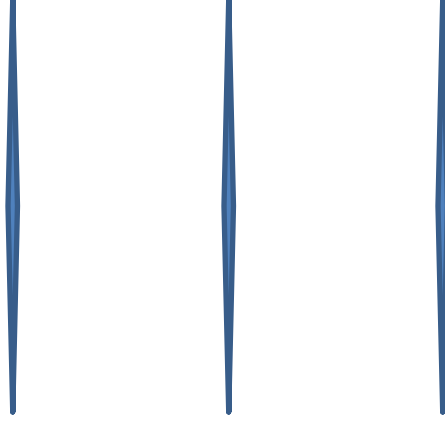


आ.व. २०७६/७७ को

संक्षिप्त वार्षिक आर्थिक विवरण



समृद्धि फाइनेन्स कम्पनि लिमिटेड

रजिष्टर्ड (केन्द्रीय) कार्यालय

राप्ति रोड हेटौडा १, मकवानपुर

फोन नं: ०५७-५२२५१००

Statement of Financial Position

As on 31st Ashadh, 2077

Particulars	Note	As at 31.03.2077	As at 31.03.2076
Assets			
Cash and cash equivalent	4.1	189,522,882	130,326,271
Due from Nepal Rastra Bank	4.2	14,568,555	81,525
Placement with Bank and Financial Institutions	4.3	-	-
Derivative financial instruments	4.4	-	-
Other trading assets	4.5	-	-
Loan and advances to B/FIs	4.6	-	-
Loans and advances to customers	4.7	18,690,474	602,767
Investment securities	4.8	44,068,982	994,500
Current tax assets	4.9	2,132,289	2,131,845
Investment in subsidiaries	4.10	-	-
Investment in associates	4.11	-	-
Investment property	4.12	58,788,927	58,788,927
Property and equipment	4.13	27,867,330	13,231,448
Goodwill and Intangible assets	4.14	1,643,553	-
Deferred tax assets	4.15	4,570,463	3,606,791
Other assets	4.16	4,932,788	1,833,672
Total Assets		366,786,242	211,597,745
Liabilities			
Due to Bank and Financial Institutions	4.17	-	-
Due to Nepal Rastra Bank	4.18	-	-
Derivative financial instruments	4.19	-	-
Deposits from customers	4.20	205,681,675	75,274,420
Borrowing	4.21	-	-
Current Tax Liabilities	4.9	-	-
Provisions	4.22	-	-
Deferred tax liabilities	4.15	-	-
Other liabilities	4.23	27,334,616	37,228,750
Debt securities issued	4.24	-	-
Subordinated Liabilities	4.25	-	-
Total liabilities		233,016,291	112,503,171
Equity			
Share capital	4.26	181,980,301	181,980,300
Share premium		1,359,830	1,359,830
Retained earnings		(289,151,936)	(314,048,889)
Reserves	4.27	239,581,756	229,803,333
Total equity attributable to equity holders		133,769,951	99,094,573
Non-controlling interest			

Total equity		133,769,951	99,094,574
Total liabilities and equity		366,786,242	211,597,745
Contingent liabilities and commitment	4.28		
Net assets value per share		72.52	54.08

Statement of Profit and Loss
For the year ended on 31 Ashadh 2077

Particulars	Note	Current Year	Previous Year
Interest income	4.29	39,740,682	9,506,801
Interest expense	4.30	8,786,103	2,353,490
Net interest income		30,954,579	7,153,311
Fee and commission income	4.31	195,988	2,600
Fee and commission expense	4.32	-	-
Net fee and commission income		195,988	2,600
Net interest, fee and commission income		31,150,566	7,155,911
Net trading income	4.33	-	-
Other operating income	4.34	6,426	21,600
Total operating income		31,156,992	7,177,511
Impairment charge/(reversal) for loans and other losses	4.35	(56,521,299)	(39,719,337)
Net operating income		87,678,291	46,896,848
<u>Operating expense</u>			
Personnel expenses	4.36	25,723,247	5,440,811
Other operating expenses	4.37	14,321,398	8,783,121
Depreciation & Amortization	4.38	1,671,799	572,352
Operating Profit		45,961,847	32,100,565
Non-operating income	4.39	428,142	-
Non-operating expense	4.40	15,392,348	28,609,468
Profit before income tax		30,997,642	3,491,096
Income tax expense	4.41		
Current Tax		-	-
Deferred Tax		(1,886,016)	(2,003,520)
Profit for the period		32,883,658	5,494,616

Profit attributable to:			
Equity holders of the Finance		32,883,658	5,494,616
Non-controlling interest			
Profit for the period		32,883,658	5,494,616

Earnings per share			
Basic earnings per share		18.07	3.02
Diluted earnings per share		18.07	3.02

Statement of Comprehensive Income

For the year ended on 31 Ashadh 2077

Particulars	Note	Current Year	Previous Year
Profit for the year		32,883,658	5,494,616
Other comprehensive income, net of income tax			
a) Items that will not be reclassified to profit or loss			
Gain/(loss) from investments in equity instruments measured at fair value		3,074,482	339,000
Gain/(loss) on revaluation			
Actuarial gains/(losses) on defined benefit plans			
Income tax relating to above items		(922,345)	(101,700)
Net other comprehensive income that will not be reclassified to profit or loss		2,152,138	237,300
b) Items that are or may be reclassified to profit or loss			
Gains/(losses) on cash flow hedge			
Exchange gain/(losses) arising from translating financial assets of foreign operation			
Income tax relating to above items			
Net other comprehensive income that are or may be reclassified to profit or loss		-	-
c) Share of other comprehensive income of associate accounted as per equity method			
Other comprehensive income for the period, net of income tax		2,152,138	237,300
Total comprehensive income for the period		35,035,796	5,731,916

Total comprehensive income attributable to:			
Equity holders of the Bank		35,035,796	5,731,916
Non-controlling interest			
Total comprehensive income for the period		35,035,796	5,731,916

Statement of Cash Flows

For the year ended on 31 Ashadh 2077

Particulars	Current Year	Previous Year
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	39,740,682	9,506,801
Fees and other income received	195,988	-
Divided received	-	-
Receipts from other operating activities	6425.98	2,600
Interest paid	(8,786,103)	(2,353,490)
Commission and fees paid	-	-
Cash payment to employees	(25,723,247)	(4,808,678)
Other expense paid	(14,321,398)	(8,056,608)
Operating cash flows before changes in operating assets and liabilities	(8,887,653)	(5,709,375)
<u>(Increase)/Decrease in operating assets</u>		
Due from Nepal Rastra Bank	(14,487,030)	-
Placement with bank and financial institutions	-	-
Other trading assets	-	-
Loan and advances to bank and financial institutions	-	-
Loans and advances to customers	22,929,940	10,493,077
Non Banking Assets	-	-
Other assets	(3,099,115)	1,999,147
<u>Increase/(Decrease) in operating liabilities</u>		
Due to bank and financial institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposit from customers	130,407,255	422,681
Borrowings	-	-
Other liabilities	(9,894,134)	6,257,113
Net cash flow from operating activities before tax paid	116,969,262	13,462,644
Income taxes paid		
Net cash flow from operating activities	116,969,262	13,462,644
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment securities	(40,000,000)	-
Receipts from sale of investment securities	-	-
Purchase of property and equipment	(18,043,892)	-
Receipt from the sale of property and equipment	350,000	-
Purchase of intangible assets	-	-
Receipt from the sale of intangible assets	-	-
Purchase of investment properties	-	-
Receipt from the sale of investment properties	-	-
Interest received	-	-

Dividend received	122,800	21,600
Net cash used in investing activities	(57,571,092)	21,600
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt from issue of debt securities	-	-
Repayment of debt securities	-	-
Receipt from issue of subordinated liabilities	-	-
Repayment of subordinated liabilities	-	-
Receipt from issue of shares	-	-
Dividends paid	-	-
Interest paid	-	-
Other receipt/payment	(201,559)	82,323,800
Net cash from financing activities	(201,559)	82,323,800
Net increase (decrease) in cash and cash equivalents	59,196,610	95,808,044
Cash and cash equivalent as at Shrawan 1	130,326,271	34,518,228
Effect of exchange rate fluctuations on cash and cash equivalents held	-	-
Cash and cash equivalent as at Ashadh end	189,522,882	130,326,271

क. आर्थिक वर्ष २०७६/७७ मा बैंकको कारोवारको सिंहावलोकन

आर्थिक वर्ष २०७६/७७ को प्रगति विवरण समग्रमा निम्न अनुसार रहेको छ :

विवरण	आ.व. २०७५/०७६	आ.व. २०७६/०७७	(कमि)/वृद्धि प्रतिशतमा
चुक्ता पुँजी	१८,१९,८०,३००	१८,१९,८०,३००	-
जगेडा कोषहरु	(८,२८,७८,७२६)	(४,८२,१०,३५०)	७१.९१
कुल सम्पती	२१,१६,०४,७४५	३६,६७,८६,२४२	७३.३४
कुल निक्षेप	७,५२,७४,४२०	२०,५६,८१,६७५	१७३.२४
कुल कर्जा सापट	१७,६३,८५,६१२	१३,८४,४४,८४७	(२१.५१)
कुल लगानी	९,९४,५००	४,४०,६८,९८२	४,३३१.२७
सञ्चालन मुनाफा	३,२१,००,५६४	४,५९,६१,८४८	४३.१८
सम्पूर्ण कारोवार समावेशपछिको खुद मुनाफा	५४,९४,६१६	३,२८,८३,६५८	४९८.४७
पुँजी पर्याप्तता (प्रतिशत)	११.९०	४३.७२	३१.८२
निष्कृत्य कर्जा / कुल कर्जा (प्रतिशत)	१००	८६.६४	(१३.३६)
प्रतिशेयर आमदानी (रु.)	३.०२	१८.०७	१५.०५

समीक्षा अवधिमा संस्थाको पुँजी पर्याप्तता अनुपात, निष्कृत्य कर्जा अनुपात, प्रतिशेयर आमदानी, मुनाफा/कुल आमदानी (प्रतिशत) अनुपात लगायतका मापदण्डहरूमा सकारात्मक रहेको छ।

निष्कृत्य कर्जा २०७७ अषाढ मसान्तमा १०० बाट ८६.६४ मा झरेको छ भने सोहि अनुपात २०७७ मङ्सिर मसान्तसम्म ४३.०३ मा झरेको छ। त्यसै गरि प्रतिशेयर आमदानी ३.०२ बाट १८.०७ पुगेको छ।

(ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोवारलाई कुनै असर परेको भए सोको असर :

आर्थिक वर्ष २०७६/७७ मा २.२८ प्रतिशत आर्थिक वृद्धि भएको अनुमान केन्द्रिय तथ्याङ्क विभागले गरेको छ भने आ.व २०७५/७६ मा आर्थिक वृद्धि ७.१ प्रतिशत रहेको अनुमान थियो। कोभिड संक्रमणको कारण अन्तर्राष्ट्रिय अर्थतन्त्र खस्के सगैँ नेपालमा चैत्र महिना देखि भएको बन्दाबन्दीको कारण नेपालको अर्थतन्त्रमा उतिकै असर परेको स्पष्ट छ।

बैंक तथा वित्तीय संस्थाको क्षेत्रमा यस वर्षमा बैंक तथा वित्तीय संस्थाहरूको निक्षेप १८.७ प्रतिशतले बढेको छ भने अघिल्लो वर्ष यस्तो निक्षेप १८ प्रतिशतले बढेका थियो। समीक्षा वर्षमा बैंक तथा वित्तीय संस्थाहरूबाट निजी क्षेत्रमा प्रवाहित कर्जा १२ प्रतिशतले बढेको छ भने अघिल्लो वर्ष यस्तो कर्जा १९.४ प्रतिशतले बढेको थियो। निजी क्षेत्रतर्फ प्रवाहित कर्जामध्ये वाणिज्य बैंकहरूको कर्जा प्रवाह १६ प्रतिशतले र वित्त कम्पनीहरूको ८ प्रतिशतले बढेको छ भने सोहि भने विकास बैंकहरूको कर्जा प्रवाह १६.२ प्रतिशतले घटेको छ। सोहि तथाडकमा निजी क्षेत्रतर्फ प्रवाहित कर्जा वाणिज्य बैंकहरूको १७.५ प्रतिशतले, विकास बैंकहरूको कर्जा प्रवाह ३५.७ प्रतिशतले र वित्त कम्पनीहरूको कर्जा प्रवाह १७.९ प्रतिशतले बढेको थियो। वित्त कम्पनीहरूको हकमा कर्जा प्रवाह १७.९ बाट ८ प्रतिशतमा झरेको देखिन्छ।

पुँजि बजारको हकमा २०७६ असार मसान्तमा १२५९ विन्दु रहेको नेप्से सूचकाङ्क २०७७ असारमा १३६२.४ विन्दु पुगेको छ। २०७७ आसार मसान्तमा धितोपत्र बजार पुँजीकरण रु.१,७९२ अर्ब ७६ करोड पुगेको छ भने २०७६ असार मसान्तमा बजार पुँजीकरण रु. १,५६७ अर्ब ५० करोड रहेको थियो। यसरी बजार पुँजीकरण बढ्नुको कारण कोरोना महामारीले अर्थतन्त्रमा पारेको असरले अरु क्षेत्रमा लगानी गर्न लगानीकर्ता हचकिएको र साथै सोहि कारणले लगानि घट्दा बढेको तरलताले बैंक तथा वित्तीय संस्थाले दिने व्याजदर घटाएको देखिन्छ। यसले पुँजीबजार प्रतिको आकर्षण बढाएको हो।

यसरी कोरोनाको कारणले ठप्प भएका विभिन्न व्यवसायिक क्षेत्रहरूको कारण कर्जालगानी घट्दो हुने अनुमान सजिलै गर्न सकिन्छ।

मौद्रिक नीतिले कर्जा र निक्षेपको ब्याजदर बीचको अन्तर आर्थिक वर्ष २०७७/७८ को अन्त्य सम्ममा ५ प्रतिशत कायम गर्नुपर्ने व्यवस्था गरेको सन्दर्भमा उक्त समयावधि पश्चात् वित्त कम्पनीहरूको आम्दानीमा ठूलो असर पर्न जाने देखिन्छ ।

(स्रोत: नेपाल राष्ट्र बैंक)



SUJAN KAFLE LR ASSOCIATES
CHARTERED ACCOUNTANTS

Post Box: 20357, House No. 173/44
Bhimsenmarg, Bishalnagar, Kathmandu, Nepal
Tel: 01-4440283, 4442603, Fax: 4422686
Email: support@skaca.com.np

Independent Auditor's Report

To the Shareholders of Samriddhi Finance Company Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the General Purpose financial statements of the M/S Samriddhi Finance Company Limited (the "Finance"), which comprise the statement of financial position as at Ashadh 31, 2077 (July 15, 2020), and the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements presents fairly, in all material respects, the financial position of the company as at 31 Ashad, 2077 (15 July 2020), and of its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards.

Basis for opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. Except for the matter described in the Basis for Opinion section, we have determined that there are no key audit matters to communicate in our report.

Emphasis of Matter

We draw attention to Note 3.15 of the financial statements, which describes the effects and background of not getting actuary valuation done of employee benefits as required by NFRS. Our opinion is not modified in respect of this matter.



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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Financial Reporting Standards 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.

Audit committee as those charged with Governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained 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 purposes 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 the management,
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to 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' 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

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

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

Report on the requirements of Bank and Financial Institutions Act, 2073 and Companies Act, 2063

As per Section 66(3) of Bank and Financial Institutions Act, 2073 we declare that-

- replies to the queries as per the demand were provided,
- the balance sheet, off-balance sheet transactions, profit and loss account, cash flow statement and other financial statements, as well, have been prepared in such format and in accordance with such procedures as prescribed by the Rastra Bank, and whether or not they actually matched with the accounts, records, books and ledgers maintained by the bank and financial institution,
- the accounts, records, books and ledgers have been maintained accurately in accordance with prevailing laws,
- any official of the bank or financial institution has not committed any act contrary to the prevailing laws or committed any irregularity or caused any loss or damage to the bank or financial institution,
- credits have been written off as per the Credit Write-off Byelaws or directives of the Rastra Bank,
- the transactions of the financial institution have been carried on in a satisfactory manner as prescribed by the Rastra Bank,
- matters to be informed to the shareholders have been adequately provided in notes to accounts and other disclosure,



We did not come across cases of accounting related fraud and the cases where the board of directors or any director or any office bearer of the Finance has acted contrary to the provisions of law or caused loss or damage to the Finance or committed any misappropriation of the funds of Finance and materially complied with the provisions of the Companies Act 2063 as well.



Suljan Kafle
Managing Partner

Place: Kathmandu, Nepal

Date: Kartik 24, 2077

प्रतिनिधि (प्रोक्सी) नियुक्त गर्ने निवेदन फाराम

श्री सञ्चालक समिति,
समृद्धि फाइनेन्स कम्पनी लिमिटेड
हेटौंडा, मकवानपुर ।

विषय : प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

..... प्रदेश..... अञ्चल..... जिल्ला..... महा/उप-महानगर/नगरपालिका/गाउँपालिका वडा नं.
बस्ने म/हामी.....ले त्यस संस्थाको शेयरवालाको हैसियतले २०७७/०९/२७ गतेका दिन हुने उन्नाईसौं
वार्षिक साधारण-सभामा स्वयम् उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा
मतदान गर्नका लागि..... प्रदेश..... अञ्चल..... जिल्ला..... महा/उप-
महानगर/नगरपालिका/गाउँपालिका वडा नं. बस्ने त्यस संस्थाका शेयरधनी सदस्य श्री
..... शेयरधनी नं./ हितग्राही खाता नं. लाई मेरो/हाम्रो
प्रतिनिधि मनोनित गरी पठाएको छु/छौं ।

निवेदक,

दस्तखत

नाम:.....

ठेगाना:.....

शेयरधनी नं./हितग्राही खाता नं. शेयर कित्ता

मिति: २०७७/०९/२७

द्रष्टव्य: यो निवेदन साधारण-सभा हुनुभन्दा ४८ घण्टा अगावै यस संस्थाको प्रधान कार्यालय हेटौंडा वा शाखा कार्यालय पुतलीसडक,
काठमाडौंमा पेश गरिसक्नु पर्नेछ । एकभन्दा बढी व्यक्तिलाई प्रतिनिधि मुक्कर गरेमा संस्थाको कार्यालयमा पहिलो दर्ता भएको
प्रतिनिधिलाई मात्र मान्यता दिइने छ ।