

Condensed Statement of Financial Position

As on Quarter ended on 30 Chaitra 2076 as per Nepal Financial Reporting System

Particulars	Immediate	
	Previous Year Ending	Previous Year Ending
Cash and cash equivalent	390,578,733	794,546,538
Due from Nepal Rastra Bank	134,555,230	36,833,783
Placement with Bank and Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loan and advances to B/FIs	464,446,788	77,110,815
Loans and advances to customers	1,178,988,218	934,107,206
Investment securities	236,461,575	89,853,940
Current tax assets	-	-
Investment in subsidiaries	-	-
Investment in associates	-	-
Investment property	-	-
Property and equipment	30,869,745	20,238,867
Goodwill and Intangible assets	1,696,158	1,743,000
Deferred tax assets	-	450,068
Other assets	38,358,710	21,890,797
Total Assets	2,475,955,156	1,976,775,014
Liabilities		
Due to Bank and Financial Institutions	124,283,250	40,054,073
Due to Nepal Rastra Bank	-	-
Derivative financial instruments	-	-
Deposits from customers	1,489,719,917	1,070,955,210
Borrowing	-	-
Current Tax Liabilities	3,685,408	5,735,847
Provisions	-	-
Deferred tax liabilities	8,333	-
Other liabilities	14,660,567	15,500,203
Debt securities issued	-	-
Subordinated Liabilities	-	-
Total Liabilities	1,632,357,475	1,132,245,333
Equity		
Share capital	800,100,000	800,100,000
Share premium	7,124,781	7,124,781
Retained earnings	(24,494,560)	10,867,025
Reserves	60,867,460	26,437,875
Total equity attributable to equity holders	843,597,681	844,529,681
Non-controlling interest	-	-
Total equity	843,597,681	844,529,681
Total liabilities and equity	2,475,955,156	1,976,775,014

Condensed Statement of Profit or Loss

(As on Quarter ended on 30 Chaitra 2076 as per Nepal Financial Reporting System)

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Interest income	69,416,840	168,612,079	37,799,959	94,105,616
Interest expense	35,399,880	92,687,821	17,092,902	52,828,446
Net interest income	34,016,960	75,924,258	20,707,057	41,277,171
Fee and commission income	157,473	157,473	40,412	88,741
Fee and commission expense	-	-	-	-
Net fee and commission income	157,473	157,473	40,412	88,741
Net interest, fee and commission income	34,174,433	76,081,731	20,747,469	41,365,911
Net trading income	-	-	-	-
Other operating income	2,551,600	8,204,353	1,484,647	7,048,563
Total operating income	36,726,032	84,286,084	22,232,116	48,414,474
Impairment charge/(reversal) for loans and other losses	48,052	35,598,053	6,656,909	(12,835,228)
Net operating income	36,677,981	48,688,032	15,575,207	61,249,703
Operating expense	17,682,295	50,696,171	8,483,345	26,567,869
Personnel expenses	7,879,302	23,534,890	4,428,078	13,876,656
Other operating expenses	7,811,184	21,692,246	3,901,242	11,339,859
Depreciation & Amortisation	1,991,808	5,469,035	154,024	1,351,354
Operating Profit	18,995,686	(2,008,139)	7,091,862	34,681,833
Non operating income	-	6,533	(399,731)	4,238,914
Non operating expense	-	-	-	-
Profit before income tax	18,995,686	(2,001,606)	6,692,132	38,920,747
Income tax expense	-	-	-	-
Current Tax	-	-	2,007,630	9,730,060
Deferred Tax	-	-	-	-
Profit for the period	18,995,686	(2,001,606)	4,684,502	29,190,687

Condensed Statement of Other Comprehensive Income

Profit for the year	18,995,686	(2,001,606)	4,684,502	29,190,687
Other comprehensive income for the period, net of income tax	-	1,069,604	-	-
Total comprehensive income for the period	18,995,686	(932,002)	4,684,502	29,190,687
Profit attributable to:				
Equity holders of the Finance	18,995,686	(932,002)	4,684,502	29,190,687
Non-controlling interest	-	-	-	-
Total	18,995,686	(932,002)	4,684,502	29,190,687
Earnings per Share				
Basic Earnings per Share		(0.12)		3.65
Annualized Basic Earnings Per Share		(0.16)		4.86
Diluted Earnings per Share (Annualized)		(0.16)		4.86

Ratios as per NRB Directive

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA	56.28%	56.28%	68.83%	68.83%
Non Performing Loan (NPL) to total loan	2.98%	2.98%	3.39%	3.39%
Total Loan Loss Provision to Total NPL	122.24%	122.24%	90%	90%
Cost of Funds	8.90%	8.90%	9.40%	9.40%
CCD Ratio	67.96%	67.96%	55.44%	55.44%
Base Rate	12.19%	12.19%	12.47%	12.47%
Interest Rate Spread	4.70%	4.70%	5.03%	5.03%

Disclosure as Prescribed by Securities Registration and Issue Regulation, 2073

(Related to Sub Rule (1) of Rule 26, for the Third Quarter of F.Y.2076/77)

1. Financial Statements (as per un-audited figures of 2076.12.30)

I. Financial detail as at the end of Third Quarter (2076.12.30) of F.Y.2076/77 has been published along with this disclosure.

II. Major Financial Indicators

a) Earning Per Share(Annualized)	3.16	b) Market Value per Share	102
c) Price Earning Ratio	42.96	d) Net Worth Per Share	105.44
e) Total Assets/No. of Share	309.46	f) Liquidity Ratio	32.54

2. Management Analysis

a) Details relating to the charge in the FI's reserve, income and liquidity in the quarter (if any) and its main reason.

FI's reserve and liquidity position remained strong throughout the quarter.

b) Management's analytical details regarding future business plan.

FI's seeks to achieve sustainable growth in business and profitability as per its strategic management plan.

c) Analytical details of the incidents that may have major impact on reserve, profit or cash flow (if any) based on previous experience.

No specific incident occurred during the period that could have impact on reserve, profit or cash flow.

3. Legal Proceedings

a) Case filed by or against the FI in this quarter.

There is no any law suit filed against the FI in this quarter.

b) Case relating to disobedience of prevailing law or commission of criminal offence filed by or against the promoter or Director of the FI

No such information has been received.

c) Case relating to commission of financial crime filed against any promoter or Director of the FI.

No such information has been received.

4. Analysis of stock performance of the FI

a) Management view on the transaction of the shares of the FI in the Share Market.

Transaction of shares and share price are determined by open market at Nepal Stock Exchange Ltd. The increasing trust towards the FI, it is expected that share price of this FI will increase.

b) Maximum, minimum and last share price, total transaction days and total transacted number of shares in the quarter (as per nepalstock.com)

Maximum Share Price	121	Minimum Share Price	100
Closing Share Price	102	Total No. of Transaction	787
No. of days of transaction	45	Total Traded no. of Share	792255

5. Problems and Challenges

Internal

- To maintain the level of interest spread
- Managing overheads
- Recruitment, retention and development of quality manpower
- Increasing operational risk

External

- Tough competition in banking industry
- Unstable socio-political situation of the country
- Lack of favorable environment for the investment
- Impact of covid-19 on financial sector

Strategy to overcome the problems and challenges

- Development and introduction of customer-oriented product/services.
- Strict portfolio management with emphasis on quality rather than quantity.
- Identification of new business avenues.
- Focus on development of staffs by training, counseling and monitoring them.

6. Corporate Governance

Clear separation of roles and responsibilities of Board of Directors and Management has ensured high standard of corporate Governance. Audit committee has been functioning independently and actively. Progressive Finance is committed for transparency, high standard of professionalism and data integrity.

7. Declaration

I, CEO of FI, am accountable individually to the factual accuracy of the information submitted as of the date in this report. I also declare that to the best of my knowledge, no material information for investors has been concealed.