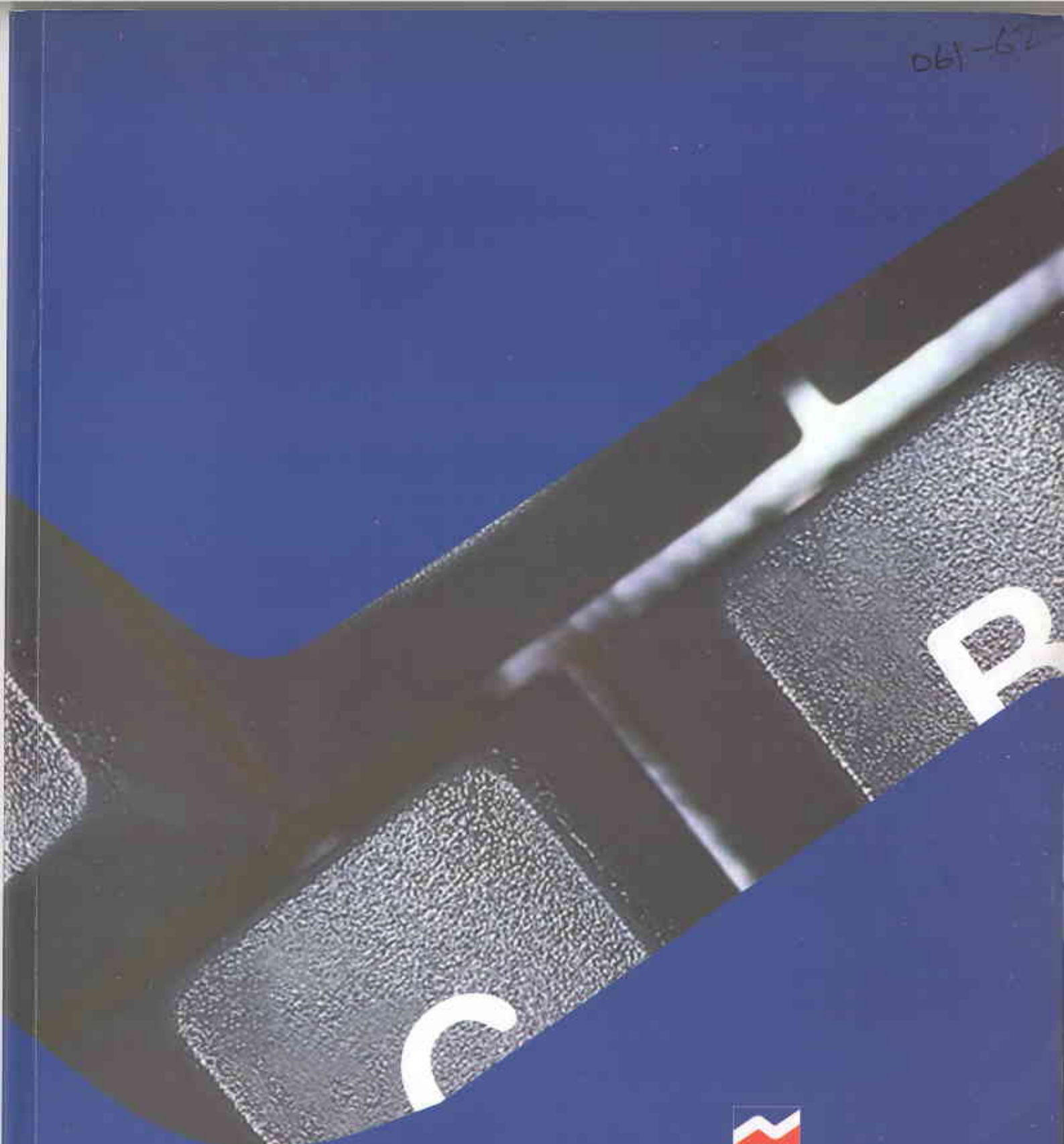


DBI-62



NIC Bank

ANNUAL REPORT

2004/05

Signature

Board of Directors

Jagdish Prasad Agrawal
Chairman
(Promoter Group)

Tulsi Ram Agrawal
Director
(Promoter Group)

Ashok Kumar Agrawal
Director
(Promoter Group)

Nirmal Kumar Agrawal
Director
(Promoter Group)

Rajendra Aryal
Director
(Representative - Public Shareholders)

Birendra Kumar Sanghai
Director
(Representative - Public Shareholders)

Audit Committee

Tulsi Ram Agrawal
Coordinator

Ashok Kumar Agrawal
Member

Rajendra Aryal
Member

Purna Man Nait
Member Secretary

Board Credit & Management Committee

Tulsi Ram Agrawal
Chairman

Ashok Kumar Agrawal
Member

Birendra Kumar Sanghai
Member

Sashin Joshi
Member

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ABOUT US

Nepal Industrial & Commercial Bank Limited (NIC Bank) was established on 21 July 1958 as the first commercial bank in the country under a special act of 1957 and later, the bank has been providing financial services to various sectors of the country with a compounded annual growth rate of 14.6% in Net Profit in the last 3 years. The bank is today has a network of 81 units in the capital and country with a staff of 3,000 employees. The bank offers a complete range of services for banking partners and clients including, business and personal financial services, foreign remittance, corporate banking and insurance. Being NIC Bank is one of the most well established banking partners with Nepal and also with 33,000 clients. The capital of the bank is fully paid up by the State Savings and Investment Corporation of Nepal (SIC) in December 2005.

The Board supported by the management team comprising of young enthusiastic professionals, has successfully embarked on a multi pronged strategy of consolidation, administrative streamlining, human resource up-skilling, strategic cost management, focused non-performing assets management, balance sheet and treasury management, and controlled asset growth in tandem with strengthening the credit culture and strategic marketing and sales.

Within 3 years of commencing operations, MLC Bank has grown to 10 branches located throughout the country with 4 more being planned in the near future. The Bank, which has been a profitable institution from its inception, has managed to secure growth in its overall business and profitability during its initial years.

The Board, supported by the management team comprising of young professionals, and has successfully embarked on a multi-pronged strategy of consolidation, administrative streamlining, human resource up-skilling, strategic cost management, focused non-performing assets management, balance sheet and treasury management, and controlled asset growth in tandem with strengthening the credit culture and strategic marketing and sales. The Board is pleased to follow up with strategic initiatives and continued well-motivated in recognition by Nepal Bank, the central bank of Nepal, that it has emerged as a strong regional private sector commercial bank in the country based on the internationally recognised CARAT rating in August 2005.

MLC is committed to providing superior banking services and financial solutions to customers through efficient and cost-effective service delivery, offering innovative products and financial services, and ensuring that its services are not undermined by predation from government intervention, regardless of the prevailing conditions and the policy support towards strengthening the sector, range and quality of services. At the same time, it is committed to uphold MLC's high standards of service, best-practice and are committed towards on-line modern banking services.

The bank is currently considering adopting capital adequacy measures as the Bank is accorded a 100 percent compliance to the Prudential Banking Industry Act before it becomes a regulatory requirement.

The Bank continues to conduct by offering new and value added financial services to its customers with an emphasis on quality and value to clients. Accordingly, the Bank has been in the forefront in launching innovative & customer-oriented value-added customer friendly business and financial services.

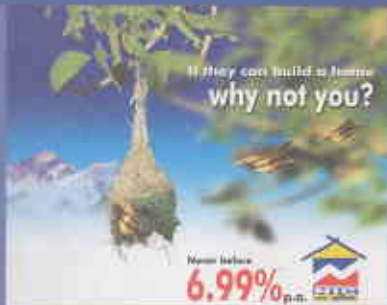
PRODUCT PORTFOLIO

Corporate/Business Banking

Corporate Banking comprises Transaction Banking, Trade, Foreign Exchange and Corporate Financing Solutions including Project & Infrastructure Finance, Working Capital & Term Loans, Structured Finance, Bills Purchase, Cash Management Services, International Trade, Treasury and Advisory Services.

Consumer Banking

Consumer Banking services include Current, Savings, Call and Fixed Deposit Accounts, Home Loans, Auto Loans, Personal Loans, Education Loans, Travel Loan, Debit Cards, ATMs, Safe Deposit Lockers, SMS Banking and Bill Payment services.



NIC Ghar Subidha

During the year, the Bank launched a unique retail product, "NIC Ghar Subidha", a personal property-finance suite of products with unique features never before introduced in the Nepalese market. It aimed at helping make it possible for every middle-class Nepali family's dream of living in one's own house come true. With the low pricing and other features bundled in the product, a middle class family will not have to wait until retirement to fulfill their dream.



NIC Life Savings Account

This is the first and only deposit product in the banking industry in the country bundled with life insurance cover, which was launched last year. The product has been a runaway success with total deposits under the product crossing the Rs 1600 million mark.



NIC Sikshya Kosh

This deposit product was launched with an aim of inculcating the habit of putting aside small amounts of money every now and then to ensure one's children's future university education, which can be very expensive and difficult to meet if one does not plan ahead. Furthermore, in normal accounts there is either no or very little return on the money saved and it does not "GROW" over time. NIC Sikshya Kosh is the perfect savings solution for such parents as once parents open the account they know that it is a future fund for a dedicated purpose and the temptation to withdraw for other purposes would be low and there is complete flexibility to deposit any amount, any time and at any NIC Bank branch.



The Bank also launched NIC Cash Card in association with Smart Choice Technologies (SCT) to access accounts through networked ATMs and PoS terminals. NIC Cash Card allows its holder to withdraw cash, enquire balances and make payments

through a wide network of ATMs and PoS terminals

The Bank recently launched SMS banking services which allow NIC customers to access their account through mobile phones.



NIC Car Card
Car financing made easy



NIC Auto Loan
Power to drive



NIC Personal Loan
Get the power to finance your dreams



NIC Education Loan
Get a future



NIC Travel Loan
Enjoy now-pay later

BOARD OF

The Bank continues to review closely progress in the implementation of its programs. With a focus on delivery of loans to shareholders' benefit, including a appropriate mix of between micro and macro. The Bank is already put in place an integrated risk management framework, comprising of the management of credit risk, market risk and operational risk. The policies and procedures established for risk business are continuously benchmarked with international Best Practices.

— TULSI KATHI, Managing Director



We continue to work towards achieving our vision of becoming a leading Bank in the region. Our commitment to our shareholders is to provide them with a high quality financial service. The Corporate Governance Framework of the Bank is based on the principles of transparency, accountability and integrity. The Bank is committed to the highest standards of corporate governance and to the highest standards of financial reporting. The Bank is committed to the highest standards of financial reporting and to the highest standards of financial reporting. The Bank is committed to the highest standards of financial reporting and to the highest standards of financial reporting.

— JASDEEP SINGH, Managing Director



We are committed to providing our shareholders with a high quality financial service. The Bank is committed to the highest standards of financial reporting and to the highest standards of financial reporting. The Bank is committed to the highest standards of financial reporting and to the highest standards of financial reporting. The Bank is committed to the highest standards of financial reporting and to the highest standards of financial reporting.

— JASDEEP SINGH, Managing Director

DIRECTORS



Technology upgradation has been a key driver of the Bank's growth strategy and the Bank continues to leverage information technology as a strategic tool for its business operation to gain competitive advantage by offering customer convenience and improved service, productivity and efficiency.

NIRMAL KUMAR AGRAWAL, Director

We are committed to being a full compliance bank in terms of regulatory and statutory requirements. Accordingly, we have a "zero tolerance" policy on matters of compliance. The Internal Audit and Compliance department is responsible for assessment and management of compliance issues with close oversight by the Audit Committee. Every staff member and Board Director are fully aware of regulation and compliance issues and are appreciative of the need to maintain the highest standards.

RAJENDRA ARYAL, Director



We view human capital as the single-most key resource for ensuring competitive advantage. As such, the development of human resources and ensuring continued staff motivation are an essential element of our strategy. We are committed to harnessing human talent to offer our customers enhanced banking experience on a consistent basis.

BIRENDRA KUMAR SANGHAL, Director

CHAIRMAN'S STATEMENT

Dear Shareholders,

On behalf of the Board of Directors, I take pleasure in
announcing a successful year of a dedicated growth and
improvement in our 10th Annual General Meeting of Nepal
Industrial Corporation Bank Ltd.

Despite the economic crisis in the world, Nepal has
achieved a significant growth in the country. The Board of Directors
has taken the necessary steps to ensure the
Bank's growth and development.

The Board of Directors has also taken the necessary
steps to ensure the Bank's growth and development.
The Board of Directors has also taken the necessary
steps to ensure the Bank's growth and development.

The Board of Directors has also taken the necessary

steps to ensure the Bank's growth and development.

CEO'S COMMENT

Dear Stakeholders

Respectfully ask me, I own NIK, thank k for giving opportunity, I really that we are doing responsibly and good since we are now.

that taking over in the U.S. financial system will be no simple thing, especially if you

doi:10.1371/journal.pone.0141672.g002

deductible 12% of the net book value of the car in any year — the first deduction payment should be paid in 1 year.

The evaluation confirms the role of the young professionals working under the Social Security Fund, including the International Labour Office, in the reform of the pension system. The evaluation also confirms the role of the International Labour Office in the reform of the pension system. The evaluation also confirms the role of the International Labour Office in the reform of the pension system.

As you see, identified sources of credit are the core of growth and loan building in consumer business. The addition of an estimated 1.5% volume growth in the retail credit market with a balance of our home loans to the WHIC-Chart Substantially increases our average volume. From a growth momentum in the early loan years we strongly raised our position in the top 3 in the long term, giving our mortgage portfolio a credit line backed by a management skill set. Technology making our credit process innovation and processes strategies. We also achieved significant growth in our deposits, have continued to expand high cost, low risk, and increase total deposits by lower cost sources. Our ratio and more cost of long term deposits. With Savings Deposits accounting 32% of our deposits base and consumer and 34% loans accounting over 34% of assets, we have diversified our balance sheet significantly. The process of structural change and diversification has resulted in improvement in our financial performance. In the coming years we have selected many sources of our business, reflecting the growing range and scope of our operations in financial products and services for both commercial and consumer banking customers.

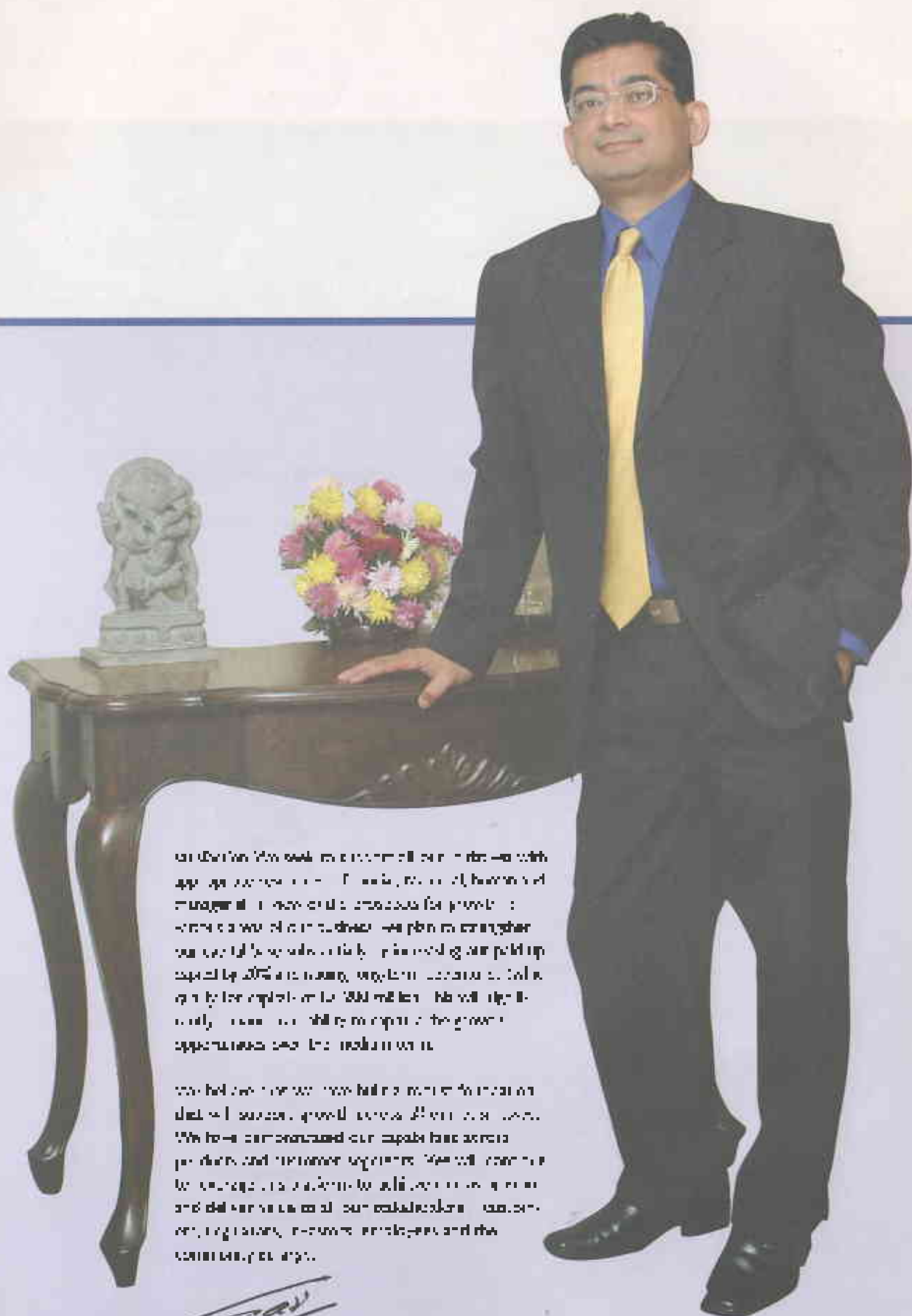
Our annual program to fund our capacity by keeping a light, but not overextended, workload in effect, which is reflected in a supply of alternatives to cost 10% with the Government, made totaling to \$1,000,000, has been:

inherent in implementing the planned power reductions in winter procedures. All multi-tenants are encouraged to take operating credit of an AEPD million, following an audit, determined by 10%. We are fully aware that in the year in efficiency we assume our savings may be smaller than we wish, even a smaller loss may be lost. As such, we are fully committed to achieving the right balance for your productivity and cost efficiency.

[illegible]

We are seeking to enhance our delivery of financial services to underserved segments in the world. We have created a different, more positive environment for business partners by engaging our clients in a risk management dialogue, offering responsible financing and banking services. Our focus now is on scaling up this approach and expanding our geographical coverage. We believe that regional social development presents an excellent opportunity.

4th, up and down track (i.e., automatic gear change), will enable for a single iteration of speeding/braking/steering, maintaining a given control on speed and changing down RPMs. Finally, Our objective is to focus our return on adaptive and further improve the autonomous mode, based on the above analysis. Our key focus is on how to make a more



contribution. The bank is a critical pillar in the way with which we approach our business. It is a key element of business and managerial excellence and a process for providing a better way of doing business. We plan to strengthen our capital base substantially by increasing our paid up capital by 20% and raising long-term resources to fund growth by the equivalent of 100 million. This will significantly increase our ability to capture the growth opportunities over the medium term.

We believe that we have laid a strong foundation and that we will sustain growth across all our businesses. We have strengthened our capabilities across products and customer segments. We will continue to leverage our platform to deliver new services and deliver value to all our stakeholders – customers, regulators, investors, employees and the community at large.

RISHAB JOSHI
Chief Executive Officer

DIRECTOR'S REPORT

The Directors have considered reports with the Directors' Report as at 31 July 2003 and resolved to approve

Accounts for the period ended on that date. The report is a commentary after the period of the Directors

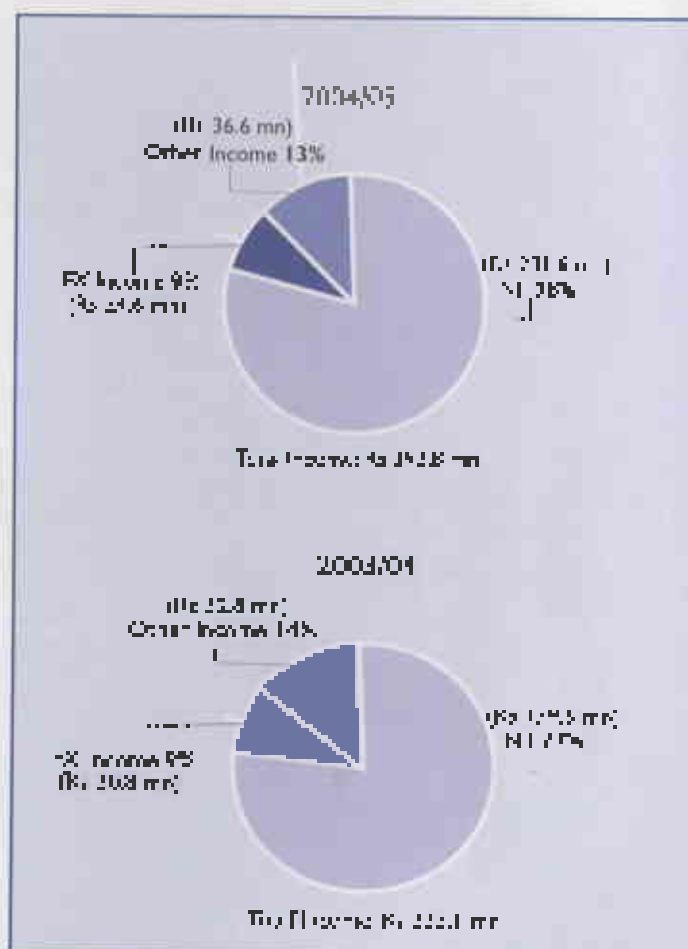
Company for the year 2002/03, the year ended 31 July 2003.

Review of Operations

Net Profit After Tax for the year ended 31 July 2003 was Rs 11.6 million (reversing a significant margin of 7% on the previous year). Operating Profit also grew by 74% to Rs 203.2 million. Due to the difficult circumstances prevailing in the country the Bank was not able to increase its lending and deposit base. However, the Bank was able to manage its liquidity and maintain its credit rating. The Bank's assets were Rs 1,000 million, which was a 10% increase over the previous year. The Bank's liabilities were Rs 1,000 million, which was a 10% increase over the previous year.

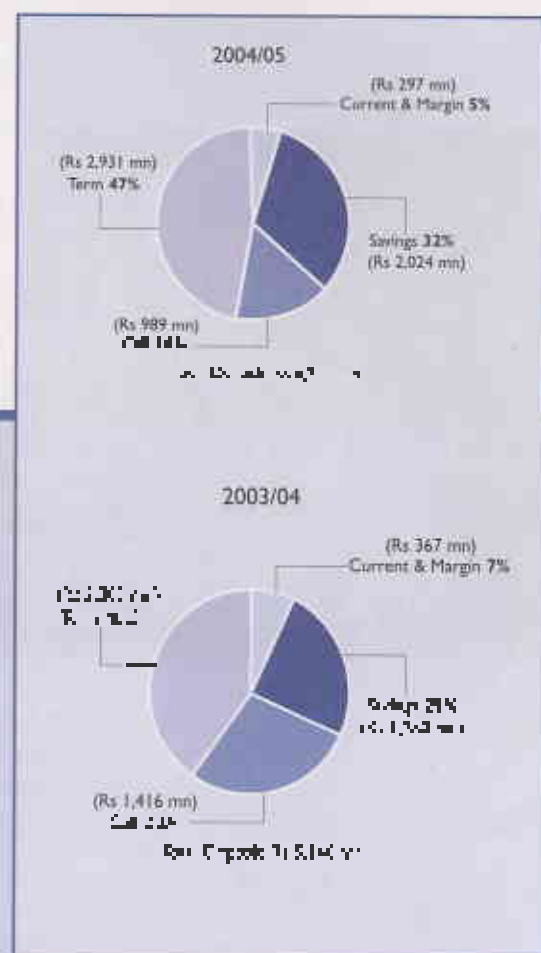
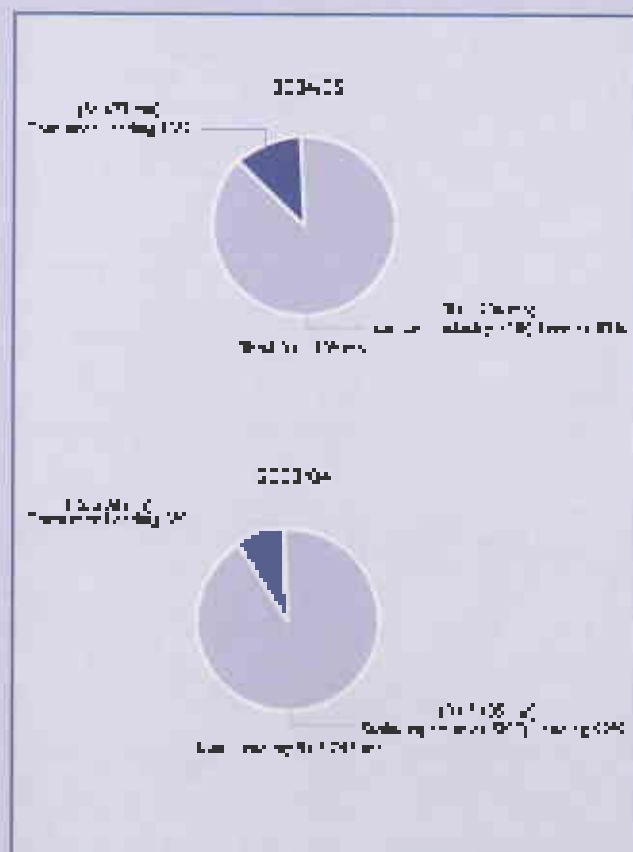
Income and Expenditure

Net Income (before tax) grew by 74% to Rs 203.2 million and net income grew by 74% to Rs 203.2 million. The Bank's income was compared to the previous year. Despite the high interest rates, the Bank was able to maintain its credit rating. The Bank's assets were Rs 1,000 million, which was a 10% increase over the previous year. The Bank's liabilities were Rs 1,000 million, which was a 10% increase over the previous year.



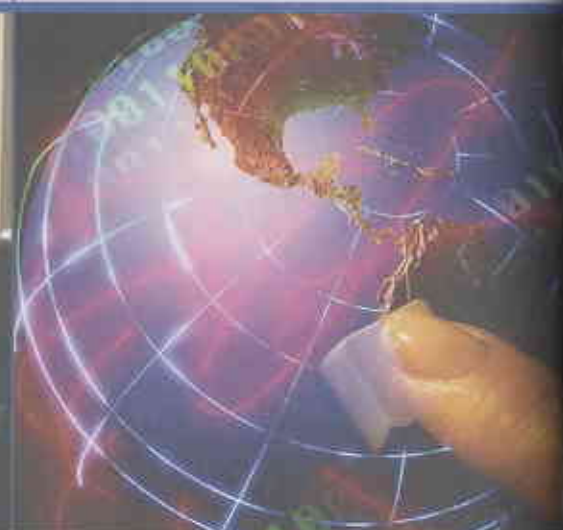
Deposits

Total deposits grew by 2.5% to Rs 2,941 million in the twelve months compared to the previous year. There was a significant change in the composition of the portfolio as savings deposits increased by 10% to Rs 989 million, term deposits by 25% to Rs 2,931 million and current deposits by 16% to Rs 297 million, resulting in a more diversified and stable deposit portfolio.



Risk Assets

Risk assets grew by 1% to Rs 1,909 million. The significant growth in the consumer lending portfolio is the most notable compared to the previous year. Further, the management's commitment of maintaining a strong growth strategy and ensuring a diversification of the portfolio to a 10% holding of 0% Gross Risk Assets reduced to 1.71% of total risk assets, with the total holding of 1.71%.



Capital and Reserves

The capital adequacy position is more than adequate with a Capital Adequacy Ratio of 19.12% as against the regulatory requirement of 11%. This indicates a sound financial position of the Bank to meet its capital requirements. The push up capital of the Bank as the end of the twelve month was Rs 300 million. In accordance with the regulatory requirement of increasing the paid-up capital to Rs 1 billion by the year 2005, an additional Rs 40 million has been transferred from the profit after tax to the Capital Reserve Fund in the last year.

Dividend and Bonus

Board of Directors has recommended payment of a cash dividend of 10% of the registered capital of Rs 15 crore for the current earnings and 1 bonus share for every 5 shares held. "Capital Adjustment Fund" is to be created under the Bank Act. The capital of the Bank will increase by Rs 100 million during the current year after issuance of the bonus shares.

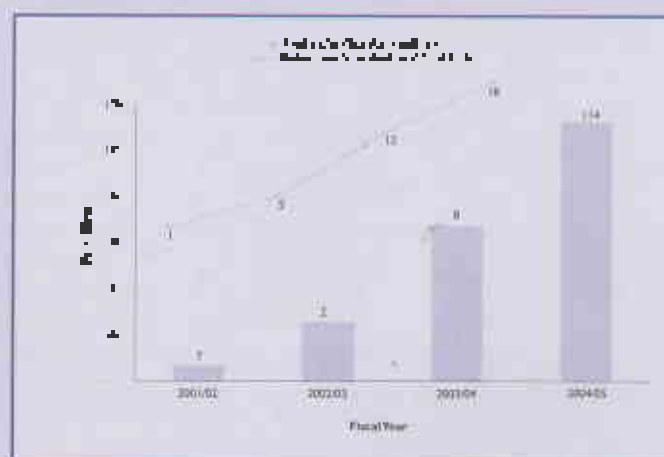
Treasury Management and International Trade

Treasury management involves money management, management of liquidity and execution of monetary risk, mobilisation of resources from financial institutions and optimisation of deposits and various payments and trading in foreign exchange and derivatives. The Bank has established a credit line with the RBI during the year which has led to higher volume and better margins.

Risk Management

Risk can be defined as the loss of the Bank and measures to focus on managing an effective and appropriate trade-off between risk and return. Our risk management strategy is based on a clear understanding of our risks and associated with the business conduct and

the delivery of our monitoring and controlling measures to manage these risks.





Future Prospects

Given the fact that the prevailing situation in the dry markets in our country and the significant increase in the cost of finance and human resources, significantly larger scale business is not expected to remain viable in the near future. In view of the economic situation abroad, the growth of the economy is expected to be slow. The Bank is confident that the Board of Directors continues to pursue strategy of selective expansion, growth by maintaining the quality of assets, according to the conditions of market and other factors, to deal with a higher level of business expansion with a view to further increasing and better procuring through management process, to offer credit, to expand our deposit portfolio and to increase equity deposits with a view to further increasing the equity ratio to the national assets and reducing financing cost. The Board management and enhancing the overall image of the Bank. As a response to the government's request of NCI Group, the Bank has been involved in the activities to clean the market, promote the financial system and to promote the financial system and NCI Life Savings account to high financial assets, one of the highest ownership in the market based on the financial system. The Bank and its deposit portfolio share more in the country and will continue to manage and maintain a number of local assets and deposits and have been planned to be introduced in the future.

Human Resources

The Bank resources, the quality of the employees and the need to develop them through a system of developing the standards of service. The Bank will have the manpower to continue to improve the quality of the service and to maintain the standards of service. The Bank will have the manpower to continue to improve the quality of the service and to maintain the standards of service. The Bank will have the manpower to continue to improve the quality of the service and to maintain the standards of service.

Corporate Governance

The Bank's Corporate Governance is based on the principle of transparency, accountability and integrity. The Bank's Corporate Governance is based on the principle of transparency, accountability and integrity. The Bank's Corporate Governance is based on the principle of transparency, accountability and integrity. The Bank's Corporate Governance is based on the principle of transparency, accountability and integrity. The Bank's Corporate Governance is based on the principle of transparency, accountability and integrity.



Composition of Board

The composition of the Board of Directors of the Bank is as per the Company Act and Bank and Financial Institutions Ordinance 2001.

13 members of the Bank have signed a declaration to ensure none of them is disqualified or subject to any disqualification imposed by the regulator. There are currently 13 directors, including the Chairman and 12 other non-independent directors. The Directors of the Bank are active in personnel and other financial fields. The Directors have accepted or binding their professional knowledge, experience and expertise to their respective areas of specialisation for the development of the Bank. The Directors are fully committed to the Corporate governance code adopted by the Bank and, among others, have embraced the principles of full disclosure and transparency, conflict of interest policy and

sound ethical practices relevant to the Bank's business and customer confidence. The involvement of external auditors and an independent Chartered Accountant, there were 12 meetings of the Board held during the year.

Board of Directors

There were some changes on the Board. Late Prof. M. Faruk Khan, Agniwal and Mahmud Kuran Agniwal joined the Board replacing Prof. Dr. Muzaffar Hussain, H. Boudier Company respectively. Among the Directors representing the general public, Shahabuddin, Mr. Sajjad A. Arif was re-elected on conclusion of his third term while H. Farooq Khatib ended his term as Board of Directors.



Mr. Brundage's manner tonight was unusually cordial, and he was very cooperative with Mr. Kenneth Jenkins, N.Y. Council Vice President of the New York City Radio & Sonnet Bank, who was called after the ceremony to the microphone to immediately share the words of

Board Credit and Management Committee

The main role of the Commission is to provide advice and assistance to the court in limited and, though, part, for overall management of the Board. The Commission is led by an Board member, appointed by the Chief Appeal and Disciplinary Council for the Board in Civil Justice Office. The Commission also assists the Board in any other administrative questions suggested by the Board for its management. The Commission comprises of three independent members in addition to the Chief Justice's Office. There were six meetings of the court was held during the year.

Disclosures

There were no significant differences between parties in the frequency of visits to the Mosque or the attendance at religious gatherings of the House of Prayer.



Audit Committee

As per regulatory requirements, the Bank has an Audit Committee comprising of two external directors of the Bank, Mr. Raju Rathi, Bank of India, and Mr. R. S. Khanna, and a member of the Bank's Executive, Mr. R. S. Khanna. The committee provides direction and oversees the Bank's financial reporting process and ensures correct and adequate financial information is disclosed in adequate material and time relevant, timely manner. Systems and processes for supervision of the various different areas of the Bank. The committee also reviews plans relating to the business and financial strategy of the bank, capital structure, advances and concessional facilities.

The Audit Committee also reviewed management's accounting policies, valuations, and disclosures, the accuracy of the financial statements, and the NAB audit reports. There were no Audit Committee meetings during the year.

Auditor

Mr. T. H. Updwy, Chairman, American Red Cross, said: "The young men and women who are eligible for registration."

The Shareholders of
Nepal Industrial and Commercial Bank Limited
INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying Balance Sheet of Nepal Industrial and Commercial Bank Limited of 15 July 2005 (7th re-
sulting of Aard 2063) the Profit and Loss Account and the Cash Flow Statement for the year then ended (Total
Income Statement) and are responsible for the management of the Bank. Our responsibility is to express an opinion on
these financial statements based on our audit.

We conducted our audit in accordance with Nepalese Standards on Auditing. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As per the requirements of the Companies Act, 2063 and Bank and Financial Institutions Ordinance, 2061, we also report that:

- We have obtained this written and duly attested return, as the directors have signed and been sworn necessary to the preparation of audit.
- In our opinion, proper books of account have been kept by the Bank and as appears from our examination of such books.
- In our opinion, the returns required from branches of the Bank are satisfactory for the purpose of the audit.
- In our opinion, the Balance Sheet, Profit and Loss Account and the Cash Flow Statement disclosed by the report have been prepared in the format prescribed by Nepal Bank Association and are in compliance with the books of accounts maintained by the Bank;

- In our opinion, no fraud is apparent from our examination of the books, the financial statements, accounts, control funds and other documents. For possible fraud were of our audit, we discussed with the directors of Nepal Industrial Bank.
- In our opinion, no fraud is apparent from our examination of the books, the accounts of the Bank have been conducted satisfactorily.
- In the light of our information and according to records maintained by the Bank and from our examination of the books of accounts of the Bank necessary for the purpose of our audit, we have not found any evidence where Branch of Bank is having employees or the Bank has been contributing to the provision of law or in violation of any applicable provision or contract law or violation of the bank and violating any directions of Nepal Industrial Bank or violating any other law prescribed the interest and security of the Bank, its depositors and investors.
- In our opinion, the financial statements presented by the Bank are in compliance with the financial position of the Bank as of 15 July 2005 (7th result of Aard 2063). The results of the period ended 15 July 2005 for the year then ended in accordance with Nepal Accounting Standards except accounting items which is associated for certain items and related in accordance of schedule 10 and financial statement and generally accepted accounting principles and comply with the provisions of the Companies Act 2063 and Bank and Financial Institutions Ordinance 2061.

Dated: 15 October 2005
Place: Kathmandu

T.P. Upadhyay
Senior Partner
For and on behalf of
T.P. Upadhyay & Co.
Chartered Accountants

STATE BANK OF INDIA BALANCE SHEET

BALANCE SHEET

As at 31 March 2000 (31 July 1999)

CAPITAL AND LIABILITIES				ASSETS			
PREVIOUS YEAR Rs.	PARTICULARS	SCHEDULE	THIS YEAR Rs.	PREVIOUS YEAR Rs.	PARTICULARS	SCHEDULE	THIS YEAR Rs.
499,959,500	1. Share Capital	1	500,000,000	29,042,118	1. Cash	7	1,000,000
120,438,224	2. Reserve Funds	2	184,190,958	249,570,619	2. Loans and Advances	8	1,000,000
89,324,574	3. Borrowings	3	496,371,046	129,662,838	3. Investments	9	89,880,961
5,146,483,050	4. Deposit Accounts	4	6,241,378,160	1,760,723,628	4. Other Assets	10	1,572,902,035
32,921,342	5. Bills Payable	5	28,329,320	3,561,138,780	5. Other Liabilities	11	4,711,712,301
70,247,525	6. Other Liabilities	6	103,795,434	43,285,524	6. Other Assets	12	59,495,866
				115,950,708	7. Other Liabilities	13	68,527,330
5,939,374,215	Total		7,508,067,918	5,939,374,215	Total		7,508,067,918

Statement of Assets and Liabilities	Schedule 1
Statement of Income and Expenditure	Schedule 2
Statement of Cash Flows	Schedule 3
Statement of Financial Position	Schedule 4
Cash Flow Statement	Schedule 5
Principal Accounting Policies	Schedule 6
Notes to Accounts	Schedule 7

For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

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For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

Net Income & Comprehensive Income Profit and Loss Account

FOR THE PERIOD FROM 1st JANUARY 2001 TO 31st DECEMBER 2002 (1st JAN 2001 to 31st Dec 2002)

EXPENSES				INCOME			
PREVIOUS YEAR RS.	PARTICULARS	SCHEDULE	THIS YEAR RS.	PREVIOUS YEAR RS.	PARTICULARS	SCHEDULE	THIS YEAR RS.
183,582,272	1. Interest Expenses	13	225,992,488	363,037,482	1. Interest Income	12	42,000,000
35,226,223	2. Employees Expenses	14	39,003,504	27,236,000	2. Commission & Discount	15	27,000,000
47,444,662	3. Office Overhead Expenses	16	51,629,103	20,832,347	3. Exchange Gain	18	4,000,000
-	4. Exchange Loss	17	-	40,432	4. Non - Operating Income	21	20,000
-	5. Non - Operating Expenses	21	-	5,561,412	5. Other Income	22	1,000,000
-	6. Bad Debts Written off		-	-	6. Net Loss Carried Down		
42,903,613	7. Provision for Loss		19,127,968				
10,755,090	8. Provision for Staff Bonus		16,302,979				
28,534,946	9. Provision for Income Tax		50,971,077				
66,260,867	10. Net Profit Carried Down		113,755,734				
416,707,673	Total		519,782,883	416,707,673	Total		519,782,883

1. Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

Net Profit & Comprehensive Income

New National & Commercial Bank Ltd.
PROFIT AND LOSS APPROPRIATION ACCOUNT
 For the Year 2004/05 (2004/05)

EXPENSES			INCOME		
PREVIOUS YEAR Rs.	PARTICULARS	THIS YEAR Rs.	PREVIOUS YEAR Rs.	PARTICULARS	THIS YEAR Rs.
-	1. Accumulated Profit	-	28,415,372	1. Accumulated Profit	32,115,167
-	2. This Year's Loss	-	68,200,867	2. This Year's Profit	113,755,734
13,652,173	3. General Reserve Fund	32,751,147	-	3. Accumulated Loss	-
-	4. Contingent Reserve	-			
-	5. Bank Development Fund	-			
-	6. Dividend Equalization Fund	-			
-	7. Employees' Related Fund	-			
-	8. Proposed Dividend	50,000,000			
-	9. Issue of Bonus Share	-			
-	10. Special Reserve Fund	-			
909,813	11. Exchange Fluctuation Reserve	436,703			
(30,914)	12. Income Tax adjustment relating to past periods	-			
50,000,000	13. Capital Adjustment Fund	50,000,000			
32,115,167	14. Accumulated Profit	22,683,051			
96,676,239	Total	145,870,901	96,676,239	Total	145,870,901

Sanjay Kumar
 Director (Finance)

Atul Kumar Singh
 Director

Manoj Kumar Singh
 Director

Tarun Kumar Singh
 Director

Atul Kumar Singh
 Director

Atul Kumar Singh
 Director (Finance)

Atul Kumar Singh
 Director

Manoj Kumar Singh
 Director

Atul Kumar Singh
 Director (Finance)

Atul Kumar Singh
 Director

Atul Kumar Singh
 Director (Finance)

SHARE CAPITAL AND OWNERSHIP

As at March 31, 2015, 2014 and 2013

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
1,000,000,000	1. Share Capital (a) Authorized Capital (b) Issued and Paid-up Capital (c) Reserve for Share Redemption	1,000,000,000
500,000,000	2. Share Premium (a) Issued and Paid-up Capital (b) Reserve for Share Redemption	500,000,000
499,999,500	3. Share Capital (a) Issued and Paid-up Capital (b) Reserve for Share Redemption	499,999,500

SHARE OWNERSHIP

SHARE CAPITAL PREVIOUS YEAR	PARTICULARS	SHARE CAPITAL THIS YEAR
RS.		RS.
1,000,000,000	1. Issued and Paid-up Capital (a) Issued and Paid-up Capital (b) Reserve for Share Redemption	1,000,000,000
500,000,000	2. Share Premium (a) Issued and Paid-up Capital (b) Reserve for Share Redemption	500,000,000
499,999,500	3. Share Capital (a) Issued and Paid-up Capital (b) Reserve for Share Redemption	499,999,500
1,000,000,000	4. Total	1,000,000,000

1. The Share Capital of the Company is divided into 1,000,000,000 shares of Rs. 100 each.

SHAREHOLDERS HAVING MORE THAN 0.5% SHARES

As at March 31, 2015, 2014 and 2013

SN	NAME	NUMBER OF SHARES HELD	AMOUNT IN RS.	% OF SHAREHOLDING
1	Govinda Lal Sanghai	48,540	4,854,000	0.97
2	Nirmal Kumar Agrawal	87,500	8,750,000	1.75
3	Anuj Agrawal	157,144	15,714,400	3.14
4	Ashok Kumar Agrawal	157,144	15,714,400	3.14
5	Subhash Chandra Sanghai	157,144	15,714,400	3.14
6	Subhash Chandra Sanghai	210,714	21,071,400	4.21
7	Tulsi Ram Agrawal	210,714	21,071,400	4.21
8	Vishal Agrawal	236,517	23,651,700	4.73
9	Triok Chand Agrawal	236,517	23,651,700	4.73
10	Basu Dev Golyan	250,000	25,000,000	5.00
11	Pawan Kumar Golyan	250,000	25,000,000	5.00
12	Dwakar Golchha	273,301	27,330,100	5.47
13	Lokmanya Golchha	273,305	27,330,500	5.47
14	Subhash Chandra Sanghai	500,000	50,000,000	10.00

RESERVE AND FUNDS

As at 31 August 2014 (31/08/2014)

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
34,708,352	1. Local Reserve Fund	5,027,400
-	2. Capital Reserve Fund	-
-	3. Debt Reserve Fund	-
21,111,111	4. Capital Reserve Fund	3,421,111
-	5. Capital Reserve Fund	-
-	6. Capital Reserve Fund	-
-	7. Capital Reserve Fund	-
10,100	8. Capital Reserve Fund	4,051,408
-	9. Capital Reserve Fund	-
-	10. Capital Reserve Fund	-
1,000,000	11. Capital Reserve Fund	6,000,000
12,111,111	12. Capital Reserve Fund	2,111,111
10,000,000	13. Capital Reserve Fund	10,000,000

BORROWINGS

As at 31 August 2014 (31/08/2014)

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
-	A. Local	-
-	1. Local Reserve Fund	-
-	2. Capital Reserve Fund	-
-	3. Debt Reserve Fund	-
-	4. Capital Reserve Fund	-
10,111,111	5. Capital Reserve Fund	-
-	6. Capital Reserve Fund	-
-	7. Capital Reserve Fund	-
10,111,111	8. Capital Reserve Fund	-
-	9. Capital Reserve Fund	10,000,000
-	10. Capital Reserve Fund	-
-	11. Capital Reserve Fund	450,000,000
-	12. Capital Reserve Fund	-
-	13. Capital Reserve Fund	-
-	14. Capital Reserve Fund	-
-	15. Capital Reserve Fund	-
-	16. Capital Reserve Fund	-
-	17. Capital Reserve Fund	-
-	18. Capital Reserve Fund	-
-	19. Capital Reserve Fund	-
10,111,111	20. Capital Reserve Fund	450,000,000
-	21. Capital Reserve Fund	-
-	22. Capital Reserve Fund	-
9,307,000	23. Capital Reserve Fund	10,000,000
-	24. Capital Reserve Fund	-
9,307,000	25. Capital Reserve Fund	371,046
69,324,574	26. Capital Reserve Fund	10,000,000

SCHEDULE 4 (A)

DEPOSIT ACCOUNTS

AS AT 31 MARCH 2017 (IN LAKHS)

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
	1. Non-Interest Bearing Accounts	
	A. Current Deposits	233,161,387
258,703,330	1. Local Currency	206,314,107
	1.1 Demand Deposits	-
111,437	1.2 Current Savings	1,963,336
14,72,282	1.3 Fixed Deposit	28,244,148
1,57,98,724	1.4 Other Deposits	149,850,457
1,14,49,000	1.5 Other	26,356,166
	2. Foreign Currency	26,847,280
	2.1 Current Deposits	-
	2.2 Fixed Deposits	-
10,107	2.3 Other Deposits	26,847,280
	3. In Rupee	-
	4. In Foreign	-
1,14,49,000	Total of Non-Interest Bearing Accounts	259,908,671
	B. Other Deposits	
	1. Employee Savings	-
14,120,000	2. Guarantee Margin	4,01,124
74,103,439	3. Letters of Credit Margin	49,114,453
	C. Others	-
	1. Local Currency	-
	1.1 Financial Institutions	-
	1.2 Other Institutions	-
	1.3 Individuals	-
	2. Foreign Currency	-
	2.1 Financial Institutions	-
	2.2 Other Institutions	-
	2.3 Individuals	-
366,701,483	Total of Non-Interest Bearing Accounts	296,592,044

DEBIT ACCOUNTS

As at 31st March 2013 (13th July 2013)

SCHEDULE 1

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
	2. Demand Deposit Accounts	
1,00,00,000	4. Savings Deposits	2,00,00,000
10,00,00,000	1. Local Currency	2,00,00,000
10,00,00,000	11. Fixed	2,00,00,000
1,00,00,000	12. Flexible	1,00,00,000
0	13. Other	0
5,00,00,000	4. Foreign Currency	1,00,00,000
0	21. Local Currency	1,00,00,000
5,00,00,000	22. Foreign Currency	0
0	23. Other	0
2,00,00,000	3. Term Deposits	2,00,00,000
5,00,00,000	1. Local Currency	1,00,00,000
1,00,00,000	11. Fixed	1,00,00,000
1,00,00,000	12. Flexible	0
0	13. Other	0
1,00,00,000	2. Foreign Currency	2,00,00,000
1,00,00,000	21. Local Currency	0
1,00,00,000	22. Foreign Currency	2,00,00,000
0	23. Other	0
1,00,00,000	10. Other Accounts	1,00,00,000
1,00,00,000	11. Local Currency	1,00,00,000
0	12. Foreign Currency	0
2,00,00,000	13. Other	0
1,00,00,000	21. Local Currency	1,00,00,000
1,00,00,000	22. Foreign Currency	0
0	23. Other	0
4,00,00,000	1. Foreign Currency	1,00,00,000
0	21. Local Currency	0
4,00,00,000	22. Foreign Currency	1,00,00,000
0	23. Other	0
0	11. Local Currency	0
0	12. Fixed	0
0	13. Flexible	0
0	14. Other	0
0	12. Foreign Currency	0
0	21. Local Currency	0
0	22. Foreign Currency	0
0	23. Other	0
0	13. Other	0
0	14. Local Currency	0
0	15. Foreign Currency	0
0	16. Other	0
4,779,781,567	Total Demand Deposit Accounts	4,00,00,000
5,146,483,050	Total Deposits	1,00,00,000

BILLS PAYABLE

As at 31st March 2013 (13th July 2013)

SCHEDULE 2

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
18,560,015	1. Local Currency	21,00,000
14,361,327	2. Foreign Currency	1,00,000
32,921,342	Total	22,00,000

OTHER LIABILITIES

As at 31 March 2077 (15/04/2020)

PREVIOUS YEAR Rs.	PARTICULARS	THIS YEAR Rs.
-	1. Pension/Gratuity Fund	-
-	2. Employees' Provident Fund	-
-	3. Special Reserve	-
10,755,090	4. Reserve for Contingencies	10,755,090
4,428,853	5. Unpaid Dividend	4,428,853
(8,083,400)	6. Provision for Income Tax (Less Advance Tax Paid)	7,173,400
-	7. Interest Payable on Deposits	-
-	8. Interest Payable on Borrowings	118,500
-	9. Unearned Discount and Commission	-
-	10. Proposed Dividend	2,000,000
39,944,051	11. Interest Suspense	2,500,000
21,492,596	12.undry	1,577,000
-	13. Branch	-
1,710,333	14. Others	2,000,000
70,247,525	Total	42,732,843

CASH BALANCE

As at 31 March 2077 (15/04/2020)

PREVIOUS YEAR Rs.	PARTICULARS	THIS YEAR Rs.
85,590,585	1. Local Currency (Including Coins)	85,590,585
13,461,533	2. Foreign Currency	13,461,533
79,042,118	Total	99,052,118

BANK BALANCE

As at 31 March 2077 (15/04/2020)

PREVIOUS YEAR Rs.	LOCAL CURRENCY	LOCAL CURRENCY	FOREIGN CURRENCY			THIS YEAR Rs.
		Rs.	NR	Others	Total	
205,387,767	1. Nepal Rastra Bank	830,029,540	-	2,434,038	2,434,038	832,463,578
205,387,767	a. Current Account	830,029,540	-	2,434,038	2,434,038	832,463,578
-	b. Other Account	-	-	-	-	-
12,402,924	2. Other Local Banks	18,747,887	-	625,779	625,779	19,373,666
12,402,924	a. Current Account	18,747,887	-	625,779	625,779	19,373,666
-	b. Other Account	-	-	-	-	-
31,779,928	3. Foreign Banks	-	33,016,090	50,918,233	83,934,323	83,934,323
31,779,928	a. Current Account	-	33,016,090	50,918,233	83,934,323	83,934,323
-	b. Other Account	-	-	-	-	-
249,570,619	Total	848,777,427	33,016,090	53,978,050	86,994,140	935,771,567

Rs. 935,771,567 (Nine hundred and thirty-five million, seven hundred and seventy-one thousand, five hundred and sixty-seven only)

MONEY AT CALL AND SHORT NOTICE

AS AT 31/03/2008

PREVIOUS YEAR Rs.	PARTICULARS	THIS YEAR Rs.
100,000,000	1. Local Currency	-
29,662,838	2. Foreign Currency	89,880,961
129,662,838	Total	89,880,961

INVESTMENTS

AS AT 31/03/2008

PREVIOUS YEAR RS.	PARTICULARS	PURPOSE		THIS YEAR RS.
		TRADING RS.	OTHERS RS.	
1,194,313,877	1. HMG Securities	1,194,313,877	-	1,194,313,877
967,928,300	a. Treasury Bills	967,928,300	-	967,928,300
226,385,577	b. Development Bonds	226,385,577	-	226,385,577
-	c. National Savings Bonds	-	-	-
-	d.	-	-	-
-	2. Foreign Govt. Securities	-	-	-
-	a.	-	-	-
-	b.	-	-	-
-	3. Nepal Rastra Bank Bonds	-	-	-
800,000	4. Shares, Debentures and Bonds	-	1,507,000	1,507,000
377,081,158	5. Other Investments	377,081,158	-	377,081,158
-	a.	-	-	-
-	b.	-	-	-
114,830,000	c.	90,000,000	-	90,000,000
409,817,299	d.	287,081,158	-	287,081,158
-	e.	-	-	-
1,760,723,628	Total Investment	1,571,395,035	1,507,000	1,572,902,035
-	Less : Provision	-	-	-
1,760,723,628	Net Investment	1,571,395,035	1,507,000	1,572,902,035

SCHEDULE 10 (A)

INVESTMENT IN SHARES, DEBENTURES AND BONDS

AS AT 31/03/2008

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR	
		COST PRICE	MARKET VALUE
800,000	1. Investment in Shares	1,507,000	
800,000	a.	1,154,000	Not listed
-	b.	-	-
-	c.	353,000	Not listed
-	d.	-	-
-	2. Investment in Debentures and Bonds	-	-
-	2.1	-	-
-	2.2	-	-
800,000	Total Investment	1,507,000	
-	3. Provision	-	-
-	a.	-	-
-	b.	-	-
-	Total Provision	-	-

CLASSIFICATION OF LOANS, ADVANCES AND BILLS PURCHASED AND PROVISIONS

AS AT 31 MARCH 2004 (IN '000)

PREVIOUS YEAR	PARTICULARS	ADVANCES						BILLS PURCHASED AND DISCOUNTED				THIS YEAR		
		DOMESTIC			FOREIGN	TOTAL ADVANCES	DOMESTIC		FOREIGN	TOTAL BILLS PURCHASED & DISCOUNTED				
		INSURED	NON INSURED	OTHERS			INSURED	NON INSURED						
											RS.		RS.	RS.
RS.														
3,596,497,404	1. Performing Loan													
3,596,497,404	A. Para Loan													
-	B. Restructure Loan													
146,593,026	2. Non Performing Loan													
680,300	2.1 Sub Standard													
192,250	2.2 Doubtful													
146,721,076	2.3 Loss													
3,743,091,000	TOTAL ADVANCES													
3,596,497,404	3. Loan Loss Provision													
35,964,974	3.1 Specific Provision													
35,964,974	3.2 General Provision													
170,075	3.3 Loan Loss Provision													
96,125	3.4 Loan Loss Provision													
146,721,076	3.5 Loan Loss Provision													
181,962,250	TOTAL PROVISIONS													
2,415,533	4. Loan Loss Provision													
2,415,533	4.1 Specific Provision													
2,415,533	4.2 General Provision													
-	B. Restructure Loan													
680,300	4.2 Sub Standard													
192,250	4.3 Doubtful													
146,721,076	4.4 Loss													
	Total (C)													
	Less: Loan written-off													
146,721,076	Balance (D)													
3,596,497,404	Additional during the year (B-D)													
	Provision for Non-banking assets (NBA)													
	Total Provision													
	Less: Provision up to previous year													
4,000,000	Net Provision for the year													
4,000,000	Total Provision for the year													
3,596,497,404	Net Loan (A-B)													

FIXED ASSETS

As at 30th June 2002 (15 July 2001)

SCHEDULE 12

PREVIOUS YEAR RS.	PARTICULARS	ASSETS					THIS YEAR RS.
		BUILDING RS.	VEHICLES RS.	MACHINERY RS.	EQUIPMENT RS.	OTHERS RS.	
	1. At Cost						
68,802,963	a. Previous year's balance	-	20,044,044	5,114,083	37,174,325	9,857,429	72,189,881
4,725,689	b. Additions this year	-	7,167,210	-	10,643,048	2,723,874	20,534,132
-	c. Revaluation/Written back this year	-	-	-	-	-	-
(1,193,500)	d. This year sold	-	(2,688,800)	-	-	-	(2,688,800)
(145,250)	e. This year written off	-	(2,000)	-	(8,960)	-	(11,260)
72,189,882	Total Cost (a+b+c+d+e)	-	24,510,154	5,114,083	47,808,413	12,581,303	90,013,953
	2. Depreciation						
32,994,738	a. Previous year's balance	-	7,598,846	2,861,225	19,424,175	3,730,091	32,994,737
4,941,111	b. Additions this year	-	2,159,953	7,620	3,945,484	831,655	7,367,961
-	c. Depreciation on revaluation/written back	-	-	-	-	-	-
(133,388)	d. Depreciation on Assets sold/Written back	-	(1,220,842)	-	(4,255)	-	(1,225,097)
32,994,738	Total Depreciation	-	8,537,957	2,872,845	23,365,404	4,561,746	39,137,601
39,195,144	3. Written Down Value (1-2)	-	15,972,197	2,241,238	24,443,009	8,019,557	50,876,352
-	4. Capital Construction	-	-	-	-	-	-
4,090,380	5. Leasehold Assets (net of amortisation)	-	-	-	-	8,619,514	8,619,514
43,285,524	Total (3+4+5)	-	15,972,197	2,441,589	24,443,009	16,639,071	59,495,866

SECURITIES AGAINST LOANS, ADVANCES AND BILLS PURCHASED

As at 30th June 2002 (15 July 2001)

SCHEDULE 13A

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
3,743,091,030	1. Government	4,909,355,200
3,621,972,940	a. Government of Nepal/Ministry of Finance	4,650,212,435
54,975,842	2. Government of Local Bodies and Financial Institutions	116,561,435
-	a. Government of Nepal	-
-	b. Government of Local Bodies	-
2,456,015	3. Central Banks	-
34,454,040	4. Financial Institutions	43,160,861
11,369,194	a. Commercial Banks	11,175,323
23,064,846	b. Other Financial Institutions	31,985,538
2,062,928	5. Government Securities	956,197
-	a. Treasury Bills	-
-	b. Government Bonds	-
-	c. Treasury Certificates	-
2,062,928	d. Other Securities	956,197
-	e. Miscellaneous	-
3,743,091,030	Total	4,909,355,200

O-HER ASSETS

AS AT 31 ASHAD 2062 (15 JULY 2005)

SCHEDULE 13

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
1,11,740	1. Stock of Stationery	2,75,754
11,14,447	2. Stock of Consumables and other material	28,02,573
1,07,479	3. Stock of Books and Journals	11,92,576
-	4. Stock of Newspapers	2,76,733
2,26,741	5. Stock of Stationery	19,730
2,46,178	6. Stock of Books and Journals	37,02,665
2,20,000	7. Stock of Newspapers	2,71,000
-	8. Stock of Stationery	-
2,04,154	9. Stock of Stationery and Printing Charges	-
-	10. Stock of Stationery and Printing	-
8,093,674	11. Capital and Reserve	8,75,511
12,867,750	12. Loan-Banking and other financial institutions	5,47,500
-	13. Stock of Stationery and Printing	-
55,199	14. Other	78,312
17,244,744	Total	82,18,290.00

Our Agents

2023/04/24 17:00

1511-11 July 1962

PREVIOUS YEAR	PARTICULARS	THIS YEAR			
RS.		UPTO 1 YEAR RS.	1 TO 3 YEARS RS.	ABOVE 3 YEARS RS.	TOTAL RS.
43,261,605	1. Accrued Interest on Loan	11,374,996	-	-	11,374,996
-	2. Draft Paid without Notice	-	-	-	-
-	3. Branch Adjustment Account	-	-	-	-

CONTINGENCY TABLES

06-2 0-18-79015-00 045

WITNESS is

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
1,41,12,000	1. Balance b/f (including interest on deposits)	1,41,12,000
	2. Cash/Deposits received during the year	
11,14,000	3. Cash/Deposits received from the Govt. and Local Bodies	11,14,000
11,14,000	4. Cash/Deposits received from the Govt. and Local Bodies	11,14,000
	5. Cash/Deposits received from the Govt. and Local Bodies	
	6. Cash/Deposits received from the Govt. and Local Bodies	
1,41,12,000	7. Cash/Deposits received from the Govt. and Local Bodies	1,41,12,000
1,41,12,000	8. Cash/Deposits received from the Govt. and Local Bodies	1,41,12,000
1,41,12,000	9. Cash/Deposits received from the Govt. and Local Bodies	1,41,12,000
	10. Cash/Deposits received from the Govt. and Local Bodies	
1,41,12,000	11. Cash/Deposits received from the Govt. and Local Bodies	1,41,12,000
1,41,12,000	12. Cash/Deposits received from the Govt. and Local Bodies	1,41,12,000
	13. Cash/Deposits received from the Govt. and Local Bodies	
	14. Cash/Deposits received from the Govt. and Local Bodies	
	15. Cash/Deposits received from the Govt. and Local Bodies	
9,98,584	16. Cash/Deposits received from the Govt. and Local Bodies	9,98,584
	17. Cash/Deposits received from the Govt. and Local Bodies	
	18. Cash/Deposits received from the Govt. and Local Bodies	
80,075	19. Cash/Deposits received from the Govt. and Local Bodies	80,075
1,468,068,187	Total	1,468,068,187

INTEREST EXPENSES

FISCAL YEAR 2061/2062 (2004/2005)

SCHEDULE 15

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
180,575,470	A. On Deposit Liabilities	207,397,066
96,353,089	1. Fixed Deposits	101,189,404
91,119,016	1.1 Local Currency	91,966,073
5,234,073	1.2 Foreign Currency	9,223,331
33,532,126	2. Savings Deposits	53,329,604
33,504,893	2.1 Local Currency	53,296,636
27,433	2.2 Foreign Currency	32,968
50,690,255	3. Call Deposits	52,878,058
50,689,529	3.1 Local Currency	52,802,474
726	3.2 Foreign Currency	75,584
-	4. Certificate of Deposits	-
3,006,802	B. On Borrowings	18,595,422
-	1. Overdrafts	-
695,574	2. Loan from Nepal Rastra Bank	1,209,864
2,311,228	3. Inter Bank Borrowings	17,385,559
-	4. Other Loans and Refinance	-
-	C. On Others	-
-	1	-
-	2	-
183,582,272	Total	225,992,488

STAFF EXPENSES

FISCAL YEAR 2061/2062 (2004/2005)

SCHEDULE 16

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
18,169,743	1. Salary	20,682,272
13,511,235	2. Allowances	14,299,713
1,738,211	3. Contribution to Provident Fund	1,911,216
294,581	4. Training Expenses	567,080
398,623	5. Uniform	471,950
-	6. Medical	-
351,881	7. Insurance	447,760
749,800	8. Pension and Gratuity Provision	596,029
12,148	9. Others	27,484
35,226,223	Total	39,003,504

OFFICE OVERHEAD EXPENSES For Year 2010-2011

Page No. 1 of 1

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
10000	1. Salaries	20000
10000	2. Bonus	20000
10000	3. Gratuity	20000
10000	4. Provident Fund	20000
10000	5. Pension	20000
10000	6. Medical Expenses	20000
10000	7. Insurance	20000
10000	8. Depreciation	20000
10000	9. Repairs	20000
10000	10. Fuel	20000
10000	11. Electricity	20000
10000	12. Telephone	20000
10000	13. Postage	20000
10000	14. Stationery	20000
10000	15. Printing	20000
10000	16. Transport	20000
10000	17. Travel	20000
10000	18. Entertainment	20000
10000	19. Security	20000
10000	20. Other	20000
10000	21. Total	20000
10000	22. Total	20000
10000	23. Total	20000
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10000	98. Total	20000
10000	99. Total	20000
10000	100. Total	20000

EXCHANGE GAIN/LOSS (For Year 2001/2002 (2004/2005))

SCHEDULE 11

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
3,759,252	A. Revaluation Gain	74226
17,073,095	B. Foreign Exchange Gain/Loss	24,605,116
20,832,347	Total	24,605,930

NON-OPERATING INCOME/LOSS (For Year 2001/2002 (2004/2005))

SCHEDULE 12

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
-	1. Profit/Loss on Sale of Investments	-
40,432	2. Profit/Loss on Sale of Assets	277,287
-	3. Dividends	1,000
-	4. Government Grants	-
-	5. Interest Income	-
-	6. Profit/Loss on Sale of Assets	1,000
-	7. Other Income	-
-	8. Other Income	-
-	9. Other Income	-
-	10. Other Income	-
-	11. Other Income	-
-	12. Other Income	-
-	13. Other Income	-
-	14. Other Income	-
-	15. Other Income	-
40,432	Total	280,287

OTHER INCOME (For Year 2001/2002 (2004/2005))

SCHEDULE 13

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
183,125	1. Interest Income	229,075
-	2. Profit/Loss on Sale of Assets	-
-	3. Profit/Loss on Sale of Assets	24,375
2,500,000	4. Other Income	2,110,943
2,336,639	5. Other Income	6,542,475
-	6. Other Income	-
-	7. Other Income	-
461,465	8. Other Income	27,467
5,561,412	Total	8,913,960

**STATEMENT OF LOANS & ADVANCES EXTENDED TO DIRECTORS/CHIEF
EXECUTIVE/ PROMOTERS/EMPLOYEES AND SHAREHOLDERS HOLDING MORE
THAN 1 PERCENT SHARE
As at 31st Ashad 1432**

NAME OF PROMOTER/DIRECTOR/CHIEF EXECUTIVE	LAST YEAR'S BALANCE		THIS YEAR'S RECOVERY		THIS YEAR'S	BALANCE AS AT 31 ASHAD 1432	
	PAID BY RS.	PAID BY RS.	PAID BY RS.	PAID BY RS.	PAID BY RS.	TOTAL RS.	ADDITIONS RS.
1. Mr. [Name]							
2. "							
3. "							
4. "							
5. Mr. [Name]							
6. "							
7. "							
8. "							
9. Mr. [Name]							
10. "							
11. "							
12. Mr. [Name]							
13. "							
14. "							
15. Mr. [Name]							
16. "							
17. "							
18. Mr. [Name]							
19. "							
20. "							
Total							

1. 11213. 1. 2. 3. 4.

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CAPITAL ADEQUACY For the Year 2018/2019 (P 001/2019)

PARTICULARS	THIS YEAR	PREVIOUS YEAR
A) Core Capital		
1. Paid-up Capital	500,000,000	480,000,000
2. Reserves	-	-
3. Minority Interest in Subsidiaries	-	-
4. General Reserve Fund	57,450,499	57,450,499
5. Capital Adequacy Fund	100,000,000	100,000,000
6. Other Reserves	22,681,051	22,681,051
Total	680,142,550	616,783,019
B) Supplementary Capital		
1. Contingent Liabilities Provisions	46,791,827	46,791,827
2. Subordinated Debt	4,051,408	4,051,408
3. Asset-Liability Offsetting	-	-
4. Other Contingent Liabilities	-	-
5. Other Contingent Liabilities	-	-
6. Other Contingent Liabilities	-	-
Total	50,843,235	50,843,235
Total Capital Adequacy	730,985,785	667,626,254
Minimum Capital Requirement (as determined by the Bank of England)		
Capital Requirement (CR)	605,213,820	550,000,000
Capital Requirement (CR)	302,606,910	275,000,000
Total Capital Requirement	13,28%	13,75%
Capital Total Excess by 5,36%	126,771,964	131,283,643
Core Capital Excess by 5,36%	377,535,640	396,343,254

PRINCIPAL INDICATORS

	INDICATORS	FY 2057/58	FY 2058/59	FY 2059/60	FY 2060/61	FY 2061/62
1. No. of members	Percent	14.03	2.02	7.91	16.38	21.93
2. No. of members	Rp.	3.66	1.11	1.5	13.66	22.75
3. No. of members	Rp.	398	5.5	22	218	366
4. No. of members	Ratio	41.30	179.55	42.43	15.97	16.09
5. No. of members	Percent	100	-	-	-	30
6. No. of members	Percent	100	-	-	-	10
7. No. of members	Percent	100	100	9.74	7.53	7.71
8. No. of members	Percent	100	100	14.89	13.23	12.32
9. No. of members	Percent	5.05	100	4.17	3.52	3.38
10. No. of members	Percent	100	100	(0.01)	0.90	0.34
11. No. of members	Percent	100	100	46.71	35.46	30.95
12. No. of members	Percent	36.38	100	13.91	30.53	46.93
13. No. of members	Rp.	167,348	100	264,272	251,816	244,100
14. No. of members	Rp.	380,126	53,709	202,673	487,578	724,559
15. No. of members	Rp.	1,134,227	7,774,100	31,543,121	42,357,623	1,100,000
16. No. of members	Percent	100	100	1.01	1.82	2.32
17. No. of members	Ratio	1.15	1.1	0.64	1.15	1.5
18. No. of members	Percent	73.28	100	81.51	72.73	78.66
19. No. of members	Percent	6.00	7.18	5.63	4.48	4.22
20. No. of members	Percent	16.29	18.54	17.44	12.92	12.36
21. No. of members	Percent	1.07	2.36	1.43	0.83	0.92
22. No. of members	Percent	17.36	20.90	18.87	13.75	13.29
23. No. of members	Percent	12.10	14.68	9.01	6.53	11.07
24. No. of members	Ratio	5.06	8.16	6.66	3.92	3.78
25. No. of members	Ratio	3.82	4.36	1.07	(0.94)	(0.25)
26. No. of members	Percent	3.61	100	4.03	3.06	3.33
27. No. of members	Percent	1.15	1.1	0.64	1.15	1.52
28. No. of members	Percent	9.44	1.31	4.93	12.36	18.34
29. No. of members	Rp. 100	519,114	24,000	552,079	620,398	684,194
30. No. of members	Number	4,997,295	1,000,000	4,999,545	4,999,595	5,000,000
31. No. of members	Number	127	127	128	140	157

Cash Flow Statement

For the year ended 31st March 2015 (in Lakhs of Rupees)

PREVIOUS YEAR RS.	PARTICULARS	THIS YEAR RS.
68,291,780	(A) Cash Flows from Operations	72,787,734
416,707,673	1. Profit before tax	18,78,000
363,037,482	2. Increase/decrease in working capital	17,00,000
27,236,000	3. Increase/decrease in provisions and contingencies	25,7,700
20,832,347	4. Increase/decrease in other assets	24,005,930
40,432	5. Increase/decrease in other liabilities	284,887
5,561,412	6. Depreciation	7,50,000
348,415,893	7. Profit after tax	40,707,416
183,582,272	8. Increase/decrease in other assets	26,40,000
35,226,223	9. Increase/decrease in other liabilities	39,003,904
47,444,662	10. Other operating income	41,000,000
-	11. Increase/decrease in other assets	-
-	12. Increase/decrease in other liabilities	-
82,162,736	13. Cash from operations	30,00,000
2,00,00,000	(B) Cash flows from investing activities	2,00,00,000
1,00,00,000	1. Purchase of fixed assets	1,00,00,000
10,00,000	2. Change in investment in subsidiaries	39,781,877
10,00,000	3. Change in investment in other companies	10,00,000
1,00,00,000	4. Change in investment in other companies	1,00,00,000
6,926,259	5. Change in investment in other companies	1,00,00,000
(49,388,275)	6. Change in investment in other companies	1,00,00,000
1,824,256,008	7. Change in investment in other companies	1,00,00,000
(214,732,426)	8. Change in investment in other companies	1,00,00,000
2,002,162,167	9. Change in investment in other companies	2,00,00,000
6,967,528	10. Change in investment in other companies	1,00,00,000
28,253,739	11. Change in investment in other companies	1,00,00,000
5,000	12. Change in investment in other companies	40,000
(16,699,553)	13. Change in investment in other companies	1,00,00,000
95,741,671	(C) Operating Cash flows	79,042,118
79,042,118	(F) Closing Cash Balance	61,77,528

1. which has been approved by the Board of Directors.

Signature of the
Authorized Officer

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Authorized Officer

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NEPAL INDUSTRIAL & COMMERCIAL BANK LTD.

Schedule 27: Significant Accounting Policies

General information

Nepal Industrial & Commercial Bank Ltd. ("Bank") is a financial entity, currently domiciled in Nepal. Its registered office is at Main Road, Thimphu, Kathmandu, Nepal. The Bank is licensed by Nepal Stock Exchange, Ltd. and is in commercial banking business.

The financial statements contained in this report have been reviewed for publication by the Board of Directors on October 11, 2005.

Summary of Significant Accounting Policies

The presented financial statements have been prepared by applying the prime accounting policies as stated below. These policies have been applied consistently over the period of presentation unless otherwise stated.

Basis of Accounting

The financial statements have been prepared in accordance with Nepal Accounting Standards (NAS), Generally Accepted Accounting Principles (GAAP), Bank & Financial Institutions Ordinance (BFIOT), Nepal Industrial Bank's Statutes and Companies Act. The financial statements are prepared in Nepalese rupees on historical cost basis.

Interest Income

Interest income on loans and advances are recognized on accrual basis as per Nepal Bank's circulars except for the interest accrued in April, May and July 15, 2005 and collected within 1 month of the balance sheet date as permitted by NRB, although this practice is not in accordance with the Nepal Accounting Standard which prescribes such recognition on accrual basis. Interest income on investments is recognized for an accrual basis.

Commission Income

Commission income is recognized for an accrual basis. However, in the policy of the Bank, commission income is collected in form of Certificate Deposits having longer than one year term and commission amount is accrual of Rs. 50,000 or more made over the value of the transaction.

Dividend Income

Dividend on equity shares is recognized when the right to receive dividend is established.

Foreign Exchange Transactions

Foreign currency income and liabilities are recorded into Nepalese rupees at the mid rate between the two line buyers and selling rates on the Balance Sheet date.

Income is calculated from the difference between buying and selling rates on foreign exchange transactions for an accrual basis and adjusted under "Foreign Gain" under "Foreign Gain" in Schedule 20.

Exchange loss arising due to fluctuation in exchange rate of different foreign currencies is recognized for an accrual basis and shown as "Exchange Loss" 25% of such expenditure, gain is transferred to Exchange Fluctuation Reserve through Profit and Loss Appropriation Account as per NAS Directive.

Interest Expense

Interest on deposits, liabilities and borrowings from other banks are recognized for an accrual basis.

Schedule 28: Notes to Accounts

Interest Income and Interest Suspense

Interest income of Rs. 60,589 million within one month of the Balance Sheet date is allowed by the NRB. Outstanding has been reflected in the Interest Suspense account page.

Provision for Staff Bonus

Provision for staff bonus has been computed and provided for a 10% of profit before taxation providing for possible loan loss as per NRB directions.

Staff Housing Fund

As per terms of service of the staff housing fund, for providing housing loans to the staff, a separate housing fund has not been created.

General Reserve

As required by NRB directions, 20% of the surplus after profit amounting to Rs. 22,731,147 have been transferred to General Reserve.

Exchange Fluctuation Reserve

Reserve on account of exchange fluctuation of Rs. 1,746,213 of which 75% has been transferred to Exchange Fluctuation Reserve by debiting Profit and Loss Appropriation Account as per NRB directions.

Capital Adjustment Fund

Rs. 21 million has been transferred to Capital Adjustment Fund from the Profit and Loss Appropriation Account with a view to increasing the Bank's capital to a minimum of Rs. 1,000 million by 2009 as per NRB directions.

Change in Accounting Estimates

The Bank has changed its accounting estimate of transferring the assets and liabilities denominated in foreign currencies at the beginning of the financial year from buying rates of exchange to mid-market exchange prevailing on the balance sheet date.

Income Tax Issues

The Bank has filed its return with the Income Tax Department. Income Tax Department up to the financial year 2006/07 under self-assessment provisions.

Reconciliation Status:

PARTICULARS	TOTAL AMOUNT	Amount in		
		<3 MONTHS	>3<6 MONTHS	>6 MONTHS
Interest Suspense	-	-	-	-
By NRB	82,767,024	80,154,169	2,187,623	1,425,232

The number of accounts reconciled by the Bank is only 10% of the total number of accounts.

Summary of Loans and Advances, disbursed, recovered and principal and Interest written off

PARTICULARS	RS IN '000	
	AMOUNT	
Loans Disbursed	29,803,007	
Loans Recovered	1,409,700	
Loans Written Off	4,252	
Interest Written Off	573	

Summary of Changes in Deposit Liabilities

PARTICULARS	Amount in Rs		
	CURRENT YEAR	LAST YEAR	CHANGES
Current and Margin Accounts	236,582,044	366,701,483	(70,109,439)
Savings Bank Account	2,024,258,932	1,280,476,205	743,782,727
Call Deposits	989,907,243	1,416,240,253	(426,333,010)
Fixed Deposits	2,930,619,941	2,083,065,109	847,554,832

Weighted Average Interest Spread:

PARTICULARS	RATE(%)
Average Rate of Credit and Investments	7.09
Average Rate on Deposits	3.76
Net Spread	3.33

SENIOR MANAGEMENT

Sashin Joshi

Chief Executive Officer

Niraj Shrestha

Head Business Banking

Laxman Risal

Chief Operating Officer

Bimal Daga

Manager Credit Business Banking

Tej Bahadur Chand

Manager Consumer Lending and Liability Marketing

Arun Parajuli

Manager Treasury & Finance

Purna Man Nepit

Head Audit & Compliance

Bhanu Dawadi

Manager Credit Consumer Banking

Sushil Bhattacharai

Manager Information Technology

Branch Managers

Bam Dev Dahal

New Road, Kathmandu

Sudhir Agrawal

Main Road Biratnagar

Bal Narshing Gharti

Adarsh Nagar, Birganj

Bhesh Raj Khatriwada

Bhadrapur Road, Birtamod, Jhapa

Suman Acharya

Mahendrapath, Dharan

Binaya Dahal

Ram Mandir Chowk, Janakpur

Prajeeta Joshi

Kamaladi, Kathmandu

Chintamani Rai

Mahendra Pool, Pokhara



Branches: Kamaladi, Kathmandu: 4222336, 4262277, New Road, Kathmandu : 4227305, 4227223
Biratnagar: 021-521921, Dharan: 025-526521, Birtamod: 023-540977, Birgunj: 051-527638
Janakpur: 041-525856, Pokhara: 061-539645, <http://www.nicbank.com.np>