

**Condensed Statement of Financial Position**

As on Quarter ended on 31 Ashad 2077 as per Nepal Financial Reporting System

Assets	This Quarter Ending	Immediate Previous Year Ending
Cash and cash equivalent	47,649,740	794,546,538
Due from Nepal Rastra Bank	694,620,627	36,833,783
Placement with Bank and Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loan and advances to B/FIs	462,321,357	77,110,815
Loans and advances to customers	1,197,362,954	934,107,206
Investment securities	358,568,119	89,853,940
Current tax assets	-	-
Investment in subsidiaries	-	-
Investment in associates	-	-
Investment property	-	-
Property and equipment	38,501,218	20,238,867
Goodwill and Intangible assets	1,767,320	1,743,000
Deferred tax assets	-	450,068
Other assets	39,478,229	21,890,797
<b>Total Assets</b>	<b>2,840,269,564</b>	<b>1,976,775,014</b>
<b>Liabilities</b>		
Due to Bank and Financial Institutions	218,785,470	40,054,073
Due to Nepal Rastra Bank	-	-
Derivative financial instruments	-	-
Deposits from customers	1,744,399,862	1,070,955,210
Borrowing	-	-
Current Tax Liabilities	3,098,348	5,735,847
Provisions	-	-
Deferred tax liabilities	3,466,619	-
Other liabilities	15,403,303	15,500,203
Debt securities issued	-	-
Subordinated Liabilities	-	-
<b>Total liabilities</b>	<b>1,985,153,603</b>	<b>1,132,245,333</b>
<b>Equity</b>		
Share capital	800,100,000	800,100,000
Share premium	7,124,781	7,124,781
Retained earnings	-19,917,519	10,867,025
Reserves	67,808,699	26,437,875
<b>Total equity attributable to equity holders</b>	<b>855,115,961</b>	<b>844,529,681</b>
<b>Non-equity attributable interest</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>855,115,961</b>	<b>844,529,681</b>
<b>Total liabilities and equity</b>	<b>2,840,269,564</b>	<b>1,976,775,014</b>

**Condensed Statement of Profit or Loss**

Particulars	This Quarter		Upto This Quarter (YTD)	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Interest income	58,928,885	227,540,965	50,598,082	144,703,698
Interest expense	35,377,215	128,065,036	21,331,296	74,159,738
<b>Net interest income</b>	<b>23,551,671</b>	<b>99,475,928</b>	<b>29,266,787</b>	<b>70,543,961</b>
Fee and commission income	195,226	195,226	3,127,459	10,264,763
Fee and commission expense	-	-	-	-
<b>Net fee and commission income</b>	<b>195,226</b>	<b>195,226</b>	<b>3,127,459</b>	<b>10,264,763</b>
<b>Net interest, fee and commission income</b>	<b>23,746,896</b>	<b>99,671,154</b>	<b>32,394,246</b>	<b>80,808,723</b>
Net trading income	-	-	-	-
Other operating income	637,599	8,999,425	-	201,166
<b>Total operating income</b>	<b>24,384,495</b>	<b>108,670,579</b>	<b>32,394,246</b>	<b>81,009,889</b>
Impairment charge/(reversal) for loans and other losses	2,029,137	37,627,190	5,949,650	-6,885,580
<b>Net operating income</b>	<b>22,355,357</b>	<b>71,043,389</b>	<b>26,444,596</b>	<b>87,895,469</b>
<b>Operating expense</b>	<b>20,194,522</b>	<b>70,890,692</b>	<b>15,007,361</b>	<b>42,153,936</b>
Personnel expenses	9,090,134	32,625,025	7,344,235	21,220,887
Other operating expenses	8,689,612	30,381,857	5,273,398	15,920,557
Depreciation & Amortisation	2,414,776	7,883,811	2,389,728	5,012,493
<b>Operating Profit</b>	<b>2,160,836</b>	<b>152,697</b>	<b>11,437,234</b>	<b>45,741,533</b>
Non operating income	-	6,533	-	4,616,458
Non operating expense	-	-	-	-
<b>Profit before income tax</b>	<b>2,160,836</b>	<b>159,230</b>	<b>11,437,234</b>	<b>50,357,991</b>
Income tax expense				
Current Tax	47,769	47,769	5,631,699	15,361,759
Deferred Tax	-	-	-	-
<b>Profit for the period</b>	<b>2,113,067</b>	<b>111,461</b>	<b>5,805,535</b>	<b>34,996,232</b>

**Condensed Statement of Other Comprehensive Income**

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
<b>Profit for the year</b>	<b>2,113,067</b>	<b>111,461</b>	<b>5,805,535</b>	<b>34,996,232</b>
<b>Other comprehensive income for the period, net of income tax</b>	<b>-</b>	<b>9,138,938</b>	<b>(353,894)</b>	<b>(353,894)</b>
<b>Total comprehensive income for the period</b>	<b>2,113,067</b>	<b>9,250,399</b>	<b>5,451,641</b>	<b>34,642,338</b>
<b>Profit attributable to:</b>				
Equity holders of the Bank	2,113,067	9,250,399	5,451,641	34,642,338
Non-controlling interest	-	-	-	-
<b>Total</b>	<b>2,113,067</b>	<b>9,250,399</b>	<b>5,451,641</b>	<b>34,642,338</b>

Earnings per Share				
Basic Earnings per Share		1.16		4.33
Annualized Basic Earnings Per Share		1.16		4.33
Diluted Earnings per Share (Annualized)		1.16		4.33

Ratios As per NRB Directive				
Particulars	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA		51.57%		59.54%
Non Performing Loan (NPL) to total loan		1.69%		1.41%
Total Loan Loss Provision to Total NPL		211.83%		155.74%
Cost of Funds		7.54%		8.78%
Credit to Deposit Ratio		60.88%		52.29%
Base Rate		11.22%		12.66%
Interest Rate Spread		4.73%		4.53%

**Details about the distributable Profit**

	Amount Rs.
<b>Net profit for the period end Ashadh Quarter</b>	<b>111,461.01</b>
<b>1. Appropriations</b>	
<b>1.1 Profit Required to be appropriated</b>	<b>0.00</b>
a) General Reserve	
b) Capital Redemption Reserve	
c) Exchange Fluctuation Fund	
d) CSR Fund	
e) Employee Training Fund	
f) Other	
<b>1.2 Profit Required to be transferred to Regulatory Reserve</b>	<b>-32,536,009.86</b>
a) Transferred to Regulatory Reserve	-32,536,009.86
b) Transferred from Regulatory Reserve	
<b>Net Profit for the Period End Ashadh Quarter for Distribution</b>	<b>-32,424,548.85</b>

**Disclosure as Prescribed by Securities Registration and Issue Regulation, 2073**  
 (Related to Sub Rule (1) of Rule 26, for the Fourth Quarter of F.Y.2076/77)

<b>1. Financial Statements (as per un-audited figures of 2077.04.30)</b>			
I. Financial detail as at the end of Fourth Quarter (2077.04.30) of F.Y.2076/77 has been published along with this disclosure.			
<b>II. Major Financial Indicators</b>			
a) Earning Per Share(Annualized)	1.16	b) Market Value per Share	101
c) Price Earning Ratio	87.07	d) Net Worth Per Share	106.88
e) Total Assets/No. of Share	354.99	f) Liquidity Ratio	37.81
<b>2. Management Analysis</b>			
<b>a) Details relating to the charge in the FI's reserve, income and liquidity in the quarter (if any) and its main reason.</b>			
FI's reserve and liquidity position remained strong throughout the quarter.			
<b>b) Management's analytical details regarding future business plan.</b>			
FI's seeks to achieve sustainable growth in business and profitability as per its strategic management plan.			
<b>c) Analytical details of the incidents that may have major impact on reserve, profit or cash flow (if any) based on previous experience.</b>			
No specific incident occurred during the period that could have impact on reserve, profit or cash flow.			
<b>3. Legal Proceedings</b>			
<b>a) Case filed by or against the FI in this quarter.</b>			
There is no any law suit filed against the FI in this quarter.			
<b>b) Case relating to disobedience of prevailing law or commission of criminal offence filed by or against the promoter or Director of the FI</b>			
No such information has been received.			
<b>c) Case relating to commission of financial crime filed against any promoter or Director of the FI.</b>			
No such information has been received.			
<b>4. Analysis of stock performance of the FI</b>			
<b>a) Management view on the transaction of the shares of the FI in the Share Market.</b>			
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>b) Maximum, minimum and last share price, total transaction days and total transacted number of shares in the quarter (as per nepalstock.com)</b>			
Maximum Share Price	106	Minimum Share Price	100
Closing Share Price	101	Total No. of Transaction	19
No. of days of transaction	7	Total Traded no. of Share	30651

<b>5. Problems and Challenges</b>			
<b>Internal</b>			
1) To maintain the level of interest spread		2) Managing overheads	
3) Recruitment, retention and development of quality manpower 4) Increasing operational risk			
<b>External</b>			
1) Tough competition in banking industry		2) Unstable socio-political situation of the country	
3) Lack of favorable environment for the investment			
4) Impact of Covid-19 on financial sector			
<b>Strategy to overcome the problems and challenges</b>			
1) Development and introduction of customer-oriented product/services.			
2) Strict portfolio management with emphasis on quality rather than quantity.			
3) Identification of new business avenues.			
4) Focus on development of staffs by training, counseling and monitoring them.			
<b>6. Corporate Governance</b>			
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.			
<b>7. Declaration</b>			
I, CEO of the FI, am accountable individually on 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.			