

Unaudited Interim Financial Statement of FY 2081/82

Condensed Statement of Financial Position

As on Poush end, 2081

Amount in NPR

Assets	This quarter ending	Immediate previous year ending
Cash and Cash Equivalent	521,653,727	700,951,471
Statutory Balances and due from Nepal Rastra Bank	47,035,802	46,785,802
Placement with Bank & Financial Institutions	-	-
Derivative Financial Instruments	-	-
Other Trading Assets	-	-
Loan and advances to MFIs & Cooperatives	-	-
Loans and Advances to Customers	9,862,821,512	9,555,877,722
Investment Securities	710,000	10,000
Current Tax Assets	22,233,280	-
Investment Property	1,335,759	1,335,759
Property and Equipment	21,637,634	23,218,233
Goodwill and Intangible Assets	12,508,525	12,583,612
Deferred Tax Assets	16,700,734	16,700,734
Other Assets	58,139,555	117,155,569
Total Assets	10,564,776,528	10,474,618,902
Liabilities		
Due to Bank and Financial Institutions	-	-
Due to Nepal Rastra Bank	-	-
Derivative Financial Instruments	-	-
Deposits from Customers	2,981,867,123	2,803,571,680
Borrowings	6,312,182,122	6,394,859,362
Current Tax Liabilities	-	18,014,935
Provisions	-	-
Deferred Tax Liabilities	-	-
Other Liabilities	186,205,037	190,371,120
Debt Securities Issued	-	-
Subordinated Liabilities	-	-
Total Liabilities	9,480,254,282	9,406,817,097
Equity		
Share Capital	733,046,280	641,616,000
Share Premium	-	-
Retained Earnings	10,139,512	100,581,470
Reserves	341,336,454	325,604,335
Total Equity	1,084,522,246	1,067,801,805
Total Liabilities and Equity	10,564,776,528	10,474,618,902

Condensed Statement of Profit & Loss

For the period ended Poush end, 2081

Amount in NPR

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Up to this Quarter	This Quarter	Up to this Quarter
Interest Income	395,233,200	725,707,329	308,118,842	597,017,363
Interest Expense	184,021,661	385,594,618	226,832,558	453,609,433
Net Interest Income	211,211,539	340,112,711	81,286,284	143,407,929
Fee and Commission Income	25,543,161	50,500,727	29,976,439	55,790,163
Fee and Commission Expense	36,498	1,076,667	1,560,008	4,270,008
Net Fee and Commission Income	25,506,663	49,424,060	28,416,431	51,520,155
Net Interest, Fees and Commission Income	236,718,202	389,536,771	109,702,715	194,928,084
Net Trading Income	-	-	-	-
Other Operating Income	10,050,004	18,955,250	8,652,363	9,337,279
Total Operating Income	246,768,206	408,492,021	118,355,078	204,265,363
Impairment Charge/(reversal) for Loans and Other Losses	45,246,475	130,837,089	2,423,902	14,465,793
Net operating income	201,521,731	277,654,932	115,931,176	189,799,569
Operating Expense				
Personnel Expenses	80,652,721	178,007,712	86,785,103	157,227,123
Other Operating Expenses	32,260,957	63,010,378	34,183,869	62,853,239
Depreciation & Amortization	1,476,130	3,000,155	1,516,963	3,050,439
Operating Profit	87,131,923	33,636,687	(6,554,759)	(33,331,231)
Non-Operating Income	135,040	216,769	89,904	447,743
Non-Operating Expense	104,416	1,416	-	-
Profit before Income Tax	87,162,547	33,749,040	(6,464,855)	(32,883,488)
Income Tax Expense				
Current Tax	10,124,712	10,124,712	-	-
Deferred Tax	-	-	-	-
Profit for the Period	77,037,835	23,624,328	(6,464,855)	(32,883,488)

Condensed Statement of Comprehensive Income

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Up to this Quarter	This Quarter	Up to this Quarter
Profit or loss for the Period	77,037,835	23,624,328	(6,464,855)	(32,883,488)
Other Comprehensive Income				
Total Comprehensive Income for the period	77,037,835	23,624,328	(6,464,855)	(32,883,488)
Earnings per share				
Annualized Basic Earnings Per Share	-	6.45	-	(16.47)
Diluted earnings per share	-	6.45	-	(16.47)

Ratios as per NRB Directive

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Up to this Quarter	This Quarter	Up to this Quarter
Capital Fund to RWA	-	9.38%	-	9.65%
Total Loan Loss Provision to Total NPL	-	68.24%	-	50.14%
NPL	-	4.92%	-	4.93%
Cost of Funds	-	7.88%	-	10.28%
Credit to Deposit and Borrowing Ratio	-	108.46%	-	108.39%
Base Rate	-	12.73%	-	15.49%
Interest Rate Spread	-	7.12%	-	4.72%

Statement of Distributable Profit or Loss

For the Quarter ended on Poush 2081

(As per NRB Regulation)

Amount (NPR)

Particulars	Poush end, 2081	Poush end, 2080
Net profit or (loss) as per statement of profit or loss	23,624,328	(32,883,488)
Appropriations:		
a. General reserve	4,724,866	-
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	236,243	-
e. Employees' training fund	-	-
f. Client Protection Fund	236,243	-
g. Other	-	-
Profit or (loss) before regulatory adjustment	18,426,976	(32,883,488)
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	(15,930,353)	1,052,623
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	-
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	-	-
e. Deferred tax assets recognised (-)/ reversal (+)	-	-
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/reversal (+)	-	-
h. Actuarial gain/loss recognised (-)/reversal (+)	-	-
i. Other (+/-)	-	-
Net Profit for the period available for distribution	2,496,623	(31,830,865)
Opening Retained Earnings as on Shrawan 1	100,581,470	122,311,483
Adjustments (+/-)	3,303,818	-
Distribution: (-)	-	-
Bonus shares issued	(91,430,280)	-
Cash dividend paid	(4,812,120)	-
Total Distributable Profit/Loss as on quarter end	10,139,512	90,480,618
Distributable Profit/Loss per share	1.38	14.10

- Note:
- Figures presented above may vary with the audited figures if instructed by the banking regulations and statutory auditor.
 - The detailed interim financial report has been published on the official website (<https://ashamicrofinance.com.np/>)
 - The presented financial statements have been prepared in accordance with Nepal Financial Reporting Standards as per NRB Directive except the guideline of Expected Credit Loss (ECL) Model as required by NFRS 9.
 - Personnel Expenses include the provision for Employees Bonus.
 - Loans and Advances are presented net of impairment charges and includes interest accruals and staff loans.
 - Figures are regrouped/rearranged/restated wherever necessary for consistent presentation and comparison.
 - Actuarial Valuation for defined benefit plans and staff leave have not been done for the reported period.

Interest Rate:

1. Deposits- 7.5% - 13.5%	2. Loan & Advance- 1.4% - 1.5%
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धितोपत्र दत्ता तथा निष्काशन नियमावली, २०७३ को नियम २६को उपनियम (१) अनुसूची -१४ अनुसारको आ.व. २०८१/८२ को दोस्रो त्रैमासिक प्रतिवेदन

- वित्तीय विवरण :**
 - नेपाल फाइनेन्सियल रिपोर्टिङ स्ट्यान्डर्ड (NFRS) अनुरूप दोस्रो त्रैमासिक अपरिष्कृत वित्तीय विवरण यस प्रतिवेदनमा प्रकाशित गरिएको छ । साथै यो वित्तीय विवरण संस्थाको वेबसाइट : www.ashamicrofinance.com.np मा पनि राखिएको छ ।
 - प्रमुख वित्तीय अनुपातहरू:

प्रति शेयर आय/लाभ (रु.मा)	मूल्य आम्दानी अनुपात	प्रति शेयर नेटवर्क	प्रति शेयर कुल सम्पत्तिको मूल्य	तरलता अनुपात
रु. ६.४४	१२४.४४ गुणा	रु. १४९.९२	रु. १,४४१.२२	६.९२ %

- व्यवस्थापकीय विवरण :**
 - दोस्रो त्रैमासिक अवधिमा संस्थाको मौज्जात, आम्दानी र तरलतामा कुनै परिवर्तन भए सोको प्रमुख कारण सम्बन्धी विवरण केही वर्षदेखि वित्तीय क्षेत्रमा फेलाहाएको नकारात्मक तथा ग्रामक सन्देशका कारणले लघुवित्त क्षेत्रमा अरब परिवर्तन पनि यस अवधिमा ऋणी सदस्य सञ्चालन, सदस्यहरूबाट प्राप्त हुने बचत, कर्जा असुली तथा कर्जा लगानीमा सकारात्मक प्रभाव परेको छ । बजारमा लगानी योग्य पूर्वीको सहज उपलब्धता भएको कारण र बाह्य कर्जा व्याज प्रतिशत घटेदै गएको कारण कर्जा विस्तार बढेको र व्याज सञ्चालन कमी भएको छ । व्यवस्थापनबाट लघुवित्त क्षेत्रमा देखिएको बाह्य जोखिम, कर्जा जोखिम तथा तरलता जोखिमहरूलाई उच्च प्राथमिकताका साथ विवरण गर्दै वित्तीय कारोवारहरू सञ्चालन गरिएको छ । आगामी दिनमा वित्तीय क्षेत्रमा देखिएको बाह्य समस्यामा क्रमशः सुधार भई संस्थाको मौज्जात, आम्दानी र तरलता सन्तोषजनक रहने व्यवस्थापनको अनुमान रहेको छ ।

- आगामी अवधिमा व्यवसायिक योजना सम्बन्धी व्यवस्थापनको विवरणमाथिको विवरण :**
 - राष्ट्रिय स्तरको यस वित्तीय संस्थाले स्थापनाको सुरु देखिनै वित्तीय पहुँच अभिवृद्धि गराई न्यून आय भएका तथा विपन्न वर्गका महिनाहरूलाई स्वरोजगार बनाउने उद्देश्यले लघुवित्त सेवा प्रदान गरिरहेको छ । हाल संस्थाले १३२ वटा शाखा कार्यालय माफत देशका ७ वटै प्रदेशमा ४४ जिल्ला भित्र एक लाख भन्दा बढी विपन्न घर परिवारमा लघुवित्त सेवा प्रदान गरिरहेको छ । संस्थाले नवनिर्माण प्रविधिको प्रयोग गरी छिटो छरितो र विश्वसनीय एवं दिगो सेवा प्रदान गर्दै कार्यक्रम विस्तारमा अग्रसर रहेको छ । संस्थाले कृषि, पशुपालन, सेवा व्यवसाय तथा लघुउद्यम जस्ता व्यवसायहरू सञ्चालनको लागि विशेष गरी महिनाहरूलाई केन्द्रित गरी विभिन्न किसिमको निःशुल्क सिपमूलक तालिम प्रदान गरी सवत, सरल तथा उत्तरदायी लघुवित्त सेवा उपलब्ध गराउँदै गएको छ । समय सापेक्ष बचतको चाहना अनुसार सेवा तथा सुविधाहरू परिमार्जन गर्दै सदस्यहरूलाई गुणस्तरीय लघुवित्तीय सेवा प्रदान गर्ने लक्ष्य लिएको छ ।

- वित्तिको अनुभवबाट संगठित संस्थाको मौज्जात, नाफा वा नगद प्रवाहमा अरब पर्न सक्ने घटना आदि भएमा सो सम्बन्धी विवरणमाथिको विवरण :**
 - लघुवित्त विवरणको आन्दोलन, श्रोतको परिनिर्भरता र अपायता, लघुवित्त संस्थाहरूमा देखिएको कर्जाको दोस्रोपना, अस्वस्थ प्रतिस्पर्धा, आर्थिक मन्दी जस्ता समस्याले संस्थाको आम्दानीमा प्रत्यक्ष अरब पर्छ । भविष्यमा यस्ता किसिमका घटना आदि भएमा सो घटना वा अवस्था आउन नदिन आवश्यक नीति नियम, कार्यविधिहरूको तजुमा गरी अगाडि बढ्ने नीति यस संस्थाले लिएको छ ।

- कानूनी कारवाही सम्बन्धी विवरण :**
 - यस त्रैमासिकमा यस संस्थाले वा संस्थाको विरुद्ध कुनै मुद्दा दायर भएको छैन ।
 - यस संस्थाको संस्थापक वा सञ्चालकले वा संस्थापक वा सञ्चालकको विरुद्ध प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको कुनै जानकारी प्राप्त भएको छैन ।
 - कुनै संस्थापक वा सञ्चालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको कुनै जानकारी प्राप्त भएको छैन ।

- संगठित संस्थाको शेयर कारोवार सम्बन्धी विवरण :**
 - धितोपत्र बजारमा भएको संगठित संस्थाको कारोवार सम्बन्धमा व्यवस्थापनको धारणा

दोस्रो बजारमा हुने शेयर कारोवारको मूल्य खुल्ला बजारले निर्धारण भए अनुरूप हुने व्यवस्थापनको धारणा रहेको छ ।

नेपाल स्टक एक्सचेन्ज लिमिटेडको वेबसाइट www.nepalstock.com का अनुसार दोस्रो त्रैमासिक अवधिमा यस वित्तीय संस्थाको शेयर कारोवार निम्न विवरण अनुसार भएको देखिन्छ ।

अधिकतम मूल्य	न्यूनतम मूल्य	अन्तिम मूल्य	कारोवार दिन	कारोवार संख्या	कारोवार रकम	कारोवार किता
रु. १,०२२.००	रु. ९७०.००	रु. १,०४०.००	१४	४,६११	रु. ३९२,६२२,२४२	३३६,०२२

- समस्या तथा चुनौती :**
 - लघुवित्त वित्तीय संस्था विरुद्ध सधैं समितिमा आवद्ध केहि व्यक्तिहरूले केन्द्र बैंक सञ्चालनमा अवरोध गर्ने र अन्य केहि व्यक्तिहरूले समेत कर्जा नितिनै मनायौ राखी अन्य ऋणीहरूलाई लघुवित्तको कर्जाको किस्ता नितिनै भन्ने पालत प्रचारवाजीको कारण निकित्व ऋणीका साथै राम्रो व्यवसाय गरेर बचेका ग्राहक समेतले लघुवित्त तिन अर्ध गरेको कारण कर्जा असुलीहरूमा समस्या रहेकोले लघुवित्त व्यवसायको निरन्तरतालाई कायम राख्न चुनौति थपिएको छ ।

- संस्थागत सुशासन :**
 - संस्थागत सुशासनका लागि यस वित्तीय संस्था सदैव प्रतिबद्ध रहेको छ । सञ्चालक समितिका काम कारवाहीहरू तथा संस्थाको अन्य सबै क्रियाकलापहरू पारदर्शी रूपमा सञ्चालन गर्ने संस्थागत सुशासनको विकास गर्ने एवम् सो को अनुन्वीनी गराउन संस्था सदैव क्रियाशील छ ।

- यस वित्तीय संस्थाको सञ्चालक समिति तथा व्यवस्थापन, शेयरधनीहरू लगायत सम्पूर्ण सरोकारवालाहरूको हित संरक्षण तथा प्रवर्धन गर्ने सदैव प्रतिबद्ध रहेको छ ।** कम्पनी ऐन २०६३, बैंक तथा वित्तीय संस्था सम्बन्धी ऐन २०७३, नेपाल राष्ट्र बैंक ऐन २०४८, धितोपत्र ऐन २०६३ तथा विद्यमान ऐन कानून र अन्य नियमनकारी निकायहरूको निर्देशनको पालना गरी संस्थागत सुशासनको निरन्तर परिपालनाका लागि सञ्चालक समितिले प्रवृत्तपत्र, नियमावली, कर्मचारी सेवा विनियमावली, आर्थिक प्रशासन विनियमावली, बचत तथा कर्जा निर्देशिका, कर्जा उपलेखन विनियमावली, समूह केन्द्र व्यवस्थापन तथा प्रवेश पूर्व तालिम सञ्चालन निर्देशिका लगायत अन्य आवश्यक नीति निर्देशिकाहरू तयार गरी लागू गरिएको छ ।
- संस्थाले आफ्नो कारोवार तथा आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाउन सञ्चालक तथा व्यवस्थापन तहमा लेखापरीक्षण समिति, कर्मचारी सेवा सुविधा समिति, जोखिम व्यवस्थापन समिति, समिति शुद्धीकरण अनुगमन समिति, आर्थिक निर्देशन समिति लगायतका विभिन्न समिति एवं उपसमितिको गठन गरी संस्थागत सुशासन सम्बन्धी व्यवस्था पालना गरेको छ ।
- सत्य, तथ्यता सम्बन्धमा प्रमुख कार्यकारी अधिकृतको उद्घोषण :** आजको मितिमा यस प्रतिवेदनमा उल्लेखित जानकारी तथा विवरणहरूको शुद्धता सम्बन्धमा म व्यक्तिगत रूपमा उत्तरदायित्व लिन्छु । साथै म यो उद्घोषण गर्दछु कि मैले जाने बुझे सम्म यस प्रतिवेदनमा उल्लेखित विवरणहरू सत्य, तथ्य र पूण छन् । लगानीकर्ताहरूलाई सु-सूचित नियम विन आवश्यक कुनै विवरण वा सूचना तथा जानकारीहरू सुर्काइएको छैन ।

Asha Laghubitta Bittiya Sanstha Limited

Statement of Financial Position

As on Poush end, 2081

Particulars	Notes	Poush end, 2081	FY 2080/81
Assets			
Cash and Cash Equivalent	4.1	521,653,727	700,951,471
Statutory Balances and Due from Nepal Rastra Bank	4.2	47,035,802	46,785,802
Placement with Bank and Financial Institutions	4.3	-	-
Derivative Financial Instruments	4.4	-	-
Other Trading Assets	4.5	-	-
Loans and Advances to MFIs & Co-operatives	4.6	-	-
Loans and Advances to Customers	4.7	9,862,821,512	9,555,877,722
Investment Securities	4.8	710,000	10,000
Current Tax Assets	4.9	22,233,280	-
Investment Property	4.10	1,335,759	1,335,759
Property and Equipment	4.11	21,637,634	23,218,233
Goodwill and Intangible Assets	4.12	12,508,525	12,583,612
Deferred Tax Assets	4.13	16,700,734	16,700,734
Other Assets	4.14	58,139,555	117,155,569
Total Assets		10,564,776,528	10,474,618,902
Particulars	Notes	Poush end, 2081	FY 2079/80
Liabilities			
Due to Bank and Financial Institutions	4.15	-	-
Due to Nepal Rastra Bank	4.16	-	-
Derivative Financial Instrument	4.17	-	-
Deposits from Customers	4.18	2,981,867,123	2,803,571,680
Borrowings	4.19	6,312,182,122	6,394,859,362
Current Tax Liabilities	4.9	-	18,014,935
Provisions	4.20	-	-
Deferred Tax Liabilities	4.13	-	-
Other Liabilities	4.21	186,205,037	190,371,120
Debt Securities Issued	4.22	-	-
Subordinated Liabilities	4.23	-	-
Total Liabilities		9,480,254,282	9,406,817,097
Equity			
Share Capital	4.24	733,046,280	641,616,000
Share Premium		-	-
Retained Earnings		10,139,512	100,581,470
Reserves	4.25	341,336,454	325,604,335
Total Equity		1,084,522,246	1,067,801,805
Total Liabilities and Equity		10,564,776,528	10,474,618,902
Contingent Liabilities and Commitment	4.26	-	-
Book value per share		147.95	166.42

Asha Laghubitta Bittiya Sanstha Limited
Statement of Profit or Loss
For the period ended Poush end, 2081

Particulars	Notes	Poush end, 2081	FY 2080/81
Interest Income	4.27	725,707,329	1,343,299,353
Interest Expense	4.28	385,594,618	902,156,040
Net Interest Income		340,112,711	441,143,313
Fee and Commission Income	4.29	50,500,727	85,405,011
Fee and Commission Expense	4.30	1,076,667	6,324,182
Net Fee and Commission Income		49,424,060	79,080,829
Net Interest, Fee and Commission Income		389,536,771	520,224,142
Net Trading Income	4.31	-	-
Other Operating Income	4.32	18,955,250	50,129,770
Total Operating Income		408,492,021	570,353,912
Impairment Charge/ (Reversal) for Loans and Other Losses	4.33	130,837,089	(13,681,154)
Net Operating Income		277,654,932	584,035,066
Operating Expense			
Personnel Expenses	4.34	178,007,712	328,278,699
Other Operating Expenses	4.35	63,010,378	123,389,095
Depreciation & Amortization	4.36	3,000,155	6,069,923
Operating Profit		33,636,687	126,297,349
Non Operating Income	4.37	216,769	1,001,451
Non Operating Expense	4.38	104,416	-
Profit Before Income Tax		33,749,040	127,298,800
Income Tax Expense			
Current Tax	4.39	10,124,712	44,621,763
Deferred Tax	4.39		(1,944,280)
Profit for the Year		23,624,328	84,621,317
Earnings Per Share			
Annualized Basic EPS		6.45	13.19

Asha Laghubitta Bittiya Sanstha Limited
Statement of Cash Flows
For the period ended Poush end, 2081

Particulars	Poush end, 2081	FY 2080/81
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest Received	700,421,056	1,337,159,228
Fee and Other Income Received	50,500,727	85,405,011
Dividend Received	-	-
Receipts from Other Operating Activities	18,955,250	51,131,221
Interest Paid	(385,594,618)	(902,156,040)
Commissions and Fees Paid	(1,076,667)	(6,324,182)
Cash Payment to Employees	(174,257,819)	(328,278,699)
Other Expenses Paid	(63,010,378)	(123,389,095)
Operating Cash Flows before Changes in Operating Assets and Liabilities	145,937,551	113,547,444
(Increase) Decrease in Operating Assets		
Statutory Balances/Due from Nepal Rastra Bank	(250,000)	(4,699,990)
Placement with Banks and Financial Institutions	-	-
Other Trading Assets	-	-
Loans and Advances to Bank and Financial Institutions	-	-
Loans and Advances to Customers	(412,494,606)	(607,278,555)
Other Assets	59,016,014	(26,392,193)
Increase (Decrease) in Operating Liabilities		
Due to Banks and Financial Institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposit from Customers	178,295,443	(20,427,309)
Borrowings	(82,677,240)	927,873,301
Other Liabilities	(4,166,083)	52,135,363
Net Cash Flow from Operating Activities before Tax Paid	(116,338,921)	434,758,061
Income Tax Paid	(50,372,927)	(26,606,828)
Net Cash Flow from Operating Activities	(166,711,848)	408,151,233
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investment Securities	(700,000)	-
Receipts from Sale of Investment Securities	-	-
(Purchase)/Receipts from sale of Property and Equipment	(1,344,469)	(4,741,514)
(Purchase)/Receipts from sale of Intangible Assets	(1)	-
(Purchase)/Receipts from sale of Investment Properties	-	-
Interest Received	-	-
Dividend Received	-	-
Net Cash Used in Investing Activities	(2,044,469)	(4,741,514)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from Issue of Debt Securities	-	-
Repayments of Debt Securities	-	-
Receipts from Issue of Subordinated Liabilities	-	-
Repayments of Subordinated Liabilities	-	-
Receipt from Issue of Shares	-	-
Cash Dividend Paid	(4,812,120)	-
Interest Paid	-	-
Other Receipts/Payments	(5,729,307)	(7,870,767)
Net Cash from Financing Activities	(10,541,427)	(7,870,767)
Net Increase (Decrease) in Cash and Cash Equivalents	(179,297,744)	395,538,952
Cash and Cash Equivalents at Shrawan 01, 2081	700,951,471	305,412,519
Effect of Exchange Rate fluctuations on Cash and Cash Equivalents Held	-	-
Cash and Cash Equivalents at Poush end, 2081	521,653,727	700,951,471

Asha Laghubitta Bittiya Sanstha Limited
Statement of Other Comprehensive Income
For the period ended Poush end, 2081

Particulars	Notes	Poush end, 2081	FY 2080/81
Profit for the year		23,624,328	148,136
Other Comprehensive Income, Net of Income Tax			
a) Items that will not be reclassified to profit or loss			
Gains/(losses) from investment in equity instruments measured at fair value		-	-
Gains/(losses) on revaluation		-	-
Actuarial gains/(losses) on defined benefit plans		-	8,260,459
Income tax relating to above items		-	(2,478,138)
Net other comprehensive income that will not be reclassified to profit or loss		-	5,782,321
b) Items that are or may be reclassified to profit or loss			
Gains/(losses) on cash flow hedge		-	-
Exchange gains/(losses)(arising from translating financial assets of foreign operation)		-	-
Income tax relating to above items		-	-
Reclassify to profit or loss		-	-
Net other comprehensive income that are or may be reclassified to profit or loss		-	-
Other Comprehensive Income for the year, Net of Income Tax		-	5,782,321
Total Comprehensive Income for the Year		23,624,328	5,930,457

Asha Laghubitta Bittiya Sanstha Limited
Statement of Distributable Profit or Loss
As on Poush end, 2081

Particulars	Poush end, 2081	FY 2080/81
Net profit or (loss) as per statement of profit or loss	23,624,328.01	84,621,317
Appropriations:	-	-
a. General reserve	4,724,866	16,924,263
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	236,243	846,213
e. Employees' training fund	-	(2,228,711)
f. Client Protection Fund	236,243	846,213
g. Other	-	-
Profit or (loss) before regulatory adjustment	18,426,976	68,233,339
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	(15,930,353)	(3,868,280)
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	-
d. Short loan loss provision on Non Banking Assets (-)/resersal (+)	-	-
e. Deferred tax assets recognised (-)/ reversal (+)	-	(2,560,355)
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/reversal (+)	-	-
h. Acturial gain/loss recognised (-)/reversal (+)	-	(1,437,508)
i. Restructure Reserve	-	(61,919,259)
Net profit for Poush end 2081 available for distribution	2,496,623	(1,552,062)
Opening Retained Earnings as on Shrawan 1, 2080	100,581,472	102,133,533
Adjustments (+/-)	3,303,818	-
Distribution: (-)		
Dividend paid	(96,242,400)	-
Total Distributable profit/loss as on Poush end 2081	10,139,512	100,581,470
Total Distributable Profit/Loss per share	1.38	15.68

Asha Laghubitta Bittiya Sanstha Limited
Statement of Changes in Equity
As on Poush end, 2081

Attributable to Equity-Holders of the Institution								
Particulars	Share Capital	General Reserve	Regulatory Reserve	Corporate social responsibility reserve	Client Protection Fund	Retained Earning	Other Reserve	Total Equity
Balance at Shrawan 1, 2081	641,616,000	117,095,968	82,181,154	1,058,614	48,865,739	100,581,470	76,402,860	1,067,801,805
Adjustment/Restatement						10,000		
Adjustment/Restated Balance as at Shrawan 01, 2081	641,616,000	117,095,968	82,181,154	1,058,614	48,865,739	100,591,470	76,402,860	1,067,811,805
Comprehensive Income for the year						23,624,328		
Profit for the year						23,624,328		
Other Comprehensive Income, Net of Tax								
Actuarial gains/(losses) on defined benefit plans								
Total Comprehensive Income for the year								
Transfer to Reserves during the year								
General Reserve		4,724,866				(4,724,866)		
Corporate Social Responsibility Reserve				236,243		(236,243)		
Client Protection Reserve					236,243	(236,243)		
Others Reserve-Deferred Tax Liabilities								
Transfer from Reserves during the year								
Contribution to the Fund			15,930,352		1,593,723	3,293,818	41,304	
Expense from the Fund			(3,293,818)	(238,000)	(3,498,795)	(15,930,352)		
Transactions with Owners, directly recognized in Equity								
Dividend to Equity-Holders	91,430,280					(96,242,400)		
Total Contributions by and Distributions								
Balance at Poush end, 2081	733,046,280	121,820,833	94,817,688	1,056,858	47,196,910	10,139,512	76,444,166	1,084,522,246

Asha Laghubitta Bittiya Sanstha Limited
Notes to Financial Statements
As on Poush end, 2081

Cash and Cash Equivalent

4.1

Particulars	Poush end, 2081	FY 2080/81
Cash in Hand	6,206,414	9,531,026
Balances with BFIs	515,447,313	691,420,445
Money at Call and Short Notice	-	-
Other	-	-
Total	521,653,727	700,951,471

Cash and cash equivalents include cash at vault, highly liquid financial assets with original maturity of 3 months from the date of its acquisition and are readily convertible to cash, which are subject to an insignificant risk of changes in value. Cash at vault is adequately insured for physical and financial risks. The amount of cash and cash equivalents is maintained on the basis of the regulatory, liquidity, business commitments and business requirements. The income on these assets is credited to Statement of Profit or Loss under Interest income. Investment made in fixed deposits from Client Protection Fund has been classified under Other Assets. Fair value of cash and cash equivalent amount is the carrying amount.

Statutory Balances and Due from Nepal Rastra Bank

4.2

Particulars	Poush end, 2081	FY 2080/81
Statutory Balances with NRB	2,519	2,519
Statutory Balances with BFIs	47,033,283	46,783,283
Securities purchased under Resale Agreement	-	-
Other Deposit and Receivable from NRB	-	-
Total	47,035,802	46,785,802

Statutory Balance with BFIs represent the cash balance that is required to be held as the Cash Reserve Ratio as per the regulatory norms. Statutory Balance of the Microfinance has been maintained at Prabhu Bank Limited, Banepa Branch.

Placements with Financial Institutions

4.3

Particulars	Poush end, 2081	FY 2080/81
Placement with Domestic FIs	-	-
Less: Allowances for Impairment	-	-
Total	-	-

Placements with domestic financial institutions with original maturities of more than three months from the acquisition date are presented under this account head.

Derivative Financial Instruments

4.4

Particulars	Poush end, 2081	FY 2080/81
<i>Held for Trading</i>		
Interest Rate Swap	-	-
Currency Swap	-	-
Forward Exchange Contracts	-	-
Others	-	-
<i>Held for Risk Management</i>		
Interest Rate Swap	-	-
Currency Swap	-	-
Forward Exchange Contracts	-	-
Others	-	-
Total	-	-

Other Trading Assets

4.5

Particulars	Poush end, 2081	FY 2080/81
Treasury Bills	-	-
Government Bonds	-	-
NRB Bonds	-	-
Domestic Corporate Bonds	-	-
Equities	-	-
Other	-	-
Total	-	-
Pledged	-	-
Non-Pledged	-	-

Trading assets are those assets that the Microfinance acquires principally for the purpose of selling in the near term, or holds as part of a portfolio that is managed together for short-term profit are presented under this account head. The other trading asset includes non derivative financial assets. It includes Government bonds, NRB Bonds, Domestic Corporate bonds, Treasury bills, Equities etc held primarily for the trading purpose. The Microfinance doesn't have Other Trading Assets as of date.

Loans and Advances to MFIs & Co-operatives
4.6

Particulars	Poush end, 2081	FY 2080/81
Loans to Micro-Finance Institutions	-	-
Loans to FIs	-	-
Loans to Co-operatives	-	-
Less: Allowances for Impairment	-	-
Other	-	-
Less: Allowances for Impairment	-	-
Total	-	-

Loan and advances given to microfinance financial institutions as well as other financial institutions are presented under this head. The Microfinance doesn't possess loans and advances to MFIs & Co-operatives.

4.6.1 Allowances for Impairment	Poush end, 2081	FY 2080/81
Balance at Shrawan 01	-	-
Impairment Losss for the year:	-	-
Charge for the year	-	-
Recoveries/Reversal	-	-
Amount Written Off	-	-
Balance at Poush end	-	-

Loans and Advances to Customers
4.7

Particulars	Poush end, 2081	FY 2080/81
Loans and Advances measured at Amortized Cost	10,201,020,996	9,763,240,117
Less: Impairment Allowances		
Collective Impairment	(338,199,484)	(36,898,681)
Individual Impairment	-	(170,463,714)
Net Amount	9,862,821,512	9,555,877,722
Loans and Advances measured at FVTPL		
Total	9,862,821,512	9,555,877,722

4.7.1: Analysis of Loans and Advances - By Product

Particulars	Poush end, 2081	FY 2080/81
Product		
Term Loans		
Short Term, Term Loan	272,058,527	416,377,844
Long Term, Term Loan	9,808,018,753	9,248,361,604
Personal Residential Loans	-	-
Hire Purchase Loans	-	-
Staffs Loans	18,544,595	21,387,821
Loans & Advances to customers	-	-
Sub-Total	10,098,621,875	9,686,127,269
Interest Receivable	102,399,121	77,112,848
Grand Total	10,201,020,996	9,763,240,117

4.7.2: Analysis of Loans and Advances - By Collateral

Particulars	Poush end, 2081	FY 2080/81
<u>Secured</u>		
Immoveable Assets	2,346,360,603	2,459,981,204
Government Guarantee	-	-
Collateral of Fixed Deposit Receipt	-	-
Collatereal of Government Securities	-	-
Group Guarantee	7,461,658,150	7,204,758,244
Personal Guarantee	-	-
Other Collateral	-	-
Subtotal	9,808,018,753	9,664,739,448
<u>Unsecured</u>	18,544,595	21,387,821
Grand Total	9,826,563,349	9,686,127,269

4.7.3: Allowance for Impairment

Particulars	Poush end, 2081	FY 2080/81
Specific Allowance for Impairment		
Balance at Shrawan 01	170,463,714	134,023,289
Impairment Loss for the year	-	-
Charge for the year	-	36,440,425
Recoveries/Reversals during the year	-	-
Write-Offs	-	-
Other Movement	-	-
Balance at Poush end	-	170,463,714
Collective Allowances for Impairment	-	-
Balance at Sharawan 01	36,898,681	87,020,259
Impairment Loss for the year	-	-
Charge/(Reversal) for the year	130,837,089	(50,121,578)
Other Movement	-	-
Balance at Poush end	338,199,484	36,898,681
Total Allowances for Impairment	338,199,484	207,362,396

Investment Securities

4.8

Particulars	Poush end, 2081	FY 2080/81
Investment Securities measured at Amortized Cost	-	-
Investment in Equity measured at FVTOCI	710,000	10,000
Total	710,000	10,000

4.8.2: Investment in Equity measured at FVTOCI

Particulars	Poush end, 2081	FY 2080/81
Equity Instruments		
Quoted Equity Securities	-	-
Unquoted Equity Securities	710,000	10,000
Total	710,000	10,000

4.8.3: Information relating to Investment in Equities

Particulars	Poush end, 2081		FY 2080/81	
	Cost	Fair Value	Cost	Fair Value
Investment in Quoted Equity	-	-	-	-
.....Ltd.	-	-	-	-
.....Shares of Rs. Each	-	-	-	-
.....Ltd.	-	-	-	-
.....Shares of Rs. Each	-	-	-	-
Investment in Unquoted Equity	710,000	710,000	10,000	10,000
Center for Microfinance Pvt. Ltd	-	-	-	-
100 Ordinary shares of Rs.100 Paid up	10,000	10,000	10,000	10,000
National Banking Institute				
7000 Ordinary shares of Rs. 100 Paid up	700,000	700,000		
Total	710,000	710,000	10,000	10,000

Current Tax Assets /Liabilities

4.9

Particulars	Poush end, 2081	FY 2080/81
Current Tax Assets		
Current year Income Tax Assets	50,372,927	26,606,828
Tax Assets of Prior Periods	-	-
Current Tax Liabilities		
Current year Income Tax Liabilities	10,124,712	44,621,763
Tax Liabilities of Prior Periods	18,014,935	-
Total	22,233,280	(18,014,935)

Current Tax Assets includes any advance payment made by the Microfinance towards income tax liabilities or other tax liabilities to the taxing authorities.

Investment Properties

4.10

Particulars	Poush end, 2081	FY 2080/81
Investment Properties measured at Fair Value		
Balance as on Shrawan 01.	-	-
Addition/(Disposal) during the year.	-	-
Net Changes in fair value during the year.	-	-
Adjustment/Transfer.	-	-
Net Amount	-	-
Investment Properties measured at Cost		
Balance as on Shrawan 01	1,335,759	1,335,759
Addition/(Disposal) during the year	-	-
Adjustment/Transfer	-	-
Accumulated Depreciation	-	-
Accumulated Impairment Loss	-	-
Net Amount	1,335,759	1,335,759

Land and Building owned under Non-Banking Assets(NBA) are recorded in Investment properties. NBA amounting to NPR 1,335,759 has been booked as investment property (acquired after the acquisition of RULB), includes land, acquired from Mr. Arbind Jha (ex staff) in 2071.08.17.

Other Assets

4.14

Particulars	Poush end, 2081	FY 2080/81
Assets held for Sale	-	-
Other Non-Banking Assets	-	-
Bills Receivable	-	-
Accounts Receivable	860,502	1,312,769
Accrued Income	-	-
Prepayments and Deposits	2,472,403	3,513,540
Income Tax Deposit	-	-
Deferred Employee Expenditure	1,468,507	1,468,507
Other Assets	3,058,420	2,581,028
Right of Use Assets	50,279,723	50,279,725
CPF Fixed Deposits	-	58,000,000
Total	58,139,555	117,155,569

Deferred Employee Expenditure includes staff amortization cost recognised as per NAS 19. Other asset includes inventory of General stationery.

Due to Banks and Financial Institutions

4.15

Particulars	Poush end, 2081	FY 2080/81
Borrowings from BFIs	-	-
Settlement and Clearing Accounts	-	-
Others	-	-
Total	-	-

Due to Nepal Rastra Bank

4.16

Particulars	Poush end, 2081	FY 2080/81
Refinance from NRB	-	-
Standing Liquidity Facility	-	-
Lender of Last Resort facility from NRB	-	-
Securities sold under repurchase agreements	-	-
Other Payable to NRB	-	-
Total	-	-

Derivative Financial Instruments

4.17

Particulars	Poush end, 2081	FY 2080/81
Held for Trading		
Interest Rate Swap	-	-
Currency Swap	-	-
Forward Exchange Contracts	-	-
Others	-	-
Held for Risk Management		
Interest Rate Swap	-	-
Currency Swap	-	-
Forward Exchange Contracts.	-	-
Others	-	-
Total	-	-

Deposits from Customers

4.18

Particulars	Poush end, 2081	FY 2080/81
Institutional Customers:	-	-
Term Deposits.	-	-
Call Deposits	-	-
Others	-	-
Individual Customers:	-	-
Term Deposits	-	-
Saving Deposits	-	-
Saving from Members	2,981,867,123	2,803,571,680
Others	-	-
Total	2,981,867,123	2,803,571,680

Borrowings

4.19

Particulars	Poush end, 2081	FY 2080/81
Domestic Borrowings		
Nepal Government	-	-
Other Licensed Institutions	6,312,182,122	6,394,859,362
Other	-	-
Sub Total	6,312,182,122	6,394,859,362
Foreign Borrowings		
Foreign Banks and Financial Institutions	-	-
Multilateral Development Banks	-	-
Other Institutions	-	-
Sub Total	-	-
Total	6,312,182,122	6,394,859,362

Provisions

4.20

Particulars	Poush end, 2081	FY 2080/81
Provisions for Redundancy	-	-
Provisions for Restructuring	-	-
Pending Legal Issues and Tax Litigation	-	-
Onerous Contracts	-	-
Other	-	-
Total	-	-

4.20.1: Movement in Provision

Particulars	Poush end, 2081	FY 2080/81
Balance at Shrawan 01	-	-
Provisions made during the year	-	-
Provisions used during the year	-	-
Provisions reversed during the year	-	-
Unwind of Discount	-	-
Balance at Poush end	-	-

Other Liabilities

4.21

Particulars	Poush end, 2081	FY 2080/81
Liabilities for employees defined benefit obligations	25,702,372	22,661,573
Liabilities for long service leave	43,423,763	36,707,117
Short term employee benefits	5,336,814	41,304
Bills payable	206	-
Creditors and accruals	1,137,989	1,994,913
Interest payable on deposits	-	-
Interest payable on borrowing	13,459,214	13,896,528
Liabilities on deferred grant income	-	-
Unpaid Dividend	-	-
Liabilities under Finance Lease	55,815,664	55,815,664
Employee bonus payable	3,749,893	4,315,857
Other	37,579,122	54,938,165
<i>Service Charge Refundable</i>	-	24,079,179
<i>Loan Insured Fee Payable to DCGF</i>	15,093,198	14,481,772
<i>Staff payables</i>	2,070,347	1,761,670
<i>TDS Payable</i>	3,097,045	4,273,233
<i>Social Fund Payable</i>	2,529,215	-
<i>Provision for Audit Fee</i>	69,915	627,415
<i>Provision for Audit Expenses</i>	-	-
<i>Provision for Consultancy Expenses</i>	-	12,800
<i>Remittance Payable</i>	-	-
<i>Loan insurance Payable</i>	14,487,199	9,525,896
<i>Other liabilities</i>	232,204	176,199
Total	186,205,037	190,371,120

4.21.1: Defined Benefit Obligation

The amounts recognised in the statements of financial positions are as follows :

Particulars	Poush end, 2081	FY 2080/81
Present value of non-funded obligations	-	22,661,573
Total present value of obligations	-	22,661,573
Fair value of plan assets	-	-
Present value of net obligations	-	22,661,573
Recognised liability for defined benefit obligations	-	22,661,573

4.21.2: Plan Assets

Plan assets comprises of :

Particulars	Poush end, 2081	FY 2080/81
Equity securities	-	-
Government bonds	-	-
Bank deposit	-	-
Other	-	-
Total	-	-

4.21.3: Movement in the present value of defined benefit obligations

Particulars	Poush end, 2081	FY 2080/81
Defined benefit obligations at Shrawan 1	-	14,734,658
Actuarial losses/(gain)	-	2,053,583
Benefits paid by the plan	-	-
Current service costs and interest	-	5,873,332
Defined benefit obligations at Poush end	-	22,661,573

4.21.4: Movement in the fair value of plan assets

Particulars	Poush end, 2081	FY 2080/81
Fair value of plan assets at Shrawan 1	-	-
Contributions paid into the plan	-	-
Benefits paid during the year	-	-
Actuarial (losses) gains	-	-
Expected return on plan assets	-	-
Fair value of plan assets at Poush end	-	-

4.21.5: Amount recognised in profit or loss

Particulars	Poush end, 2081	FY 2080/81
Current service costs	-	4,415,558
Interest on obligation	-	1,457,774
Expected return on plan assets	-	-
Total	-	5,873,332

4.21.6: Amount recognised in other comprehensive income

Particulars	Poush end, 2081	FY 2080/81
Acturial (gain)/loss	-	2,053,583
Total	-	2,053,583

4.21.7: Actuarial assumptions

Particulars	Poush end, 2081	FY 2080/81
Discount rate		10.00%
Expected return on asset		0.00%
Salary Escalation Rate		8.00%
Withdrawal rate	For ages up to 30 years :10% Thereafter : 5%	
Retirement Age		60 years
Time of Retirement	Immediately on achieving normal retirement	
Salary Increase frequency	Once a year	
Mortality Rates : Representative mortality rates are referenced from Nepali Assured Lives Mortality (2009) Discount Rate for this valuation is based on Yield to Maturity (YTM) available on Government bonds having similar term to decrement-adjusted estimated term of liabilities.		

Debt securities issued**4.22**

Particulars	Poush end, 2081	FY 2080/81
Debt securities issued designated as at fair value through profit or loss	-	-
Debt securities issued at amortised cost	-	-
Total	-	-

Subordinated Liabilities**4.23**

Particulars	Poush end, 2081	FY 2080/81
Redeemable preference shares	-	-
Irredeemable cumulative preference shares (liabilities component)	-	-
Other	-	-
Total	-	-

Share capital**4.24**

Particulars	Poush end, 2081	FY 2080/81
Ordinary shares	733,046,280	641,616,000
Convertible preference shares (equity component only)	-	-
Irredeemable preference shares (equity component only)	-	-
Perpetual debt (equity component only)	-	-
Total	733,046,280	641,616,000

4.24.1: Ordinary Shares

Particulars	Poush end, 2081	FY 2080/81
Authorized Capital		
10,000,000 Ordinary Shares of Rs. 100 each	1,000,000,000	1,000,000,000
Issued capital		
7330462.8 Ordinary Shares of Rs. 100 each	733,046,280	641,616,000
Subscribed & Paid up Capital		
7330462.8 Ordinary Shares of Rs. 100 each	733,046,280	641,616,000
Total	733,046,280	641,616,000

Reserves

4.25

Particulars	Poush end, 2081	FY 2080/81
Statutory General reserve	121,820,833	117,095,968
Dividend Equilisation reserve	-	-
Exchange equilisation reserve	-	-
Corporate social responsibility reserve	1,056,858	1,058,614
Capital redemption reserve	-	-
Regulatory reserve	94,817,688	82,181,154
Capital reserve	-	-
Assets revaluation reserve	-	-
Fair value reserve	-	-
Client Protection Fund	47,196,910	48,865,739
Special reserve	-	-
Other reserve	76,444,165	76,402,860
Total	341,336,454	325,604,335

4.25.1: Movement in Statutory General Reserve

Particulars	Amount
Opening Balance of 1st Shrawan 2080	117,095,968
Amount Transferred during this period:	
Add: 20% of Net profit	4,724,866
Closing Balance as on Poush End 2081	121,820,833

4.25.2: Movement in Corporate Social Responsibility Reserve

Particulars	Amount
Opening Balance of 1st Shrawan 2080	1,058,614
Add: 1% of Net profit	236,243
Less: CSR Expense for the F/Y 2080/81	(238,000)
Closing Balance as on Poush End 2081	1,056,858

4.25.3: Movement in Client Protection Fund

Particulars	Amount
Opening Balance of 1st Shrawan 2080	48,865,739
Addition to the Fund this F/Y	
a. Interest Income to the Fund	1,593,723
a. Other Contribution to the Fund/ acquisition	
b. 1% of Net profit	236,243
c. 25% of dividend in excess of 20%	
Less: Expenses from Fund this Year	(3,498,795)
Center Chief Meeting expenses	(820,261)
Financial Literacy	(56,595)
Skill Development Training Programmes	(225,880)
Assistance to Member's guardian on the death of the member	(439,559)
Assistance to Member during Pregnancy	(680,000)
Assistance to Member on the death of the husband	(430,000)
Assistance to Member during Natural Disaster	(637,500)
Assistance to Member for Operation of Uterus	(88,000)
Assistance to Member for hospital admission	(72,000)
Assistance to Member for marriage of daughter	(19,000)
Scholarship expenses of Member's son/daughter	(30,000)
Closing Balance as on Poush End 2081	47,196,910

4.25.4: Movement in Regulatory Reserve

Particulars	Amount
Opening Balance of 1st Shrawan 2080	82,181,154
Add: Transfer to Reserve on account of :	
a. Interest Receivable on Loans & Advances	15,930,352
b. Reversal from change in Fair Value on equity instrument	
c. Deferred Tax Assets	
d. Actuarial gain/loss recognised (-)/reversal (+)	
e. Other adjustments	(3,293,818)
Closing Balance as on Poush End 2081	94,817,688

4.25.4: Movement in Other Reserve

Particulars	Opening	Adjustments	Closing
Restructure Reserve	61,919,259		61,919,259
Acturial Reserve	1,055,871		1,055,871
Merger and Acquisition Reserve	12,168,000		12,168,000
Staff Training Fund	1,249,730		
<i>Add: 3% of Staff Salary and Allowances</i>	-		
<i>Less: Expenses from the Staff Training Fund</i>	-		1,249,730
Investment Adjustment Reserve	10,000		10,000
Staff Welfare Fund		41,304	41,304
Total	76,402,860	41,304	76,444,165

Contingent liabilities and commitments

4.26

Particulars	Poush end, 2081	FY 2080/81
Contingent liabilities	-	-
Undrawn and undisbursed facilities	-	-
Capital commitment	-	-
Lease Commitment	-	-
Litigation	-	-
Total	-	-

The Microfinance does not have any contingent liabilities and commitments as on date.

4.26.1: Capital commitments

Particulars	Poush end, 2081	FY 2080/81
Capital commitments in relation to Property and Equipment	-	-
Approved and contracted for	-	-
Approved but not contracted for	-	-
Sub total	-	-
Capital commitments in relation to Intangible assets	-	-
Approved and contracted for	-	-
Approved but not contracted for	-	-
Sub total	-	-
Total	-	-

4.26.2: Lease commitments

Particulars	Poush end, 2081	FY 2080/81
Operating lease commitments	-	-
Future minimum lease payments under non cancellable operating lease, where the Institution is lessee	-	-
Not later than 1 year	-	-
Later than 1 year but not later than 5 years	-	-
Later than 5 years	-	-
Sub total	-	-
Finance lease commitments	-	-
Future minimum lease payments under non cancellable operating lease, where the Laghubitta is lessee	-	-
Not later than 1 year	-	-
Later than 1 year but not later than 5 years	-	-
Later than 5 years	-	-
Sub total	-	-
Grand total	-	-

Property and Equipment

4.11

Particulars	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others	Total
Balance as on Shrawan 1, 2081			1,507,234	13,639,947	10,806,252	19,220,718	-	9,184,594	54,358,746
Addition during the Year									-
Acquisition			-	44,868	-	176,651	-	1,077,791	1,299,309
Capitalization									-
Transfer from acquisition									-
Disposal during the year									-
Adjustment/Revaluation									-
Balance as on Poush end 2081			1,507,234	13,684,815	10,806,252	19,397,369	-	10,262,385	55,658,055
Depreciation and Impairment									
Balance as on Shrawan 1, 2081			1,488,550	7,595,093	6,760,354	10,051,753	-	5,244,763	31,140,513
Depreciation charge for the year									
Impairment for the year			1,863	747,253	403,481	1,148,649	-	578,662	2,879,908
Transfer from acquisition									
Disposals									
Adjustments									
Balance as on Poush end 2081			1,490,413	8,342,346	7,163,835	11,200,402	-	5,823,425	34,020,421
Capital Work in Progress									
Net Book Value									
As on Shrawan 1, 2081			18,684	6,044,854	4,045,898	9,168,965	-	3,939,831	23,218,233
As on Poush end 2081			16,821	5,342,469	3,642,417	8,196,967	-	4,438,960	21,637,634

Goodwill and Intangible Assets

4.12

Particulars	Goodwill	Software		Total
		Purchased	Developed	
Balance as on Ashad end 2081	12,168,000	2,419,408		14,587,408
Addition during the year				
Acquisition		0		
Capitalization				
Disposal during the year				
Adjustment/Revaluation				
Balance as on Poush end 2081	12,168,000	2,419,408	-	14,587,408
Amortisation and Impairment				
Balance as on Ashad end 2081		2,003,795		2,003,795
Amortisation charge for the year				
Impairment for the year		75,087		
Disposals				
Adjustment				
Balance as on Poush end 2081	-	2,078,882	-	2,078,882
Capital Work in Progress				
Net Book Value				
As on Ashad end 2081	12,168,000	415,612	-	12,583,612
As on Poush end 2081	12,168,000	340,525	-	12,508,525

Deferred Tax

4.13

Particulars	Deferred Tax Assets	Deferred Tax Liabilities	Poush end 2081
			Net Deferred Tax Assets /(Liabilities)
Deferred tax on temporary differences on following items			
Loans and Advances to BFIs	-	-	-
Loans and Advances to Customers	-	-	-
Investment Properties	-	-	-
Investment Securities	-	-	-
Property and Equipment	-	-	-
Employees' Defined Benefit Plan and Leave Encashment	-	-	-
Lease Liabilities/Right of Use Assets	-	-	-
Provisions	-	-	-
Other Temporary Differences	16,700,734	-	16,700,733.91
Deferred tax on temporary differences	-	-	16,700,734
Deferred tax on carry forward of unused tax losses	-	-	-
Deferred tax due to changes in tax rate	-	-	-
Net Deferred Tax Asset (Liabilities) as on Poush end, 2081	-	-	16,700,734
Deferred Tax (Asset)/ Liabilities as on Shrawan 01, 2081	-	-	16,700,734
Origination/(Reversal) during the year	-	-	-
Deferred Tax expense (income) recognized in profit or loss	-	-	-
Deferred Tax expense (income) recognized in OCI	-	-	-
Deferred Tax expense (income) recognized directly in Equity	-	-	-

Asha Laghubitta Bittiya Sanstha Limited
Notes to Financial Statements
For the period ended Poush end, 2081

Interest Income		4.27
Particulars	Poush end, 2081	FY 2080/81
Cash and cash equivalent	-	-
Due from Nepal Rastra Bank	-	-
Placement with bank and financial institutions	-	-
Loan and advances to bank and financial institutions	-	-
Loans and advances to customers	723,971,950	1,336,404,308
Investment securities	-	-
Loan and advances to staff	156,642	1,884,737
Other - Interest income on Bank deposits	1,578,738	5,010,309
Total interest income	725,707,329	1,343,299,353

Loan and advances to staff includes interest income from fair value of staff loan.

Interest Expenses		4.28
Particulars	Poush end, 2081	FY 2080/81
Due to bank and financial institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposits from customers	116,957,415	236,330,865
Borrowing	268,637,203	665,825,175
Debt securities issued	-	-
Subordinated liabilities	-	-
Others	-	-
Total Interest expense	385,594,618	902,156,040

Fees and Commission Income		4.29
Particulars	Poush end, 2081	FY 2080/81
Loan administration fees	-	-
Service fees	47,938,738	75,910,350
Commitment fees	-	-
Card Issuance fees	-	-
Prepayment and swap fees	-	-
Remittance fees	-	-
Brokerage fees	-	-
Other fees and commission income	2,561,989	9,494,661
Total Fees and Commission Income	50,500,727	85,405,011

4.29.1 Other fees and Commission income

Particulars	Poush end, 2081	FY 2080/81
Remittance Commission	1,799	6,067
Insurance Commission	2,560,190	9,488,594
Total	2,561,989	9,494,661

Fees and Commission Expense		4.30
Particulars	Poush end, 2081	FY 2080/81
Brokerage	-	-
ATM management fees	-	-
VISA/Master card fees	-	-
Guarantee commission Fees	-	-
DD/TT/Swift fees	-	-
Remittance fees and commission	-	-
Other fees and commission expense	1,076,667	6,324,182
Total Fees and Commission Expense	1,076,667	6,324,182

Other fees and commission expense includes the service charge, CIC charges paid to BFIs at the time of Borrowing.

Net Trading income

4.31

Particulars	Poush end, 2081	FY 2080/81
Changes in fair value of trading assets	-	-
Gain/loss on disposal of trading assets	-	-
Interest income on trading assets	-	-
Dividend income on trading assets	-	-
Gain/loss foreign exchange transaction	-	-
Other	-	-
Net trading income	-	-

Other Operating Income

4.32

Particulars	Poush end, 2081	FY 2080/81
Foreign exchange revaluation gain	-	-
Gain/loss on sale of investment securities	-	-
Fair value gain/loss on investment properties	-	-
Dividend on equity instruments	-	-
Gain/loss on sale of property and equipment	-	-
Gain/loss on sale of investment property	-	-
Operating lease income	-	-
Gain/loss on sale of gold and silver	-	-
Other-Fine on Loan	18,955,250	50,129,770
Total	18,955,250	50,129,770

Other-Fine on Loan includes :

- a. The amount received from members on account of delayed payment of Loans;
- b. Premature termination of Pension Saving

Impairment charge/(reversal) for loan and other losses

4.33

Particulars	Poush end, 2081	FY 2080/81
Impairment charge/(reversal) on loan and advances to BFIs	-	-
Impairment charge/(reversal) on loan and advances to customers	130,837,089	(13,681,154)
Impairment charge/(reversal) on financial Investment	-	-
Impairment charge/(reversal) on placement with BFIs	-	-
Impairment charge/(reversal) on property and equipment	-	-
Impairment charge/(reversal) on goodwill and intangible assets	-	-
Impairment charge/(reversal) on investment properties	-	-
Total	130,837,089	(13,681,154)

Personnel Expenses

4.34

Particulars	Poush end, 2081	FY 2080/81
Salary	62,876,616	127,177,361
Allowances	62,825,555	114,530,460
Gratuity Expense	3,244,756	4,415,558
Provident Fund/SSF expenses	9,316,456	19,003,643
Uniform	5,125,000	5,480,000
Training & development expense	4,896,281	5,509,767
Leave encashment	10,760,514	17,322,963
Medical	5,336,814	9,643,544
Insurance	1,716,309	832,548
Employees incentive	-	-
Cash-settled share-based payments	-	-
Pension expense	-	-
Finance expense under NFRS	-	2,584,878
Other expenses related to staff	8,159,517	17,462,121
Subtotal	174,257,818	323,962,842
Employees Bonus	3,749,893	4,315,857
Grand total	178,007,712	328,278,699

Other Operating Expense**4.35**

Particulars	Poush end, 2081	FY 2080/81
Directors' fee	557,000	1,036,000
Board Meeting expense	112,342	184,385
Auditors' remuneration	-	565,000
Other audit related expense	-	-
Professional and legal expense	82,348	168,535
Office administration expense	32,321,927	58,485,901
Finance Lease expenses (Finance Cost and Depreciation)	12,710,721	30,924,320
Software expenses	836,999	1,559,806
Operating expense of investment properties	-	-
Corporate social responsibility expense	-	-
Client Protection Expenses	-	-
Onerous lease provisions	-	-
Others	16,389,040	30,465,149
Total	63,010,378	123,389,095

As per NFRS 16 Leases, all leases except for short term leases and leases for which the underlying asset is of low value are treated as Finance Lease. Hence, the finance lease expenses includes finance cost as per NFRS 16 and the depreciation amount of ROU Assets.

4.35.1 Office administration expense

Particulars	Poush end, 2081	FY 2080/81
Water & Electricity	1,122,555	2,334,611
Repair & Maintenance	-	-
(a) Building	-	-
(b) Vehicles	2,083,416	638,020
(c) Computer and Accessories	512,095	1,093,190
(d) Office Equipment & Furniture	88,595	116,869
(e) Others	73,591	98,056
Insurance (Others)	185,399	490,926
Postage, Telex, Telephone & Fax	1,201,711	2,721,067
Printing & Stationery	2,067,745	5,116,075
Newspaper, Books and Journals	-	-
Advertisement	234,730	267,734
Donation	-	-
Security Expense	-	22,600
Deposit and Loan Guarantee Premium	20,343,237	29,742,567
Travel Allowance & Expense	2,413,328	11,060,775
Entertainment	239,420	186,622
Annual/Special General Meeting Expense	407,610	513,847
Other Meeting Expenses	80,500	203,000
Internet Expenses	964,077	2,173,385
Registration and Renewal	303,920	1,706,557
Other Expenses	-	-
Total	32,321,927	58,485,901

4.35.2 Others Expenses:

Particulars	Poush end, 2081	FY 2080/81
Share Issue expenses	846,618	-
RTS Expenses	49,998	100,000
Fuel Expenses	7,520,208	15,393,732
Lunch expenses	5,211,800	11,442,967
Bank Charges	34,953	74,211
Transportation Expenses	98,767	128,818
BOD Orientation Expenses	113,000	213,577
Other expenses	-	-
Miscellaneous Expenses	2,513,697	3,111,844
Total	16,389,040	30,465,149

Depreciation and Amortization**4.36**

Particulars	Poush end, 2081	FY 2080/81
Depreciation on property and equipment	2,925,068	5,764,007
Depreciation on investment property	-	-
Amortization of intangible assets	75,087	305,916
Total	3,000,155	6,069,923

Non Operating Income**4.37**

Particulars	Poush end, 2081	FY 2080/81
Recovery of loan written off	-	-
Other non operating income	216,769	1,001,451
Total	216,769	1,001,451

4.37.1 Other Income

Particulars	Poush end, 2081	FY 2080/81
Grant income	-	-
Other Income	216,769	1,001,451
Total	216,769	1,001,451

Non Operating Expenses**4.38**

Particulars	Poush end, 2081	FY 2080/81
Loan written off	-	-
Redundancy provision	-	-
Expense of restructuring	-	-
Other Non Operating Expenses	104,416	-
Total	104,416	-

Income Tax Expenses**4.39**

Particulars	Poush end, 2081	FY 2080/81
Current tax expense		
Current year	10,124,712	44,621,763
Adjustments for prior years	-	-
Deferred tax expense		
Origination and reversal of temporary differences	-	(1,944,280)
Changes in tax rate	-	-
Recognition of previously unrecognised tax losses	-	-
Total income tax expense	10,124,712	42,677,483