



# सेन्ट्रल फाइनेन्स लिमिटेड

## CENTRAL FINANCE LIMITED

Serving Your Financial Needs

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### Unaudited Financial Report (Quarterly)

As at 2<sup>nd</sup> quarter (2078/09/30) of the Fiscal Year 2078/79

#### Condensed statement of financial position

As on quarter ended Poush 2078

ASSETS	This Quarter Ending	Immediate Previous Year Ending
Cash and cash equivalent	43,65,45,451	37,94,99,350
Due from Nepal Rastra Bank	24,98,29,593	27,20,14,273
Placement with Bank and Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loans and advances to B/FIs	11,84,40,000	9,57,39,000
Loans and advances to customers	4,83,08,12,926	4,13,18,33,126
Investment securities	1,65,73,81,458	1,70,48,71,044
Current tax assets	1,92,10,142	1,06,28,302
Investment in subsidiaries	-	-
Investment in associates	-	-
Investment property	26,11,789	26,11,789
Property Plant and Equipment	14,39,20,175	13,71,67,117
Goodwill and Intangible assets	21,43,891	4,25,162
Deferred tax assets	-	-
Other assets	3,85,60,891	10,31,01,156
<b>TOTAL ASSETS</b>	<b>7,49,94,56,316</b>	<b>6,83,78,90,318</b>
LIABILITIES	This Quarter Ending	Immediate Previous Year Ending
Due to Bank and Financial Institutions	16,62,16,081	24,51,76,981
Due to Nepal Rastra Bank	28,53,95,870	6,56,68,685
Derivative financial instruments	-	-
Deposits from customers	5,76,01,93,920	5,27,33,46,239
Borrowing	-	-
Current Tax Liabilities	-	-
Provisions	-	-
Deferred tax liabilities	1,57,03,814	1,31,73,694
Other liabilities	3,19,29,364	4,04,79,634
Debt securities issued	-	-
Subordinated Liabilities	-	-
<b>TOTAL LIABILITIES</b>	<b>6,25,94,39,049</b>	<b>5,63,78,45,233</b>
EQUITY	This Quarter Ending	Immediate Previous Year Ending
Share Capital	88,10,35,709	88,10,35,709
Share premium	4,42,546	4,42,546
Retained Earnings	12,79,42,645	10,67,65,650
Reserves	23,05,96,367	21,18,01,180
<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS</b>	<b>1,24,00,17,267</b>	<b>1,20,00,45,085</b>
<b>NON-CONTROLLING INTEREST</b>		
<b>TOTAL EQUITY</b>	<b>1,24,00,17,267</b>	<b>1,20,00,45,085</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>7,49,94,56,316</b>	<b>6,83,78,90,318</b>

#### Condensed statement of profit or loss

For the quarter ended Poush 2078

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Interest income	17,04,59,235	32,74,96,155	13,76,75,053	28,47,07,434
Interest expense	11,33,88,071	21,60,63,941	9,54,01,888	19,41,98,832
<b>Net interest income</b>	<b>5,70,71,164</b>	<b>11,14,32,214</b>	<b>4,22,73,165</b>	<b>9,05,08,602</b>
Fee and commission income	1,06,12,595	2,12,85,276	1,11,24,028	1,75,85,708
Fee and commission expense	-	-	-	-
<b>Net fee and commission income</b>	<b>1,06,12,595</b>	<b>2,12,85,276</b>	<b>1,11,24,028</b>	<b>1,75,85,708</b>
<b>Net interest, fee and commission income</b>	<b>6,76,83,759</b>	<b>13,27,17,490</b>	<b>5,33,97,193</b>	<b>10,80,94,310</b>
Net trading income	-	-	-	-
Other operating income	3,08,804	37,61,780	1,75,63,927	2,46,13,661
<b>Total operating income</b>	<b>6,79,92,563</b>	<b>13,64,79,270</b>	<b>7,09,61,120</b>	<b>13,27,07,971</b>
Impairment charge/(reversal) for loans and other losses	58,31,272	2,00,04,045	(1,34,10,269)	1,55,07,123
<b>Net operating income</b>	<b>6,21,61,292</b>	<b>11,64,75,225</b>	<b>8,43,71,389</b>	<b>11,72,00,848</b>
<b>Operating expense</b>				
Personnel expenses	1,91,61,186	4,09,61,512	2,25,96,965	3,46,57,007
Other operating expenses	96,61,284	1,91,76,384	74,99,383	1,46,95,532
Depreciation & Amortization	30,97,366	67,09,906	35,53,535	62,58,765
<b>Operating Profit</b>	<b>3,02,41,456</b>	<b>4,96,27,423</b>	<b>5,07,21,507</b>	<b>6,15,89,544</b>
Non operating income	2,66,068	4,02,260	10,38,634	14,06,827
Non operating expense	-	24,350	2,21,313	2,21,313
<b>Profit before income tax</b>	<b>3,05,07,524</b>	<b>5,00,05,333</b>	<b>5,15,38,827</b>	<b>6,27,75,058</b>
Income tax expense	-	-	-	-
Current Tax expenses	91,52,257	1,50,01,600	1,56,82,564	1,88,32,518
Deferred Tax Expenses/(Income)	-	-	-	-
<b>Profit for the period</b>	<b>2,13,55,267</b>	<b>3,50,03,733</b>	<b>3,58,56,263</b>	<b>4,39,42,541</b>

#### Condensed statement of 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>2,13,55,267</b>	<b>3,50,03,733</b>	<b>3,58,56,263</b>	<b>4,39,42,541</b>
Gains/(Losses) from investments in equity instruments measured at fair value	2,50,90,270	70,97,785	1,07,50,678	8,68,13,278
Income tax relating to above terms	(75,27,080)	(21,29,335)	(32,25,204)	(2,60,43,984)
<b>Net other comprehensive income that will not be reclassified to profit or loss</b>	<b>1,75,63,190</b>	<b>49,68,450</b>	<b>75,25,474</b>	<b>6,07,69,294</b>
<b>Other comprehensive income for the year, net of income tax</b>	<b>1,75,63,190</b>	<b>49,68,450</b>	<b>75,25,474</b>	<b>6,07,69,294</b>
<b>Total comprehensive income for the period</b>	<b>3,89,18,457</b>	<b>3,99,72,183</b>	<b>4,33,81,737</b>	<b>10,47,11,835</b>
Basic earnings per share		7.95		10.68
Diluted earnings per share		7.95		10.68
<b>Total comprehensive income attributable to:</b>				
Equity holders of the bank	3,89,18,457	3,99,72,183	4,33,81,737	10,47,11,835
Non-controlling interest	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>3,89,18,457</b>	<b>3,99,72,183</b>	<b>4,33,81,737</b>	<b>10,47,11,835</b>

#### Ratio per as NRB directive

Particulars	Current year		Previous year	
	This quarter	Upto this quarter (YTD)	This quarter	Upto this quarter (YTD)
Capital fund to RWA		23.64%		25.81%
Non-performing loan (NPL) to total loan		1.61%		3.22%
Total loan loss provision to Total NPL		144.80%		87.64%
Cost of Funds		7.97%		7.19%
Credit to Deposit Ratio		84.79%		68.86%
Base Rate		10.02%		9.14%
Interst Rate Spread		4.61%		4.95%

#### Statement of distributable profit

Particulars	POUSH END 2078
<b>Opening restated retained earning</b>	<b>10,67,65,649</b>
<b>Net profit or (loss) as per statement of profit or loss</b>	<b>3,50,03,733</b>
<b>Appropriations:</b>	
a. General reserve	(70,00,747)
b. Foreign exchange fluctuation fund	-
c. Capital redemption reserve	-
d. Corporate social responsibility fund	(3,50,037)
e. Employees' training fund	-
f. Other	-
<b>Profit or (loss) before regulatory adjustment</b>	<b>2,76,52,949</b>
<b>Regulatory adjustment:</b>	
a. Transferred to Regulatory Reserve	(64,75,953)
b. Transferred from Regulatory Reserve	-
<b>Distributable profit or (loss)</b>	<b>12,79,42,645</b>

#### Notes:

- Above Financial Statements are prepared in accordance with the Nepal Financial Reporting Standards (NFRS) and certain carve-outs.
- Following alternative treatment has been implied by the financial institution with respect to the Carve-out published by the Institute of Chartered Accountants of Nepal:
  - The financial institution has not restated the figures relating to corresponding quarter of the previous year.
  - The financial institution recognized impairment of loans and advances at higher of loan loss provision required as per the directives issued by Nepal Rastra Bank and impairment amount determined as per Para 63 of NAS 39.
  - The financial institution has not recognized interest income on loans and advances based on the effective interest rate due to impracticability of determination of transaction cost. All such costs have been directly charged off to Statement of profit or loss.
- Figures presented above may vary with the audited figures as per the instruction or requirement of the banking regulator and/or statutory auditor.
- Loans and advances are presented net of impairment charges and includes staff loans and advances.
- Personnel expenses includes provision for staff bonus which has been calculated as per provision of Bonus Act and amortization of the deferred employee benefits of subsidized loans provided to employees.
- Figures are regrouped and reclassified wherever necessary.
- A detailed interim financial report has been published in the financial institution's website <https://www.centralfinance.com.np>

#### आ. व. २०७८/७९ को दोस्रो त्रैमासिक प्रतिवेदन

(धितोपत्र दर्ता तथा निष्काशन नियमावली, २०७३ को अनुसूची १४ नियम २६ को उपनियम (१) सँग सम्बन्धित)

#### १. वित्तीय विश्लेषण:

- यस त्रैमासिक अवधिको वासलात र नाफा नोक्सान सम्बन्धी विवरण यसै साथ प्रकाशित गरिएको छ ।
  - यस संस्था र तोकिए बमोजिम सम्बन्धित पक्षबीच कुनै कारोबार नभएको छ ।
- ख) २०७८ पौष मसान्तमा यस संस्थाको प्रमुख वित्तीय अनुपातहरू निम्नानुसार रहेको छ ।
- प्रति शेयर आमदानी रु. ७.९५ (वार्षिक)
  - मूल्य आमदानी अनुपात रु. ६६.२०
  - प्रति शेयर नेटवर्थ रु. १४०.७५
  - प्रतिशेयर कूल सम्पत्तिको मूल्य रु. ८५१.२१
  - तरलता अनुपात ३३.९१

#### २. व्यवस्थापकीय विश्लेषण:

- त्रैमासिक अवधिमा संस्थाको मौज्जात, आमदानी र तरलतामा कुनै परिवर्तन भएनभएको सोको प्रमुख कारण सम्बन्धी विवरण: यस त्रैमासिक अवधिमा वित्तीय बजारमा तरलताको संकट देखिए तापनि संस्थाले उचित तरलता कायम राख्दै कारोबार संचालन गरेको छ । साथै संस्थाको आमदानी सन्तोषजनक रूपले वृद्धि भएको छ ।
- आगामी अवधिको व्यवसायिक योजना सम्बन्धमा व्यवस्थापनको विश्लेषणात्मक विवरण: संस्थाको स्रोत संकलन र परिचालनको दायरा अझ फराकिलो बनाउन काठमाण्डौ उपत्यकाबाहिर शाखा कार्यालय विस्तार गरी सेवा विस्तार गर्ने, संस्थाको कारोबारलाई आधुनिकीकरण गर्ने र संस्थाका Stakeholder का प्रत्यक्ष चासोका विषयमा योजनाबद्ध रूपमा कार्य गरी समग्र रूपमा शेयरधनीको हित अभिवृद्धि (Value Maximization of Shareholder) तर्फ व्यवस्थापन कटिबद्ध रहेको छ ।
- विगतको अनुभवबाट संगठित संस्थाको मौज्जात, नाफा वा नगद प्रवाहमा तात्बिक असर पार्न सक्ने घटना, अवस्था आदि भएमा सो सम्बन्धी विश्लेषणात्मक विवरण विगतको अनुभव तथा वर्तमान परिस्थितिलाई मध्यनजर गर्दा यस अवधिमा वित्तीय बजारमा तरलताको अभाव रहे तापनि यस संस्थाको मौज्जात, आमदानीमा आशानुकूल वृद्धि भएको छ भने यस संस्थाले तरलताको उचित व्यवस्थापन गरेको छ ।

#### ३. कानूनी कारवाही सम्बन्धी विवरण:

- उल्लेखित त्रैमासिक अवधिमा संगठित संस्थाले वा संस्थाको विरुद्ध कुनै मुद्दा दायर भएका भए : यस त्रैमासिक अवधिमा यस संस्था वा संस्था विरुद्ध कुनै मुद्दा मामिला नरहेको छ ।
- यस संस्थाको संस्थापक वा संचालकले वा संस्थापक वा संचालकको विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै मुद्दा मामिला नरहेको छ ।
- यस संस्थाको संस्थापक वा संचालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा मामिला नरहेको छ ।

#### ४. संस्थाको शेयर कारोबार सम्बन्धी विश्लेषण:

- शेयरको अधिकतम मूल्य : रु. ६३७.००
- शेयरको न्यूनतम मूल्य : रु. ३८५.००
- शेयरको अन्तिम मूल्य : रु. ५२६.००
- कारोबार भएको कूल दिन : ५९
- कारोबारको संख्या : १८,९८७

#### ५. समस्या र चुनौतीहरू:

हाल बजारमा व्याप्त निक्षेपको बढ्दो व्याजदर प्रतिस्पर्धा र पुँजी विस्तार लगायतका कारणले बैंकिङ क्षेत्रले अपेक्षित प्रतिफलदर कायम राख्न ठूलो चुनौती थपिएको देखिन्छ भने निक्षेपको वृद्धिदर कर्जा सापटको भन्दा कम रहँदा तरलता संकुचनले थप लगानी विस्तारमा अंकुश लागेको देखिन्छ । यद्यपी यस संस्थाले यस चुनौतीलाई स्वाभाविक, सहज रूपमा लिई योजना अनुसारको लक्ष्य हासिल गर्नेमा विश्वस्त रहेको छ ।

#### ६. संस्थागत सुशासन:

संस्थागत सुशासन स्वनिर्देशित हुनुपर्ने मान्यतामा व्यवस्थापन विश्वास गर्दछ । नियमकारी निकायहरूद्वारा जारी निर्देशनहरू तथा प्रचलित ऐन कानूनहरूको संस्थाले सदैव पालना गर्दै आएको छ ।

#### ७. सत्यतथ्य सम्बन्धमा अध्यक्ष/कार्यकारी प्रमुखको उद्घोषण:

आजका मितिसम्म यस प्रतिवेदनमा उल्लेखित जानकारी तथा विवरणहरूको शुद्धता सम्बन्धमा म व्यक्तिगत रूपमा उत्तरदायित्व लिन्छु । साथै म यो उद्घोषण गर्दछु कि मैले जाने बुझेसम्म यस प्रतिवेदनमा उल्लेखित विवरणहरू सत्य, तथ्य र पूर्ण छन् र लगानीकर्ताहरूलाई सुसूचित गर्नुपर्ने र निर्णय लिने आवश्यक पर्ने कुनै विवरण, सूचना तथा जानकारीहरू लुकाइएको छैन ।