense	-	-
Deposit and loan guarantee premium	-	-
Travel allowance and expense	-	470,354.00
Entertainment	-	89,244.00
Annual/special general meeting expense	228,336.66	162,945.00
Other-Internet Expenses	-	-
Other-Office Expenses	-	-
Other-Registration and Renewal	514,700.00	566,870.00
Other-Meeting Expenses	1,121,543.00	444,635.00
Total	5,056,449.59	4,375,575.16

4.36 Depreciation and Amortization

Particulars	Current Year	Previous Year
Depreciation on property and equipment	6,419,309.39	6,902,974.45
Depreciation on investment property	-	-
Amortization of intangible assets	-	-
Total	6,419,309.39	6,902,974.45

Depreciation on property and equipment includes depreciation on Right of Use Assets as per NFRS-16 "Lease".

4.37 Non-Operating Income

Particulars	Current Year	Previous Year
Recovery of loan written off	-	-
Other income	-	-
Total	-	-



4.38 Non-Operating Expenses

Particulars	Current Year	Previous Year
Loan written off	-	-
Redundancy provision	-	-
Expense of restructuring	-	-
Other expense.	-	-
Total	-	-

4.39 Income Tax Expenses

Particulars	Current Year	Previous Year
Current tax expense		
Current year	19,158,606.92	-
Adjustments for prior years	-	-
Deferred tax expense		
Origination and reversal of temporary differences	(12,229,452.12)	(11,233,839.71)
Changes in tax rate	-	-
Recognition of previously unrecognized tax losses	-	-
Total income tax expense	6,929,181.80	(11,233,839.71)

4.39.1: Reconciliation of tax expense and accounting profit

Particulars	Current Year	Previous Year
Profit before tax	22,857,355.81	(20,502,841.54)
Tax amount at tax rate of 30%	6,857,206.74	(6,150,852.46)
Add: Tax effect of expenses that are not deductible for tax purpose	19,945,929.83	8,836,324.92
Less: Tax effect on exempt income		
Add/less: Tax effect on other items	(7,644,529.65)	(6,772,257.25)
Total income tax expense	19,158,606.92	(4,086,784.79)
Effective tax rate	83.82%	19.93%



Upkar Laghubitta Bittiya Sanstha Limited

Statement of Distributable Profit or Loss

For the year ended 31st Ashadh 2082

(As per NRB Regulations)

Particulars	Current Year	Previous Year
Net profit or (loss) as per statement of profit or loss	15,928,174.01	(9,269,001.83)
Appropriations:		
a. General reserve	(3,185,634.80)	-
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	(159,281.74)	-
e. Employees' training fund	-	(1,613,827.68)
f. Other	-	-
Client Protection Fund	(238,922.61)	-
Others	-	-
Profit or (loss) before regulatory adjustment	12,344,334.86	(10,882,829.51)
Regulatory adjustment:		
a. Interest receivable (-)/previous accrued interest received (+)	(12,954,081.45)	(26,453,965.30)
b. Short loan loss provision in accounts (-)/reversal (+)	19,576,968.00	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	-
d. Short loan loss provision on Non-Banking Assets (-)/reversal (+)	-	-
e. Deferred tax assets recognized (-)/ reversal (+)	(12,229,425.48)	(11,233,839.71)
f. Goodwill recognized (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognized (-)/reversal (+)	-	-
h. Actuarial loss recognized (-)/reversal (+)	-	-
i. Other (+/-)	-	-
j. Restructured and Rescheduled Reserve	-	(9,509,430.00)
Net profit for the year end Asadh 32 2082 available for distribution	6,737,795.92	(58,080,064.52)
Opening retained earning	(45,048,324.31)	13,031,740.21
Adjustment (+/-) *	-	-
Distribution:		
Bonus shares issued	-	-
Cash Dividend Paid	-	-
Total Distributable profit or (loss) as on year end date	(38,310,528.39)	(45,048,324.31)
Annualized Distributable Profit/Loss per share	(36.09)	(42.44)
* Adjustment of Income tax provision		

5. Disclosures and Additional Information

5.1 Risk Management

Upakar Microfinance Limited has specific internal review mechanisms to assess its position regarding each separate risk area including Credit Risk, Market Risk, Interest Rate Risk and Operational Risk. Microfinance has separate an independent Risk Management Committee (RMC) headed by a non-executive Director, responsible for overall risk management in the microfinance and to oversight the implementation of risk management framework in the organization. RMC assists the Board of Directors in fulfilling its oversight responsibilities with regards to risk appetite that the microfinance is able and willing to assume in its exposures and business activities, risk management, compliance framework and governance structure that supports it. It periodically reviews the risk management process to ensure its integrity, accuracy, and reasonableness. It also reviews whether the internal control and risk management system is adequate or not to ensure well-ordered and prudent conduct of business. The committee is to review the overall risk management structure and monitor the effectiveness of the risk management system.

Liquidity Risk

Liquidity risk is the potential for loss to a Microfinance arising from either its inability to meet its obligations or to fund increases in assets as they fall due without incurring unacceptable cost or losses. Liquidity is the ability of an institution to transform its assets into cash or its equivalent in a timely manner at a reasonable price to meet its commitments as they fall due. Liquidity risk is considered a major risk for Microfinances. It arises when the cushion provided by the liquid assets are not sufficient enough to meet its obligation.

Interest Rate Risk

Interest rate risk is the potential that a change in overall interest rates will increase the cost of funds. To limit this risk, microfinance has arranged for diversified funding sources in addition to its core deposit base and has implemented a policy of managing assets with interest rates in mind, monitoring interest rates on a regular basis, and making repayment accordingly

Credit Risk

Microfinance has its own Credit Policy Guidelines to handle the Credit Risk Management philosophy that involves a continual measurement of probability of default/loss, identification of possible risks and mitigations. The provisions of Capital Adequacy Framework -2015 are compiled in line-to-line basis to overcome the Credit Risk. In order to manage and eliminate the credit risk, Microfinance has a practice of maintaining the best quality assets in its book. The Microfinance's Credit Policy elaborates detailed procedures for proper risk management. The Microfinance has delegated credit approval limits to various officials to approve and sanction various amount of credit request based on their individual expertise and risk judgment capability.

As a check and balance mechanism, each credit case requires dual approval. Regular monitoring of the credit portfolio ensures that the Microfinance does not run the risk of concentration of portfolio in a particular business sector or a single borrower. Similarly, Microfinance also exercises controlled investment policy with adequately equipped resources looking after the investment decisions.

To cap all these, Microfinance has a strong Credit Committee in place comprising of various Directors from the Board of Microfinance which reviews all credit proposals beyond a specified amount

Types of eligible credit risk mitigants used and the benefits availed under CRM as at 16 July 2025 are as follows:

Operational Risk

As a part of monitoring operational risks, Microfinance has devised operational manuals for various Microfinancing functions, which are reviewed and modified time to time as per the changing business context.



Microfinance has adopted dual control mechanism in its all operational activities where each and every financial and non-financial transaction is subject to approval from an authority higher than the transaction initiator. Regular review meetings are conducted to assess the adequacy of risk monitoring mechanism and required changes are made as and when felt necessary. Independent reconciliation unit is established to conduct daily reconciliation of all Nostro/agency accounts, Inter-Branch and Inter-Department account under direct supervision of Manager Finance & Treasury, Head Office. Microfinance has independent internal audit, which reports to the Audit Committee of the Microfinance. The Audit Committee meets frequently and reviews the business process and financial position of the Microfinance. Microfinance has strong MIS in place to monitor the regular operational activities.

Fair value of financial assets and liabilities

Fair value is a market-based measurement, not an entity specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same – to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

Fair values are determined according to the following hierarchy:

Level 1 inputs

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. Held for trading and available for sale investments have been recorded using Level 1 inputs.

Level 2 inputs

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.

Level 3 inputs

Level 3 inputs are unobservable inputs for the asset or liability.

5.2 Capital management

Capital management approach is driven by its desire to maintain a strong capital base to support the development of its business and to meet the regulatory capital requirements. Microfinance has to maintained minimum capital requirement and capital adequacy as per the directive issued to D class microfinance.

I. Qualitative disclosures

Nepal Rastra Bank through directive has directed the Microfinance to develop own internal policy, procedures and structures to manage all material risk inherent in business for assessing capital adequacy in relation to the risk profiles as well as strategies for maintaining capital levels. This includes basic requirements of having good governance, efficient process of managing all material risks and an effective regime for assessing and maintaining adequate capital.

II. Quantitative disclosures

1. Capital Structure and Capital Adequacy

A. Tier 1 capital and a breakdown of its components:

S.No	Description	Amount
1	Paid up Capital (ordinary shares)	106,148,200.00
2	Proposed bonus share	-
3	Share premium	-
4	Irredeemable preferential share	-
5	General Reserve Fund	92,587,348
6	Accumulated profit/(loss)	(38,310,528.39)
7	Profit & loss a/c as per balance-sheet	-
8	Capital Redemption Reserve Fund	-
9	Capital Adjustment Fund	-
10	Calls in advance	-
11	Other Free Reserves	-
	Deductions:	
	A. Goodwill	-
	B. Deferred Tax Assets	(32,984,708.07)
	C. Investment on shares and securities in excess of limits	-
	D. Investment to the company having financial interests	-
	E. Fictitious Asset	-
	F. Investment on land and building for self-use not complying with the Directives of NRB	-
	G. Investment on land development and housing construction in excess of limits	-
	H. Investment on land development and housing construction in excess of limits	-
	I. Credit and other facilities banned by the prevailing laws	-
	Total Tier 1 Capital (Core Capital)	127,440,311.15

B. Tier 2 Capital and a breakdown of its components:

S.No	Description	Amount
1	Provisions of loan loss made for pass loan	21,526,337
2	Additional loan loss provision	-
3	Hybrid capital instruments	-
4	Unsecured Subordinated Term Debt	-
5	Exchange Equalization Fund	-
6	Assets revaluation Fund (max. 2% of Supplementary capital is added automatically)	-
7	Investment adjustment Fund	-
	Total Tier 2 Capital (Supplementary Capital)	21,526,337

Statement of Risk Weighted Assets (RWA)

As on 32th Asadh 2082

Particulars	Weight (%)	Amount	RWA
A. On Balance Sheet Items			
Cash Balance	0%	42,700.00	-
NRB Balance	0%	-	-



Loan against Own FD	0%		-
Loan against Govt. Bond	0%		-
Balance on domestic banks and financial institutions	20%	364,472,802.14	72,894,560.43
Loan against other banks' and financial institutions' FD	20%		-
Money at call	20%		-
Investment on shares/debentures/bonds	100%	-	-
Other investments	100%	14,299,655.00	14,299,655.00
Loans & advances, bills purchase/discount	100%	2,549,075,666.99	2,549,075,666.99
Fixed assets	100%	7,637,208.51	7,637,208.51
Net interest receivables (Total IR - 8 - Interest suspense)	100%	-	-
Net Non-Banking Asset	100%	-	-
Other assets (Except advance tax payment)	100%	21,120,091.76	21,120,091.76
Real estate/residential housing loans exceeding the limits	150%	-	-
Total On-Balance-sheet Items (A)		2,956,648,124.40	2,665,027,182.69
B. Off Balance sheet Items			
Bills collection	0%		
Forward foreign exchange contract	10%		
L/C with maturity less than six months (Outstanding value)	20%		
Guarantee against International rated bank's counter guarantee	20%		
L/C with maturity more than six months (Outstanding value)	50%		
Bid bond, performance bond and underwriting	50%		
Unpaid guarantee claims	50%		
Amount to be maintained for operational risk (2% of Total Assets)	100%	59,132,962.49	59,132,962.49
Total Off-Balance-sheet Items (B)		59,132,962.49	59,132,962.49
Total Risk Weighted Assets (A) + (B)		3,015,781,086.89	2,724,160,145.18

C. Total Qualifying Capital

S.No	Description	Amount
1	Total Tier 1 Capital (Core Capital)	127,440,311
2	Total Tier 2 Capital (Supplementary Capital)	21,526,337
3	Total Capital fund	148,966,648
4	Total Risk Weighted Assets	2,724,160,145

D. Capital Adequacy Ratio

S.No	Description	Amount
1	Minimum Capital Fund Required (8.0 % of RWA)	217,932,812
2	Minimum Core Capital Required (4.0 % of RWA)	108,966,406
3	Capital Fund maintained (in %)	5.47%
4	Core Capital maintained (in %)	4.68%

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

☞ As per the directive issued by NRB.

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

☞ Not Issued yet.

III. Compliance with external requirements

- ☐ During the Year the microfinance has complied with externally imposed capital requirement.

5.3 Classification of financial assets and financial liabilities

Microfinance has classified financial assets and liabilities as amortized cost, fair value through profit and loss and fair value through OCI.

Particulars	Amortized Cost	FVTPL	FVTOCI
Financial Assets			
Cash and Cash Equivalents	364,515,502.14		
Statutory Balances and due from Nepal Rastra Bank	14,299,655.00		
Placement with Bank and Financial Institutions	-		
Loans and Advances to Customers	2,422,285,855.94		
Investment Securities	-		-
Total Financial Assets	2,801,101,013.08	-	-
Financial Liabilities			
Due to Bank and Financial Institutions	-		
Due to Nepal Rastra Bank	-		
Derivative Financial Instruments	-		
Deposits from Customers	1,402,729,492.49		
Borrowings	924,966,033.49		
Total Financial Liabilities	2,327,695,525.98	-	-

5.4 Share options and share based payment

A share-based payment is a transaction in which Microfinance receives goods or services either as consideration for its equity instruments or by incurring liabilities for amounts based on the price of the entity's shares or other equity instruments of the entity. Microfinance does not have any share option and share based payment.

5.5 Contingent liabilities and commitment

Contingent Liabilities:

No obligation to make a payment has arisen at the reporting date, those are included in these financial statements as contingent liabilities.

Commitments:

The Microfinance has not made payments at the reporting date, those instruments are included in these financial statements as commitments.

Litigations:

There are pending litigations existing at the end of the reporting period against Microfinance, resulting through normal business operations.

5.6 Related parties disclosures

a) Key Managerial Personnel

Key Management Personnel of Microfinance includes members of the Board, Chief Executive Officer and all managerial level executives. Followings are a list of Board of Directors and CEO bearing office on 16 July 2025.

Mrs. Shanti Devi Dhakal	Chairman
Mrs. Nisha Wagle	Director
Mrs. Nitu Sharma	Director
Mrs. Aarati Poudel	Director
Mrs. Bhagwati Regmi	Director
Mr. Manoj Singh Khadka	Director
Mr. Krishna Kumar Lamsal	Director
Mrs. Sharada Kumari Khatri	Director

b) Compensation to Management Level Employees

All members of the Board are non-executive directors, and no executive compensation is paid to the directors. Specific non-executive allowances paid to directors are as under:

Particulars	Amount
Board Meeting Fees	455,000.00
Sub-Committee Fees	90,000.00
Other Benefits	136,666.00
Total	681,666.00

These allowances and benefits are approved by the Annual General Meeting of the Microfinance.

Chief Executive Officer's Remuneration and Facilities

Key Management Personnel	Basic Salary	Allowances	Total
Mrs. Sharada Kumari Khatri	1,380,000.00	947,568.00	2,327,568.00

5.7 Merger and acquisition

Microfinance has not entered into any merger or acquisition activity during the year ended 16 July 2025.

5.8 Additional disclosures of non-consolidated entities

Not available

5.9 Events after reporting period

There are no material events that have occurred subsequent to 16 July, 2025 till the signing of this financial statement on 26 March, 2026.

5.10 Disclosure effect of transition from previous GAAP to NFRSs

5.10.1 Reconciliation of equity

Particulars	Explanatory Note	As at	As at
		01.04.2080	30.03.2081
		(Date of Transition)	(End of last period presented under previous GAAP)
Total equity under Previous GAAP		235,409,751.41	204,256,867.69
Adjustments under NFRSs:			
<i>Impairment on loan and advances</i>	EN 1	31,147,168.97	57,601,134.27
<i>Fair value & employees benefit accounting of staff loan</i>	EN	-	(148,759.23)
<i>Lease accounting</i>	EN2	-	(426,331.05)
<i>Measurement of investment securities at fair value</i>		-	-
<i>Revaluation of property & equipment</i>		-	-
<i>Recognition of investment property</i>		-	-
<i>Amortization of debt securities issued</i>		-	-
<i>Deferred tax</i>	EN 3	-	5,298,332.94
<i>Defined benefit obligation of employees</i>	EN 4	-	(11,275,667.60)
<i>Goodwill/Bargain purchase gain</i>			
<i>Interest income</i>			
<i>Other</i>			
proposed cash dividend		-	-
Total Adjustment to equity		31,147,168.97	51,048,709.34
Total Equity under NFRSs		266,556,920.38	255,305,577.03

Explanatory Note

- 1 Under NFRS Loans and advances are measured at fair value by adjusting interest receivable.

	As at	As at
	01.04.2080	30.03.2081
Interest receivable from loans and advances	31,147,168.97	57,601,134.27

- 2

Under NFRS 16 "Lease", After identifying agreement contain a lease, microfinance has recognized a right of use assets (ROU) representing its right to use the underlying assets and lease liability representing its obligation to make lease payments.

	As at	As at
	01.04.2080	30.03.2081
Right of Use Assets	-	6,925,003.98
Liabilities under Finance Lease	-	(7,351,335.03)
Tax Adjustment	-	-
Difference	-	(426,331.05)

- 3 Adjustment of Deferred Tax due to change in define benefit obligation as per GAAP and NFRS

	As at	As at
	01.04.2080	30.03.2081
Deferred Tax as per NFRS	9,521,442.87	20,755,282.58
Deferred Tax as per GAAP	9,521,442.87	15,456,949.64
Difference	-	5,298,332.94

- 4 As per NAS 19 "Employee Benefit", staff gratuity has been considered as defined benefit plans and adjustment has been made of gratuity as per actuarial valuation

	As at	As at
	01.04.2080	30.03.2081
Defined Benefit obligations as per GAAP	32,406,351	42,908,949
Defined Benefit obligations as per NFRS	32,406,351	54,184,617
Difference	-	(11,275,667)

- 5 Proposed cash dividend has been presented under Retained earnings as per NFRS where as a separate presentation made under GAAP as per NRB reporting format.

	As at	As at
	01.04.2080	30.03.2081
Liability in respect of proposed cash dividend	-	-



5.11.2. Reconciliation of profit or loss

Particulars	Explanatory Note	For the year ended
		30.03.2081
		(the latest period presented under previous GAAP)
		Profit/(Loss) for the year
Previous GAAP		(29,170,542.16)
Adjustments under NFRSs:		
Interest income	EN 1	27,286,106.85
Impairment of loan and advances		-
Employees benefit amortization under staff loan	EN 2	(980,900.77)
Defined benefit obligation of employee	EN 3	(7,892,967.34)
lease expense as per NFRS 16	EN 4	(426,331.05)
Amortization expense of debt securities		-
Other operating income		-
Interest expense		-
Depreciation & Amortization		-
Other		1,915,632.65
Total Adjustment to profit or loss		19,901,540.33
Profit or loss under NFRSs		(9,269,001.83)
Other Comprehensive Income	EN 5	-
Total Comprehensive income under NFRSs		(9,269,001.83)

Explanatory Note

1 Adjustment of Interest accrued of loans and advances and staff loans	For the year ended
	30.03.2081
Interest on loans and advances accrued but not received	26,453,965.30
Interest accrued on staff loans	832,141.55
Total	27,286,106.85
2 Employees benefit amortization under staff loan	For the year ended
	30.03.2081
Finance Cost under NFRS	(980,900.77)
3 Defined benefit obligation of employee	For the year ended
	30.03.2081
Additional defined benefit obligation expenses	(8,432,504)
Additional expenses for long service leave	539,536
Total	(7,892,967.34)
4 Lease expense as per NFRS 16	For the year ended
	30.03.2081
Depreciation of ROU-Assets	(4,387,366.38)
Interest expenses on liability under Finance lease	(711,640.67)
Less: rent paid	4,672,676.00
Total	(426,331.05)
5 Actuarial loss/(gain) adjustment	For the year ended
	30.03.2081
Actuarial gains/(losses) on defined benefit plans	-
Income tax relating to above items	-
Difference	-

5.11.3. Effect of NFRSs adoption for the statement of financial position

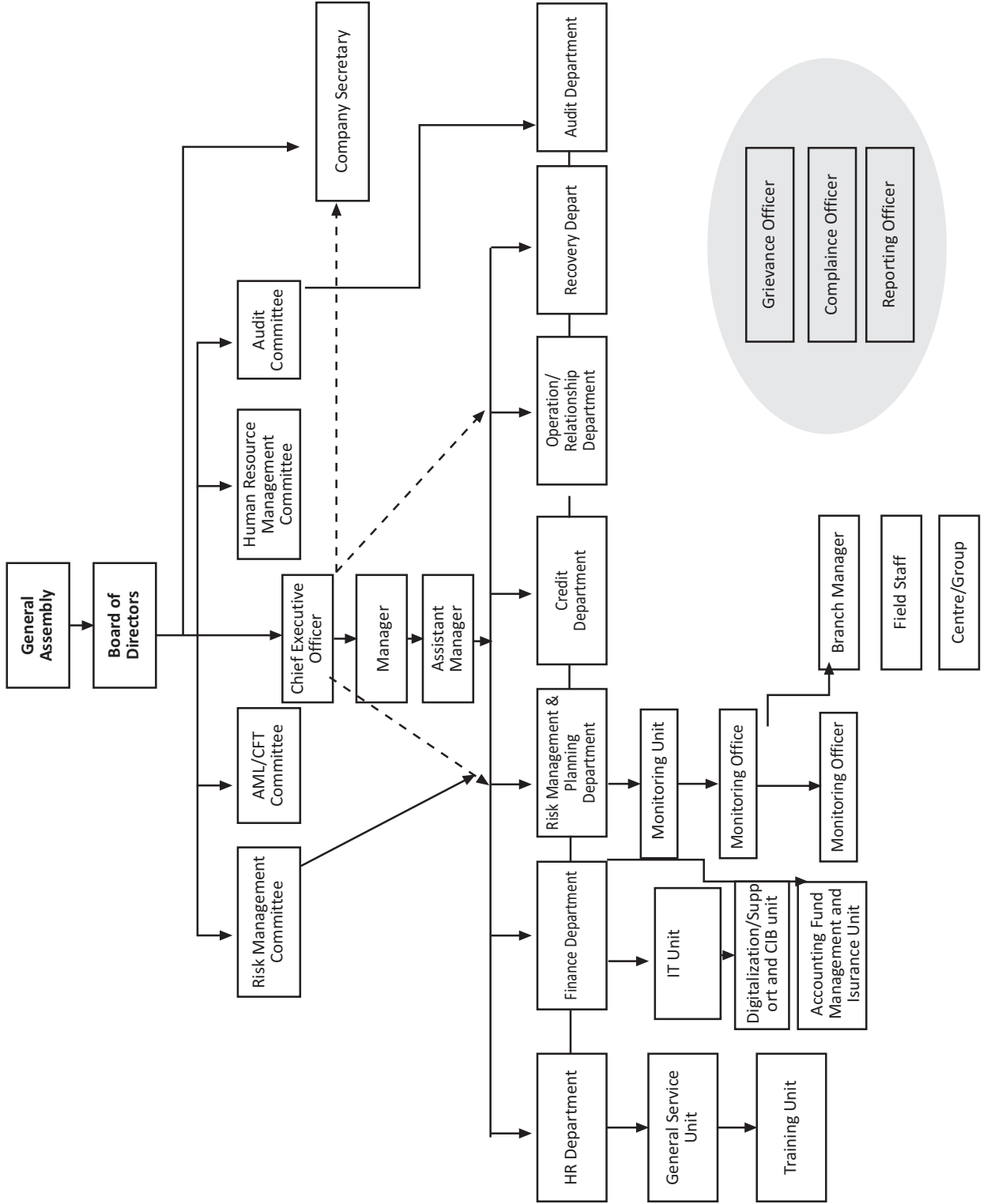
As at 01.04.2080
(Date of Transition)

As at 30.03.2081
(End of last period presented under previous GAAP)

Particulars	Explanatory Note	Previous GAAP	Effect of Transition to NFRSs	Opening NFRSs statement of Financial Position	Previous GAAP	Cumulative Effect of Transition to NFRSs	Amount as per NFRSs
Assets							
Cash and cash equivalent		127,700,891.50	-	127,700,891.50	246,594,263.61	-	246,594,263.61
Statutory Balances and due from Nepal Rastra Bank		10,299,655.00	-	10,299,655.00	10,299,655.00	-	10,299,655.00
Placement with Bank and Financial Institutions		-	-	-	-	-	-
Derivative financial instruments		-	-	-	-	-	-
Loan and advances to B/FIs		-	-	-	-	-	-
Loans and advances to customers	EN 1	1,949,475,345.53	16,726,589.79	1,966,201,935.32	2,077,418,428.29	44,012,696.64	2,121,431,124.93
Investment securities		-	-	-	-	-	-
Current tax assets		-	-	-	5,999,999.87	-	5,999,999.87
Investment in subsidiaries		-	-	-	-	-	-
Investment property		-	-	-	-	-	-
Property and equipment		9,736,677.04	-	9,736,677.04	8,318,815.97	-	8,318,815.97
Goodwill and Intangible assets		-	-	-	-	-	-
De-ferred tax assets	EN 2	9,521,442.87	-	9,521,442.87	15,456,949.64	5,298,332.94	20,755,282.58
Other assets	EN 3	12,127,354.21	21,976,301.08	34,103,655.29	3,686,487.72	20,364,682.39	24,051,170.11
Total Assets		2,118,861,366.14	38,702,890.87	2,157,564,257.01	2,367,774,600.09	69,675,711.97	2,437,450,312.06
Liabilities							
Due to Bank and Financial Institutions		-	-	-	-	-	-
Due to Nepal Rastra Bank		-	-	-	-	-	-
Derivative financial instruments		-	-	-	-	-	-
Deposits from customers		1,086,559,951.19	-	1,086,559,951.19	1,195,758,994.12	-	1,195,758,994.12
Borrowing		583,224,870.68	-	583,224,870.68	746,826,890.43	-	746,826,890.43
Current Tax Liabilities		8,721,557.45	-	8,721,557.45	-	-	-
Provisions		223,000.00	-	223,000.00	334,500.00	-	334,500.00
De-ferred tax liabilities		-	-	-	-	-	-
Other liabilities	EN 4	204,722,233.91	7,555,721.90	212,277,955.81	220,597,347.06	18,627,002.63	239,224,349.69
Total liabilities		1,883,451,613.23	7,555,721.90	1,891,007,335.13	2,163,517,731.61	18,627,002.63	2,182,144,734.24
Equity							
Share capital		106,148,200.00	-	106,148,200.00	106,148,200.00	-	106,148,200.00
Share premium		-	-	-	-	-	-
Retained earnings	EN	13,031,740.21	-	13,031,740.21	(33,197,566.40)	(11,850,757.88)	(45,048,324.28)
Reserves	EN	116,229,811.20	31,147,168.97	147,376,980.17	131,306,234.10	62,899,467.21	194,205,701.37
Total equity		235,409,751.41	31,147,168.97	266,556,920.38	204,256,867.69	51,048,709.34	255,305,577.03
Total liabilities and equity		2,118,861,366.14	38,702,890.87	2,157,564,257.01	2,367,774,600.09	69,675,711.97	2,437,450,312.06



उपकार लघुवित्त वित्तीय संस्था लि. संगठनिक संरचना



परिकल्पना (Vision) :

“वित्तीय समावेशी आत्मनिर्भर संस्था”

ध्येय (Mission) :

सामाजिक तथा आर्थिक रूपमा पछाडी पारिएका परिवारलाई उद्यमशिलताको माध्यमबाट स्वरोजगार बनाई आर्थिक, सामाजिक, समावेशी समाजको स्थापना गर्न सक्ने शसक्त संस्था निर्माण गर्ने ।

उद्देश्यहरू (Goal) :

- ग्राहक सदस्यहरूको हकहितको संरक्षण र सम्बर्द्धन गर्दै स्वस्थ प्रतिस्पर्धाबाट सर्वसाधारणलाई गुणस्तरीय तथा भरपर्दो वित्तीय मध्यस्थता सेवा उपलब्ध गराउने,
- कृषि, उद्योग, सेवा, व्यापार तथा अन्य व्यवसायिक रूपले सम्भाव्य देखिएका उत्पादनशील व्यवसायको स्थापना, विकास, विस्तार र क्षमता एवम् उत्पादकत्व बृद्धिका लागि आवश्यक वित्तीय साधन आन्तरिक तथा बाह्य स्रोत बाट जुटाई देशको औद्योगिक, व्यापारिक एवं कृषि क्षेत्रको विकासमा गतिशिलता ल्याउन सहयोग पुर्याउने,
- उपलब्ध शीप, श्रम तथा पूँजीलाई उचित रूपमा परिचालन गरी ग्रामीण तथा शहरी क्षेत्रमा उत्पादन एवम् रोजगारी मूलक व्यवसायको स्थापना, सञ्चालन, विकास, विस्तार एवम् प्रबर्द्धन गर्ने र सो कार्यको लागि आवश्यक वित्तीय साधन, प्राविधिक तथा व्यवस्थापकीय परामर्श सेवा, तालिम तथा प्रविधि उपलब्ध गराई गरीबी निवारणका लागि सक्रिय रूपमा संलग्न भई सहयोग पुर्याउने,
- वित्तीय सेवामा जोखिम कमगर्दै वित्तीय क्षेत्रको उदारीकरणमा मद्दत पुर्याई देशको अर्थतन्त्रलाई सबल तथा सुदृढ बनाउन सहयोग पुर्याउने,
- देशको समग्र वित्तीय प्रणाली प्रति सर्वसाधारणको विश्वसनियता अभिवृद्धि गर्न सहयोग पुर्याउने ।



केन्द्र बैठकका भलकहरु, सदस्यहरुको ब्यवसाय तथा तालिम गोष्ठीहरु



रोल्पा जिल्लामा गरिब विद्यार्थीहरुलाई भोला वितरण २०८२



कर्मचारी तालिम



कर्मचारीलाई सम्मान



तनाब व्यवस्थापन सम्बन्धी तालिम, कोहलपुर

कर्मचारी तालिम



कर्मचारी तालिम



तरकारी खेती तालिम अर्घाखाँची



बीमा रकम वितरण रोल्पा

तालिम तथा गोष्ठी



वित्तीय साक्षरता तालिम २०८२ कारकाँदो शाखा





नेपाल राष्ट्र बैंक
लघुवित्त संस्था सुपरिवेक्षण विभाग



केन्द्रीय कार्यालय
बालुवाटार, काठमाडौं
फोन नं.: ४४१२८२३
फ्याक्स नं.: ४४१२२२४
Web site: www.nrb.org.np
Email: mfd@nrb.org.np
पोष्ट बक्स नं.: ७३

पत्र संख्या: ल.वि.स.सु.वि./गैर-स्थलगत/उपकार/०८२/८२
च.नं.: २५१

मिति: २०८३/०१/१४

श्री उपकार लघुवित्त वित्तीय संस्था लिमिटेड,
कोहलपुर-११, बाँके ।

विषय: आर्थिक वर्ष २०८१/८२ को वार्षिक वित्तीय विवरणहरू प्रकाशन गर्ने सम्बन्धमा ।

महाशय,

त्यस संस्थाले पेश गरेको आर्थिक वर्ष २०८१/८२ को लेखापरीक्षण भएको वासलात, नाफा नोक्सान हिस्साव, सोसँग सम्बन्धित अनुसूचीहरू, लेखापरीक्षकको प्रारम्भिक तथा अन्तिम लेखापरीक्षण प्रतिवेदन र सो उपर व्यवस्थापनको प्रतिक्रिया, लङ्गफर्म अडिट रिपोर्ट लगायतका वित्तीय विवरणहरूको आधारमा गैर-स्थलगत सुपरिवेक्षण गर्दा देखिएका कैफियतहरूका सम्बन्धमा अन्य प्रचलित कानूनी व्यवस्था समेतको पालना गर्ने गरी देहाय बमोजिमका निर्देशनहरू शेरधनीहरूको जानकारीका लागि वार्षिक प्रतिवेदनको छुट्टै पानामा प्रकाशित तथा कार्यान्वयन गर्ने गरी संस्थाले प्रस्ताव गरे अनुसार वार्षिक साधारण सभा प्रयोजनको लागि आर्थिक वर्ष २०८१/८२ को वित्तीय विवरण प्रकाशन गर्न सहमति प्रदान गरिएको व्यहोरा निर्णयानुसार अनुरोध छ ।

- संस्थाको २०८२ असार मसान्तमा कुल जोखिम भारत सम्पत्तिको आधारमा कुल पुँजीकोषको अनुपात न्यून रहेकोले पुँजी योजना पेश गर्नुहुन ।
- यस बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकीकृत निर्देशन २०८२ को निर्देशन नं. २/०८२ को बुँदा नं.१(अ) बमोजिम कर्जाको वर्गिकरण गरी कर्जा नोक्सानी व्यवस्था कायम गर्ने व्यवस्थाको पूर्ण पालना गर्नुहुन ।
- यस बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकीकृत निर्देशन २०८२ को निर्देशन नं. ६/०८२ को बुँदा नं. ५ मा "संस्थाले आफ्ना कर्मचारीहरूको दक्षता अभिवृद्धिका लागि प्रत्येक वर्ष गत आर्थिक वर्षको कर्मचारीको कुल तलब भत्ता खर्चको न्यूनतम ३ प्रतिशत रकम तालिम तथा वृत्ति विकासमा खर्च गर्नु पर्नेछ" भन्ने व्यवस्थाको पूर्ण रुपमा पालना गर्नुहुन ।
- यस बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकीकृत निर्देशन, २०८२ को निर्देशन नं. ६/०८२ को बुँदा नं. ६(४) बमोजिमको जोखिम व्यवस्थापन समितिलाई निष्क्रिय कर्जा घटाउने तर्फ धप सक्रिय र प्रभावकारी बनाउनु हुन । साथै, संस्थामा निष्क्रिय कर्जा अनुपात ९.५१ प्रतिशत रहेको सन्दर्भमा निष्क्रिय कर्जा व्यवस्थापन गर्न ठोस कार्ययोजना पेश गर्नुहुन ।
- यस बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकीकृत निर्देशन, २०८२ को निर्देशन नं. ११/०८२ को बुँदा नं. ४ को व्यवस्था बमोजिम कर्जा प्रवाह गर्न, पुरानो कर्जा नवीकरण गर्न, पुनरसंरचना वा पुनरतालिकीकरण गर्नु अगावै ऋणी ग्राहकको बारेमा केन्द्रबाट अनिवार्य रुपमा कर्जा सूचना लिनु पर्नेछ भन्ने व्यवस्थाको पूर्ण पालना गर्नुहुन ।
- संस्थाबाट प्रवाह हुने कर्जाको पूर्ण विवरण कर्जा सूचना केन्द्रमा अद्यावधिक हुने व्यवस्था मिलाउनु हुन । साथै उक्त विवरण कर्जा सूचना केन्द्रसँग आवधिक रुपमा Reconcile गरी एकरूपता कायम गर्नुहुन ।
- संस्थाको आन्तरिक र बाह्य लेखापरीक्षक तथा यस बैंकको स्थलगत निरीक्षण तथा गैरस्थलगत सुपरिवेक्षणले औल्याएका थप अन्य कैफियतहरू समेत पुनः नदोहोरिने गरी सुधार गर्नुहुन ।

भवदीय,

(सुबाधमान श्रेष्ठ)
उप-निर्देशक

बोधार्थ :

- नेपाल राष्ट्र बैंक, बैंक तथा वित्तीय संस्था नियमन विभाग ।
- कार्यान्वयन इकाई, लघुवित्त संस्था सुपरिवेक्षण विभाग ।



उपकार लघुवित्त वित्तीय संस्था लि.

Upakar Laghubitta Bittiya Sanstha Ltd.

नेपाल राष्ट्र बैंकबाट 'घ' वर्गको इजाजत पत्र प्राप्त संस्था (लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

च.नं. [२५] २०८२/०८३

श्री नेपाल राष्ट्र बैंक

लघुवित्त संस्था सुपरिवेक्षण विभाग,

बालुवाटार, काठमाण्डौ।

केन्द्रीय कार्यालय कोहलपुर



मिति २०८३/०१/१६

बिषय: आर्थिक वर्ष २०८१/०८२ को वार्षिक वित्तीय विवरणहरू प्रकाशन गर्ने निर्देशनहरूको प्रतिउत्तर सम्बन्धमा।

महोदय,

नेपाल राष्ट्र बैंक बाट यस उपकार लघुवित्त वित्तीय संस्था लिमिटेडको आर्थिक वर्ष २०८१/०८२ को वार्षिक वित्तीय विवरण प्रकाशन गर्न मिति २०८३/०१/१४ गते प्राप्त पत्र अनुसार गैर स्थलगत सुपरिवेक्षणका क्रममा देखिएका कौफियतहरूको प्रतिउत्तर तपशिल अनुसार प्रतिबद्धता सहित पेश गरिएको ब्यहोरा बिनम्र अनुरोध गर्दछौं।

(क) संस्थाको २०८२ आषाढ मसान्तमा कुल जोखि भारती सम्पत्तिको आधारमा कुल पुँजीकोषको अनुपात न्युन रहेकोमा निर्देशन अनुसार पुँजी योजना पेश गरि कार्य गरिने ब्यहोरा अनुरोध गर्दछौं।

(ख) नेपाल राष्ट्र बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकिकृत निर्देशन २०८२ को निर्देशन न. २।०८२ को बुँदा न. १(अ) बमोजिमको कर्जा बर्गिकरण गरि कर्जा नोक्सानी ब्यवस्था कायम गरिसकिएको ब्यहोरा बिनम्र अनुरोध गर्दछौं।

(ग) नेपाल राष्ट्र बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकिकृत निर्देशन २०८२ को निर्देशन न. ६।०८२ को बुँदा न. ५ मा " संस्थाले आफ्ना कर्मचारीहरूको दक्षता अभिवृद्धिका लागि प्रत्येक वर्ष गत आर्थिक वर्षको कर्मचारीको कुल तलब भत्ता खर्चको न्युनतम ३ प्रतिशत रकम तालिम तथा बृद्धि बिकासमा खर्च गर्नु पर्नेछ भन्ने ब्यवस्थाको पुर्ण पालना गर्नेछौं।

(घ) नेपाल राष्ट्र बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकिकृत निर्देशन २०८२ को निर्देशन नं. ६।०८२ को बुँदा न. ६(४) बमोजिम जोखिम ब्यवस्थापन समितिलाई निष्कृत कर्जा घटाउने तर्फ थप सक्रिय र प्रभावकारी बनाउनेछौं। निष्कृत कर्जा ब्यवस्थापनको लागि ठोस योजना बनाई कार्य गर्ने ब्यहोरा अनुरोध गर्दछौं।

(ङ) नेपाल राष्ट्र बैंकबाट "घ" वर्गको इजाजतपत्रप्राप्त लघुवित्त वित्तीय संस्थाहरूलाई जारी गरिएको एकिकृत निर्देशन २०८२ को निर्देशन नं. १।१।०८२ को बुँदा न. ४ को ब्यवस्था बमोजिम कर्जा प्रवाह गर्नेछौं। पुरानो कर्जा नविकरण गर्न पुरनसंरचना वा पुनरतालिकीकरण गर्नु अगाबै ग्राहकको बारेमा कर्जा सुचना केन्द्रबाट सुचना लिने ब्यवस्थाको पुर्ण पालना गर्नेछौं।

उपकार लघुवित्त वित्तीय संस्था लिमिटेड, कोहलपुर-११, बाँके फोन नं. ०८१-५४०७४४, ०८१-५४२०५३

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नेपाल राष्ट्र बैंकबाट 'घ' वर्गको इजाजतपत्र प्राप्त संस्था -



उपकार लघुवित्त वित्तीय संस्था लि.

Upakar Laghubitta Bittiya Sanstha Ltd.

नेपाल राष्ट्र बैंकबाट 'घ' वर्गको इजाजत पत्र प्राप्त संस्था (लुम्बिनी प्रदेश कार्यक्षेत्र भएको)

- (च) संस्थाबाट प्रवाह हुने कर्जाको पुर्ण विवरण कर्जा सुचना केन्द्रमा अध्यावधिक गर्ने व्यवस्था मिलाईसकिएको छ । साथै Reconcile गरि एकरूपता कायम गर्ने ब्यहोरा अनुरोध गर्दछौं ।
- (छ) संस्थाको आन्तरिक र बाह्य लेखापरिक्षक तथा नेपाल राष्ट्र बैंकको स्थलगत निरिक्षण तथा गैर स्थलगत सुपरिवेक्षणले औल्याएका कौफियतहरु नदोहोरीने गरि सुधार गर्ने ब्यहोरा बिनम्र अनुरोध गर्दछौं ।

बोद्यार्थ,

१. नेपाल राष्ट्र बैंक, बैंक तथा वित्तीय संस्था नियमन बिभाग ।
२. कार्यान्वयन इकाई, लघुवित्त संस्था सुपरिवेक्षण बिभाग ।

भवदिय,

शारदा कुमारी खत्री
प्रमुख कार्यकारी अधिकृत



उपकार लघुवित्त वित्तीय संस्था लिमिटेड, कोहलपुर-११, बाँके फोन नं. ०८१-५४०७४४, ०८१-५४२०५३

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नेपाल राष्ट्र बैकबाट "घ" वर्गको इजाजतपत्र प्राप्त संस्था -
(लुम्बिनी प्रदेश कार्यक्षेत्र भएको)



अपकार लघुवित्त वित्तीय संस्था लिमिटेड

व्यवस्थापन समूह





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कोहलपुर-११, बाँके

फोन : +९७७-०८१-५४०७४४, ५४२०५३

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