



American Life Insurance Company

16th Year

**Audited
Financial Statements**

Fiscal Year - 2073/74 B.S
(2016-17 A.D)

Directors Reports

A. General Information about Insurer:

1. Date of Incorporation: 2058/04/18 (August 02, 2001)
2. Date of receiving insurer registration certificate: 2058/04/18 (August 02, 2001)
3. Type & category of insurance license received by the insurer: Life Insurance
4. Date of starting business: 2058/10/17 (30 January 2002)
5. Other information, as insurer finds important: ALICO is registered as a branch of foreign company with Office of the Company Registrar on 2062/02/23 (June 05, 2005).

B. Insurer's Board of Director Reports.

1. Company license is properly renewed vide Insurance Board's letter no. Ni. Sa. 182/073/074 Cha. No. 3669 dated 2074/01/10 (26 April, 2017) & is valid for doing insurance business till the end of Chaitra 2074 (13 April 2018).
2. Service fee payable of amount NPR. 30,861,294 to Insurance Board and withholding tax payable of NPR. 4,204,593 related to F.Y 2016-17 at the Balance Sheet date has been paid on respective due dates.
3. American Life Insurance Company Nepal is a branch of American Life Insurance Company which is incorporated under the laws of the United State of America. The branch does not have any share capital.
4. Company is compliant with the requirement of Solvency Margin Directive and maintains 474% solvency margin as of 2074 Ashad end (15 July 2017).
5. A. Value of assets included in the insurer's financial statement on the date of balance sheet is not above the realizable/market value of the assets.
B. Investments are valued as per method given in financial directives of Insurance Board.
6. Company has made all its investment within the provisions of the existing laws.
7. Company has adequate re-insurance arrangement for insurance risks, and other situational risks are being closely monitored. Required actions are being taken in consultation with RO/HO.
8. American Life Insurance Company, Nepal is an independent branch and it does not have to share any part of risk arising from the business operated in other territories. ALICO is a subsidiary of MetLife Inc, HO/RO and offices operated in different countries are as under:

ALICO – HO	China	Jordan and PNA	Serbia
Wilmington, USA	Colombia	Kuwait	Slovakia
	Cyprus	Korea	Spain
Regional Office	Czech Republic	Lebanon	Turkey
Hong Kong	Egypt	Mexico	Ukraine
Other MetLife Operations	France	Malaysia	United Arab Emirates
Argentina	Greece	Oman	United Kingdom
Australia	Hungary	Poland	Uruguay
Bahrain	Hong Kong	Portugal	Unites State of America
Bangladesh	Ireland	Qatar	Vietnam
Brazil	India	Romania	
Bulgaria	Italy	Russia	
Chile	Japan	Saudi Arabia	

9. Total number of paid claim is 2616. Detail of total outstanding claims number is as follows.

Fiscal Year	2068/69	2069/70	2070/71	2071/72	2072/73	2073/74
Par Product	117	86	76	100	39	34
Term Product	245	307	412	585	242	206

10. The financial statement has been prepared in accordance with Insurance Act 2049, Insurance Regulation 2049, circular/guidelines issued by Insurance Board, Company Act 2063 and other applicable laws, accounting standards and generally accepted accounting practices which are in practice except as indicated in annexure 28 & 29 of the financials.
11. a. In preparing the financial statements the appropriate financial policies are applied and uniformity is maintained which has been tested and appropriateness is found.
b. The financial statement gives true & fair picture of all the financial conditions of the Company including profit and loss as of balance sheet date.
12. It is declared that the control mechanism and processes are in place which is sufficient and effective to safeguard the Company's assets and to control the fraud and misappropriations.
13. Financial statements are prepared in accordance with 'going concern basis'.
14. Company has strong, effective, reliable and independent internal audit unit at Local and RO/HO level which is conducting internal audit periodically on regular basis. It has been found quite effective as a controlling mechanism for normal operation of the business activities.
15. Company has not done business with any person, firm, company, and with its director or institution having interest of the directors which is against the existing Insurance Act, 2049, Company Act, 2063 and regulations, orders and directives under it.
16. Company is compliant with Anti money laundering Act 2064 and its directive, rules, by-laws and policies.
17. The company received approval of its actuarial valuation report for 2016/17 on 5 February 2018 (Magh 22, 2074). Shareholders' portion of Profit (after deduction for employee housing fund and profit bonus) for 2016/17 arising from the actuarial valuation together with Profits from non-participating portfolio for 2016/17 amount to NPR. 406,067,092. The current year profit of NPR. 406,067,092 has been transferred to reserve and surplus until the Insurance Board's approval of our request for reconsideration on applicability of "Insurers' Registration and Insurance Business Operation Directive, 2073" regarding the new capital requirement.

Insurance Board in its letter Bi.Bi.Sha 239/ (2072/73) dispatch no 3087 dated 2 April 2016, advised the company to create catastrophic reserve equal to 10% of amount available for appropriation. Accordingly, NPR. 45,118,566 have been transferred to catastrophic reserve account.

Date: 20th March 2018

The General Manager
American Life Insurance Company (ALICO)
Narayani Complex, Pulchowk
Lalitpur, Nepal

We had audited the financial statements of American Life Insurance Company (ALICO) for the year ended on 31st Ashad 2074 (15th July 2017) and issued our Independent Audit Opinion for the same on 11th January 2018. After our issuance of the Independent Audit Report, Beema Samiti instructed to transfer profit (cash dividend) amounting to NRs. 406,067,092 to Reserve and Surplus. Accordingly the schedules have been adjusted. There is no any other effect to the Profit and Loss Account and Cash Flow Statement due to the adjustment so made. However, the Assets (net current asset) and Liabilities (Reserve and Surplus) have been increased by the same amount in the Balance Sheet.

Changes in the financial position due to the above mentioned adjustment do not have any impact on true and fair position of the Financial Statements of American Life Insurance Company as on 31st Ashad 2074 (15th July 2017) and not requiring any change on our Independent Audit Opinion provided earlier except related to proposed cash dividend which has now been transferred as per Insurers' Registration and Insurance Business Operation Related Directives.



CA. Gyanendra B. Bhari
Partner



American Life Insurance Company

Balance Sheet as on 31st Ashad 2074 (15 July, 2017)

Amount in NPR.

SN	Particular	Anx.	This Year	Last Year
<u>SOURCES</u>				
1	Paid-up Capital	16	-	-
2	Reserve and Surplus	17	1,304,219,911	891,598,514
3	Life Insurance Fund	11	12,857,835,386	11,177,455,928
4	Catastrophe Reserve	18	94,347,358	49,228,792
5	Long Term loans and Borrowings	19	-	-
	Total Sources		14,256,402,655	12,118,283,234
<u>USES</u>				
6	Fixed Assets (Net)	20	46,008,407	26,469,311
7	Long Term Investments	21	2,173,375,036	2,173,375,036
8	Policy Loans	3	828,258,386	765,366,539
9	Other Long Term Loans	23	1,916,228	531,080
	Current Assets, Loans and Advances			
10	Cash & Bank Balances	22	147,317,586	81,738,285
11	Short Term Investments	21	11,526,415,547	9,634,302,718
12	Other Short Term Loans	23	-	-
13	Other Assets	24	440,413,988	392,957,500
	Total (A) (10+11+12+13)		12,114,147,121	10,108,998,503
	Current Liabilities and Provisions:			
14	Current Liabilities	25	191,262,063	216,880,005
15	Provision for Unexpired Risks	26	265,591,470	233,615,020
16	Claims Payable	9	170,290,275	260,827,705
17	Other Provisions	26A	288,561,125	257,592,326
	Total (B) (14+15+16+17)		915,704,933	968,915,056
18	Net Current Assets (C)= A-B		11,198,442,188	9,140,083,447
19	Miscellaneous Expenses (To the extent not Written off)	27	8,402,410	12,457,821
20	Loss Transferred from P&L Account			
	Total Uses (6+7+8+9+18+19+20)		14,256,402,655	12,118,283,234
Contingent liabilities and annexure 3, 9, 11 and 16 to 29 are integral part of this.				
	Contingent Liabilities			
SN	Particular		This Year	Last Year
1	Investment remaining for settlement			
2	Underwriting Commitment			
3	Claim other than insurance business not accepted by the company			
4	Guarantee issued by insured or on behalf of insured.			
5	Others			
	Total		-	-

As per our report of even date

.....
Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

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Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

.....
Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Profit & Loss Account for the Fiscal Year 2073/74 (2016-017)

Amount in NPR.

SN	Particular	Anx.	This Year	Last Year
INCOME				
1	Transferred from Revenue A/c	10	240,815,380	202,582,423
2	Transferred from Life Insurance Fund	11	264,525,750	220,254,909
3	Income from Investment, Loan and Others	2	49,524,589	30,502,227
4	Written Back Provision	12	-	-
5	Other Income		-	-
Total Income (A)			554,865,719	453,339,559
EXPENSE				
6	Management Expense	7	29,687,076	60,733,219
7	Written off Expense	13	-	-
8	Share Issue Expense	13a	-	-
9	Other Expense	14	-	-
10	Provision for Loss	15	-	-
11	Provision for Housing Fund	26a	26,258,932	19,630,317
12	Provision for Staff Bonus	26a	45,356,337	33,906,911
13	Adjusted Income Tax (A)	8		
14	B) Income tax		2,377,716	-
15	C) Deferred Tax Assets / (Liabilities)		(9,224,607)	(5,066,638)
16	Transfer to Life Fund	11	-	-
Total Expense (B)			94,455,454	109,203,809
17	Net Profit / (Loss) (C) = A-B		460,410,265	344,135,750
18	Expenses Related with Last Years		-	-
19	Profit/(Loss) Transferred from Last Year			
Amount for Allocation			460,410,265	344,135,750
20	A) Deferred Tax Reserve	17	9,224,607	5,066,638
	B) Capital Reserve	17	-	-
	C) Special Reserve	17	-	-
	D) Other Reserve - Contingency Reserve	17		-
	E) Proposed Dividend			
	a) Bonus Share	17	-	-
	b) Cash Dividend	26 A	-	-
	F) Catastrophe Reserve	18	45,118,566	33,906,911
22	Profit/(Loss) Transferred to Balance Sheet		406,067,092	305,162,201

Annexure 2,7,8 & 10 to 15, 17 & 18 are integral part of this.

As per our report of even date.

.....
Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

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Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

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Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Consolidated Revenue Account for the Fiscal Year 2073/74 (2016-17)

Amount in NPR.

SN	Particular	Anx.	This Year	Last Year
	INCOME			
1	Premium (Net)	1	3,017,598,277	2,493,143,913
2	Re-insurance Commission Income		39,720,467	25,523,706
3	Investment, Loan and Other Income	2	692,012,927	604,583,006
4	Income from Policy Loan	3	95,122,918	92,212,388
5	Other Direct Income		4,228,313	4,275,515
6	Provision for Outstanding Claim at the Beginning of the Fiscal Year		260,827,705	237,381,920
7	Provision for Unexpired Risks at the Beginning of the Fiscal Year		233,615,020	182,183,967
	Total Income (A)		4,343,125,627	3,639,304,415
	EXPENDITURE			
8	Claim Payment (Net)	4	1,071,617,598	992,848,638
9	Agent Commission	5	296,873,568	216,207,169
10	Medical Examination Fee		3,155,929	2,334,094
11	Re-insurance Commission Expenses		-	-
12	Service Fee (Net)	6	30,861,294	25,394,826
13	Other Direct Expenses		-	-
14	Management Expenses	7	267,183,681	167,625,336
15	Income Tax	8	51,831,224	63,472,914
16	Provision for Outstanding Claim at the End of the Fiscal Year	9	170,290,275	260,827,705
17	Provision for Unexpired Risks at the End of the Fiscal Year		265,591,470	233,615,020
	Total Expenditure(B)		2,157,405,039	1,962,325,702
18	Surplus Transferred to Life Insurance Fund		1,944,905,209	1,474,396,291
19	Surplus (Loss) Transferred to Profit & Loss A/c		240,815,380	202,582,423

Annexure 1-9 are integral part of this.

As per our report of even date.

.....
Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

.....
Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

.....
Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Revenue Account of Anticipated Endowment Policy for the Fiscal Year 2073/74 (2016-17)

Amount in NPR.

SN	Particular	Anx	This Year	Last Year
	INCOME			
1	Premium (Net)	1	615,645,288	694,821,427
2	Re-insurance Commission Income		6,456,115	5,287,083
3	Investment, Loan and Other Income	2	212,781,005	204,724,899
4	Income from Policy Loan	3	61,109,797	60,110,508
5	Other Direct Income		3,440,331	2,565,309
6	Provision for Outstanding Claim at the Beginning of the Fiscal Year		104,716,760	109,153,525
7	Provision for Unexpired Risks at the Beginning of the Fiscal Year		-	-
	Total Income (A)		1,004,149,296	1,076,662,751
	EXPENDITURE			
8	Claim Payment (Net)	4	588,027,958	639,576,765
9	Agent Commission	5	18,158,247	29,146,489
10	Medical Examination Fee		741,664	757,731
11	Re-insurance Commission Expense		-	-
12	Service Fee (Net)	6	6,277,135	7,068,749
13	Other Direct Expense		-	-
14	Management Expense	7	58,384,503	48,892,849
15	Income Tax	8	18,505,902	22,636,322
16	Provision for Outstanding Claim at the End of the Fiscal Year	9	34,632,906	104,716,760
17	Provision for Unexpired Risks at the End of the Fiscal Year		-	-
	Total Expenditure(B)		724,728,315	852,795,666
18	Surplus Transferred to Life Insurance Fund		279,420,981	223,867,085
19	Surplus (Loss) Transferred to Profit & Loss A/c		-	-

Annexure 1-9 are integral part of this.

As per our report of even date.

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Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

.....
Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

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Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Revenue Account of Endowment Policy for the Fiscal Year 2073/74 (2016-17)

Amount in NPR.

SN	Particular	Anx	This Year	Last Year
INCOME				
1	Premium (Net)	1	672,712,589	629,009,826
2	Re-insurance Commission Income		7,054,565	3,482,777
3	Investment, Loan and Other Income	2	330,110,465	303,886,703
4	Income from Policy Loan	3	31,037,437	30,634,806
5	Other Direct Income		786,458	1,710,206
6	Provision for Outstanding Claim at the Beginning of the Fiscal Year		121,028,673	83,486,742
7	Provision for Unexpired Risks at the Beginning of the Fiscal Year		-	-
	Total Income (A)		1,162,730,187	1,052,211,060
EXPENDITURE				
8	Claim Payment (Net)	4	342,898,453	231,820,909
9	Agent Commission	5	39,458,844	29,302,035
10	Medical Examination Fee		810,413	685,961
11	Re-insurance Commission Expense		-	-
12	Service Fee (Net)	6	6,858,995	6,399,216
13	Other Direct Expense		-	-
14	Management Expense	7	61,915,173	44,051,232
15	Income Tax	8	32,145,778	37,743,964
16	Provision for Outstanding Claim at the End of the Fiscal Year	9	105,215,846	121,028,673
17	Provision for Unexpired Risks at the End of the Fiscal Year			
	Total Expenditure(B)		589,303,502	471,031,991
18	Surplus Transferred to Life Insurance Fund		573,426,685	581,179,069
19	Surplus (Loss) Transferred to Profit & Loss A/c		-	-

Annexure 1-9 are integral part of this.

As per our report of even date.

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Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

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Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

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Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Revenue Account of Other Policy (Future Care DPS) for the Fiscal Year 2073/74 (2016-17)

Amount in NPR.

SN	Particular	Anx	This Year	Last Year
	INCOME			
1	Premium (Net)	1	1,331,335,837	816,476,438
2	Re-insurance Commission Income		13,961,379	13,989,526
3	Investment, Loan and Other Income	2	119,386,724	70,077,879
4	Income from Policy Loan	3	2,975,684	1,467,074
5	Other Direct Income		747	-
6	Provision for Outstanding Claim at the Beginning of the Fiscal Year		3,285,456	13,084,200
7	Provision for Unexpired Risks at the Beginning of the Fiscal Year		-	-
	Total Income (A)		1,470,945,827	915,095,117
	EXPENDITURE			
8	Claim Payment (Net)	4	33,310,668	49,695,837
9	Agent Commission	5	213,524,770	130,203,003
10	Medical Examination Fee		1,603,852	890,401
11	Re-insurance Commission Expense		-	-
12	Service Fee (Net)	6	13,574,334	8,306,403
13	Other Direct Expense		-	-
14	Management Expense	7	109,545,677	50,523,373
15	Income Tax	8	1,179,544	2,840,507
16	Provision for Outstanding Claim at the End of the Fiscal Year	9	6,149,440	3,285,456
17	Provision for Unexpired Risks at the End of the Fiscal Year		-	-
	Total Expenditure(B)		378,888,285	245,744,980
18	Surplus Transferred to Life Insurance Fund		1,092,057,542	669,350,137
19	Surplus (Loss) Transferred to Profit & Loss A/c		-	-

Annexure 1-9 are integral part of this.

As per our report of even date.

.....
Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

.....
Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

.....
Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Revenue Account of Term Policy for the Fiscal Year 2073/74 (2016-17)

Amount in NPR.

SN	Particular	Anx	This Year	Last Year
	INCOME			
1	Premium (Net)	1	397,904,563	352,836,222
2	Re-insurance Commission Income		12,248,408	2,764,321
3	Investment, Loan and Other Income	2	29,734,733	25,893,525
4	Income from Policy Loan	3	-	-
5	Other Direct Income		777	-
6	Provision for Outstanding Claim at the Beginning of the Fiscal Year		31,796,816	31,657,453
7	Provision for Unexpired Risks at the Beginning of the Fiscal Year		233,615,020	182,183,967
	Total Income (A)		705,300,317	595,335,488
	EXPENDITURE			
8	Claim Payment (Net)	4	107,380,519	71,755,126
9	Agent Commission	5	25,731,707	27,555,642
10	Medical Examination Fee		-	-
11	Re-insurance Commission Expense		-	-
12	Service Fee (Net)	6	4,150,830	3,620,458
13	Other Direct Expense			
14	Management Expense	7	37,338,328	24,157,882
15	Income Tax	8	-	252,121
16	Provision for Outstanding Claim at the End of the Fiscal Year	9	24,292,083	31,796,816
17	Provision for Unexpired Risks at the End of the Fiscal Year		265,591,470	233,615,020
	Total Expenditure(B)		464,484,937	392,753,065
18	Surplus Transferred to Life Insurance Fund		-	-
19	Surplus (Loss) Transferred to Profit & Loss A/c		240,815,380	202,582,423

Annexure 1-9 are integral part of this.

As per our report of even date.

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Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

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Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

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Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Cash Flow Statement for the Period of 1st Shrawan 2073 to 31st Ashad 2074

(16 July, 2016 to 15 July, 2017)

Amount in NPR.

SN	Particular	This Year	Last Year
A	<u>Cash Flow from Operating Activities</u>		
	Premium Income	3,086,129,370	2,539,482,541
	Late Fee Income	4,228,313	4,275,515
	Reinsurance Premium Income	-	-
	Reinsurance Commission Income	39,720,467	25,523,706
	Other Direct Income	-	-
	Claim Recovered from Re-insurance	19,706,399	36,965,316
	Re-insurance Premium Payment	(68,531,092)	(46,338,628)
	Re-insurance Commission Payments	-	-
	Agent Commission Payment	(296,873,568)	(216,207,169)
	Medical Exam Fee Payments	(3,155,929)	(2,334,094)
	Claim Paid	(155,356,625)	(109,390,464)
	Maturity Claim paid	(467,991,809)	(211,074,426)
	Partial Maturity Claim Paid	(281,319,097)	(530,900,000)
	Surrender Claim Paid	(186,041,533)	(177,015,563)
	Other Claim Paid	(614,933)	(1,433,501)
	Service Fee Paid	(25,394,826)	(25,394,826)
	Other Direct Expenses	-	-
	Management Expenses Paid	(284,372,089)	(228,358,555)
	Employee Bonus Payment	(40,787,128)	(8,441,664)
	Income Tax Paid	(63,472,914)	(163,064,971)
	Current Assets (increase)/ Decrease	(37,735,580)	6,064,527
	Current Liabilities Increase / (Decrease)	(31,084,410)	23,253,749
	Net Cash Flow from Operating Activities (A)	1,207,053,016	915,611,494
B	<u>Cash flow from Investment Activities</u>		
	Decrease (Increase) in Fixed Assets	(19,539,096)	(4,919,111)
	Decrease (Increase) in Government Securities	-	401,272,000
	Decrease (Increase) in FD of Bank & Financial Institutions	(1,892,112,829)	(1,974,285,627)
	Decrease (Increase) in Other Deposit of Bank & Financial institutions	-	-
	Decrease (Increase) in Equity Share Investment	-	-
	Decrease (Increase) in Preference Share/debenture	-	-
	Decrease (Increase) in Other Investment	-	-
	Decrease (Increase) in Policy Loan	(62,891,847)	(58,968,967)
	Decrease (Increase) in Advance & Other Loans	(1,385,148)	(441,610)
	Interest Received (Investment)	743,387,698	641,219,636
	Dividend Received	-	-
	Rent Income	-	-
	Interest Received (Loan)	95,122,918	92,212,388
	Other Indirect Income/Expenses	(4,055,411)	(6,745,673)
	Net Cash Flow from Investment Activities (B)	(1,141,473,715)	(910,656,964)
C	<u>Cash Flow from Financial Activities</u>		
	Amount Received from Share	-	-
	Decrease/(Increase) in payable of lending	-	-
	Decrease/(Increase) in Short Term Loan	-	-
	Interest paid on Loan	-	-
	Dividend Paid	-	-
	Net Cash Flow from Financial activities (C)	-	-
	Net Cash Flow from the All Activities = A+B+C	65,579,301	4,954,530
	Opening Cash & Bank Balance	81,738,285	76,783,755
	Closing Cash & Bank Balance	147,317,586	81,738,285

As per our report of even date.

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Rajiv Kumar Pathak
Manager, Finance
Date: 20 March 2018

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Nirmal Kajee Shrestha
VP and General Manager
Date: 20 March 2018

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Gyanendra B. Bhari
Partner
BRS Neupane & Co.
Chartered Accountants
Date: 20 March 2018

American Life Insurance Company

Statement of Changes in Equity for the Fiscal Year 2073/74 (2016-17)

Amount in NPR.

Particular	Share Capital	Accumulated profit/loss	Proposed Bonus Share	Capital Reserve Fund	Share Premium	Special Reserve Fund	Other Reserve & Fund	Catastrophe Reserve	Total Amount
Opening Balance	-	778,065,475	-	-	-	15,000,000	98,533,039	49,228,792	940,827,306
Profit of This Year		406,067,092							406,067,092
Proposed Cash Dividend		-							-
Deferred Tax Adjustment		-					9,224,606		9,224,606
Foreign Exchange Revaluation		-					(2,670,300)		(2,670,300)
Catastrophe Reserve								45,118,566	45,118,566
Closing Balance	-	1,184,132,567	-	-	-	15,000,000	105,087,345	94,347,358	1,398,567,270

Integral Parts of the Financial Statement are:

A. Insurance Premium (Net)

Annexure- 1

Amount in NPR.

SN	Type of Insurance	Gross Insurance Premium		RI Premium Paid (Ceded)		Insurance Premium (net)	
		This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	627,713,502	706,874,861	12,068,214	12,053,434	615,645,288	694,821,427
2	Endowment	685,899,467	639,921,592	13,186,878	10,911,766	672,712,589	629,009,826
3	Future Care -DPS	1,357,433,406	830,640,286	26,097,569	14,163,848	1,331,335,837	816,476,438
4	Term Insurance (Non-par Insurance)	415,082,995	362,045,802	17,178,432	9,209,580	397,904,563	352,836,222
Total		3,086,129,370	2,539,482,541	68,531,092	46,338,628	3,017,598,278	2,493,143,913

B. Gross Insurance Premium

SN	Type of Insurance	Direct Insurance Premium		Received Re-insurance Premium (Accepted)		Gross Insurance Premium	
		This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	627,713,502	706,874,861	-	-	627,713,502	706,874,861
2	Endowment	685,899,467	639,921,592	-	-	685,899,467	639,921,592
3	Future Care -DPS	1,357,433,406	830,640,286	-	-	1,357,433,406	830,640,286
4	Term Insurance	415,082,995	362,045,802	-	-	415,082,995	362,045,802
Total		3,086,129,370	2,539,482,541	-	-	3,086,129,370	2,539,482,541

C. Direct Insurance Premium

SN	Type of Insurance	First Year Insurance Premium		Renewal Insurance Premium		Single Insurance Premium		Total Direct Insurance Premium	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	25,006,493	20,386,667	602,707,009	686,488,194		-	627,713,502	706,874,861
2	Endowment	88,432,660	40,980,165	597,466,807	598,941,427		-	685,899,467	639,921,592
3	Future Care-DPS	749,720,294	455,445,843	607,713,112	375,194,443		-	1,357,433,406	830,640,286
4	Term Insurance	54,590,361	108,832,181	72,457,631	45,230,012	288,035,003	207,983,609	415,082,995	362,045,802
Total		917,749,808	625,644,856	1,880,344,559	1,705,854,076	288,035,003	207,983,609	3,086,129,370	2,539,482,541

Income from Investment, Loan & Other Sources

Annexure - 2

Amount in NPR.

SN	Particular	This Year	Last Year
1	Income from Government & Secured Government securities	109,439,523	202,545,672
2	Income from Commercial Bank's Fixed Deposit (FD)	632,014,743	437,016,750
3	Income from Development Bank's Fixed Deposit (FD)		
4	Income from Citizen Investment Trust Scheme		
5	Income from Financial Institutions' Fixed Deposit (FD)		
6	Dividend from Housing Development Company's Equity Share		
7	Dividend from Other Public Company's Equity Share		
8	Dividend from Bank & Financial Institution's Preference Share		
9	Income from Bank & Financial Institution's Debenture		
10	Other Income		-
	a. Foreign Currency Exchange Revaluation Gain/Loss	564,330	(574,608)
	b. Policy Charges & Misc.	33,973	7,458
11	Income from Loan		
12	Income from Other Deposit (Except FD)	1,335,129	2,224,364
13	Profit on Sales of Investment		
	Less: Loss on Sale of Investment		
14	Profit on (Purchase) Investment.		-
	Less: Loss on (Purchase) Investment.	(4,055,411)	(6,745,673)
15	Profit on Sales of Fixed Assets	2,117,780	611,270
	Less: Loss on Sales of Fixed Assets	-	-
16	Account Written Off		
17	Income Related to Last year	-	-
18	Other Income	87,449	-
Total		741,537,516	635,085,233
Appropriation of Income from Investment, Loan & Other Source			
1	Transfer to Profit & Loss Accounts	49,524,589	30,502,227
2	Transfer to Three Payment Plan Revenue Account	212,781,005	204,724,899
3	Transfer to Endowment Revenue Account	330,110,465	303,886,703
4	Transfer to DPS Insurance Revenue Account	119,386,724	70,077,879
5	Transfer to Term Insurance Revenue Account	29,734,733	25,893,525
Total		741,537,516	635,085,233

Policy Loan and Interest Income

Annexure - 3

Amount in NPR.

SN	Type of Insurance	Policy Loan		Interest Income on Policy Loan	
		This Year	Last Year	This Year	Last Year
1	Three Payment Plan	532,097,867	498,919,640	61,109,797	60,110,508
2	Endowment	270,250,514	254,270,127	31,037,437	30,634,806
3	Future Care -DPS	25,910,005	12,176,772	2,975,684	1,467,074
4	Term Insurance	-	-	-	-
Total		828,258,386	765,366,539	95,122,918	92,212,388

Claim Paid

Annexure - 4

Amount in NPR.

SN	Type of Insurance	Death Claim Paid		Maturity Claim Paid		Partial Maturity Claim Paid		Surrender Claims Paid		Other Claim paid		Total Claim Paid		RI Portion in Claim Paid		Claim Paid (net)	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	19,741,070	13,854,805	226,591,070	75,942,877	281,319,097	530,900,000	61,683,998	54,095,100	-	-	589,335,235	674,792,782	1,307,277	3,776,581	588,027,958	671,016,201
2	Endowment	4,471,641	2,952,613	231,554,945	135,131,549			112,037,306	93,736,747	-	-	348,063,892	231,820,909	5,165,439	14,922,392	342,898,453	216,898,517
3	Future Care DPS product	16,862,078	20,512,121	9,845,794	-			12,320,229	29,183,716			39,028,101	49,695,837	5,717,433	16,517,043	33,310,668	33,178,794
4	Term Insurance	114,281,836	72,070,924	-	-	-	-	-	-	614,933	1,433,501	114,896,769	73,504,425	7,516,250	1,749,299	107,380,519	71,755,126
Total		155,356,625	109,390,464	467,991,809	211,074,426	281,319,097	530,900,000	186,041,533	177,015,563	614,933	1,433,501	1,091,323,997	1,029,813,954	19,706,399	36,965,316	1,071,617,598	992,848,638

Agent Commission

Annexure - 5

Amount in NPR.

SN	Types of Insurance	Agent Commission on First Year Premium		Agent Commission on Renewal Premium		Agent Commission on Single Premium		Total Agent Commission	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	6,014,311	4,368,329	12,143,936	24,778,160	-	-	18,158,247	29,146,489
2	Endowment	22,045,918	10,160,224	17,412,926	19,141,812	-	-	39,458,844	29,302,035
3	Future Care-DPS	136,477,205	91,230,667	77,047,565	38,972,336	-	-	213,524,770	130,203,003
4	Term Insurance	3,739,729	11,276,925	2,689,017	2,396,109	19,302,961	13,882,608	25,731,707	27,555,642
Total		168,277,163	117,036,145	109,293,444	85,288,416	19,302,961	13,882,608	296,873,568	216,207,169

Service Fee (Net)

Annexure - 6

Amount in NPR.

SN	Types of Insurance	Gross Service Fee		Reinsurance Portion in Gross Service Fee		Service Fee (Net)	
		This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	6,277,135	7,068,749			6,277,135	7,068,749
2	Endowment	6,858,995	6,399,216			6,858,995	6,399,216
3	Future Care-DPS	13,574,334	8,306,403			13,574,334	8,306,403
4	Term Insurance	4,150,830	3,620,458			4,150,830	3,620,458
Total		30,861,294	25,394,826	-	-	30,861,294	25,394,826

Management Expenses

Annexure - 7

Amount in NPR.

SN	Particular	This Year	Last Year
1	Employee Expenses (Anx 7.1)	104,779,538	79,188,915
2	Building Rent	24,756,608	23,394,639
3	Water & Electricity	3,518,232	4,010,728
4	Repair & Maintenance		
	A. Building	-	-
	B. Motor Vehicle	463,975	-
	C. Office Equipment	561,877	2,557,303
	D. Others	327,171	330,669
5	Communication	6,835,396	8,985,348
6	Printing & Stationary	10,467,764	8,444,193
7	Office Expenses	946,550	144,374
8	Transportation	3,298,025	2,765,396
9	Travel Expenses (Including Allowance)		
	A. Internal	1,526,569	2,983,087
	B. International	1,838,902	2,626,788
10	Agents Training	20,542,851	11,375,218
11	Agents Other	59,512,644	41,470,711
12	Insurance Premium	1,414,160	1,800,089
13	Security & Outsourcing Expenses	30,864,760	20,827,944
14	Legal & Advisory Fees	237,300	249,730
15	Books & Periodicals		
16	Advertisement & Promotion	5,448,437	4,145,029
17	Business Promotion	-	-
18	Guest Entertainments	-	-
19	Donation & Awards	-	-
20	Board Committee Expenses		
	A. Meeting Allowance		
	B. Others		
21	Other Committee/Sub-Committee Expenses		
	A. Meeting Allowance		
	B. Others		
22	General Meeting Related Expenses		
23	A. Actuarial Service Fee		
	B. Actuarial Expenses		
24	Audit Related Expense		
	A. Audit Fee	340,000	320,000
	B. Tax Audit Fee	55,000	55,000
	C. Long Form Audit Report Fee	25,000	25,000
	D. Other Fee		
	E. Internal Audit Fee		
	F. Other Expense		
25	Interest		
26	Bank Charge	2,303,134	595,168
27	Fee & Charges	188,319	144,012
28	Depreciation	11,555,091	8,263,669
29	Postal Stamps	4,459,564	2,503,000
30	Integration and Separation	-	-
31	Other	603,890	1,152,545
Total for Appropriation		296,870,757	228,358,555

1	Transfer to P&L A/c	29,687,076	60,733,219
2	Transfer to Three Payment Plan Revenue A/c	58,384,503	48,892,849
3	Transfer to Endowment Revenue A/c	61,915,173	44,051,232
4	Transfer to DPS future care Revenue A/c	109,545,677	50,523,373
5	Transfer to Term Insurance Revenue A/c	37,338,328	24,157,882
Total		296,870,757	228,358,555

Employee Expense**Annexure - 7.1**

SN	Particular	This Year	Last Year
1	Salary	82,571,949	60,891,662
2	Allowance - OT	951,058	934,524
3	Dashain Expense	5,314,510	4,330,332
4	Providend Fund Contribution	3,804,419	3,236,114
5	Training Expense	770,586	1,183,639
6	Dress Allowance	-	-
7	Medical Expense	311,606	372,055
8	Insurance	2,086,734	1,636,826
9	Provision for Pension/Gratuity	5,286,100	610,382
10	Expenses & Provision for Leave Encashment	523,577	1,336,316
11	Provision for Other Facilities (Detail)	-	-
12	Relocation Expense	-	-
13	Recruting Expense	136,412	104,593
14	Employee Benefit Misc.	3,022,587	4,552,472
Total		104,779,538	79,188,915

Income Tax**Annexure - 8**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Income Tax of This Year	54,208,940	63,472,914
2	Income Tax of Last Year		-
3	Total Income Tax for Allocation	54,208,940	63,472,914
4	Deferred Income Tax	(9,224,607)	(5,066,638)
Allocation			
	Transfer to Profit & Loss Accounts C= A+B	(6,846,891)	(5,066,638)
	A) Income Tax from Allocation	2,377,716	-
	B) Deferred Tax for This Year	(9,224,607)	(5,066,638)
	Transfer to Three Payment Plan Revenue A/c	18,505,902	22,636,322
	Transfer to Endowment Revenue A/c	32,145,778	37,743,964
	Transfer to DPS Future Care Insurance Revenue A/c	1,179,544	2,840,507
	Transfer to Term Insurance Revenue A/c	-	252,121
Total		44,984,333	58,406,276

Provision for Outstanding Claim at the end of the Fiscal Year

Annexure - 9

Amount in NPR.

SN	Type of Insurance	Outstanding Death Claim		Outstanding Maturity Claim		Outstanding Partial Maturity Claim		Outstanding Surrender Claim		Outstanding Other Claim		Claim Incurred but not Reported (Estimated)		Total Outstanding Claim		RI Portion in O/s Claim		Provision for Outstanding Claim	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	115,749	1,018,250	27,089,080	12,728,192	2,910,742	77,398,567	-	-	-	-	-	-	30,115,570	91,145,008	-	100,000	34,632,906	104,716,760
2	Endowment	34,986,820	38,389,083	56,505,220	66,853,241	-	-	-	-	-	-	-	-	91,492,040	105,242,324	-	-	105,215,846	121,028,673
3	Future Care DPS product	553,406	3,083,005	4,793,933	-	-	-	-	-	-	-	-	-	5,347,339	3,083,005	-	260,000	6,149,440	3,285,456
4	Term Insurance	14,336,351	23,279,017	-	-	-	-	-	-	-	-	8,205,279	5,659,083	22,541,630	28,938,100	400,000	1,482,000	24,292,083	31,796,816
Total		49,992,326	65,769,355	88,388,233	79,581,433	2,910,742	77,398,567	-	-	-	-	8,205,279	5,659,083	149,496,590	228,408,438	400,000	1,842,000	170,290,275	260,827,705

Amount Transferred from Revenue Accounts to P&L Account

Annexure - 10

Amount in NPR.

SN	Particular	This Year	Last Year
1	Transferred from Three Payment Plan Revenue Account	-	-
2	Transferred from Endowment Revenue Account	-	-
3	Transferred from Future Care DPS Insurance Revenue Account Account	-	-
4	Transferred from Term Insurance Revenue Account Account	240,815,380	202,582,423
	Total	240,815,380	202,582,423

Annexure -11

Life Insurance Fund

Amount in NPR.

SN	Types of Insurance	Life Insurance Fund before Adjustment (Beginning of the Year)		Transferred from Revenue Accounts		Transferred from P&L A/c		Transferred from Reserve A/c		Life fund Adjustment to align with latest Policy Liability Balance		Life Insurance Fund before Adjustment (End of the Year)	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	4,232,874,879	4,016,079,364	279,420,981	223,867,085			-				4,512,295,860	4,239,946,449
2	Endowment	5,843,810,685	5,286,929,838	573,426,685	581,179,069			-				6,417,237,370	5,868,108,907
3	Future Care DPS Insurance	1,100,770,364	620,305,344	1,092,057,542	669,350,137		-	-	-			2,192,827,906	1,289,655,481
4	Term Insurance	-	-	-	-	-	-	-	-	-	-	-	-
	Total	11,177,455,928	9,923,314,546	1,944,905,209	1,474,396,291	-	-	-	-	-	-	13,122,361,137	11,397,710,837

Adjustment in Life Insurance Fund

Amount in NPR.

SN	Types of Insurance	Life insurance Fund before Adjustment (End of the Year)		Transfer to P&L Account		Liabilities for Policies		Provision for Bonus		Provision for Solvency Margin		Unallocated Amount		Life Insurance Fund at the End of Year	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	4,512,295,860	4,239,946,449	18,680,589	7,071,570	3,459,219,800	3,160,294,635	225,938,736	205,641,745			808,456,735	866,938,499	4,493,615,271	4,232,874,879
2	Endowment	6,417,237,370	5,868,108,907	28,573,303	24,298,222	4,883,604,283	4,384,426,995	237,328,088	213,473,010			1,267,731,696	1,245,910,680	6,388,664,067	5,843,810,685
3	Future Care DPS Insurance	2,192,827,906	1,289,655,481	217,271,858	188,885,117	1,975,556,048	1,100,770,364	-	-		-	-	-	1,975,556,048	1,100,770,364
4	Term Insurance	-	-											-	-
	Total	13,122,361,137	11,397,710,837	264,525,750	220,254,909	10,318,380,131	8,645,491,994	463,266,824	419,114,755	-	-	2,076,188,431	2,112,849,179	12,857,835,386	11,177,455,928

Reversal of Provision**Annexure - 12**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Reversal of Provision for Loss on Investment	-	-
2	Reversal of Loan loss Provision		
3	Reversal of Provision for Doubtful Debt		
4	Reversal Other Provision		
Total		-	-

Expense Written Off**Annexure - 13**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Preliminary Expense	-	-
2	Pre-operating Expense	-	-
3	Deferred Expenditure	-	-
4	Investment Written off	-	-
5	Loan Written off	-	-
6	Debtors Written off	-	-
7	Other Written off	-	-
Total		-	-

Share Expense**Annexure- 13A**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Share Issue Expense	-	-
2	Share Registration Expense	-	-
3	Share Publication Expense	-	-
4	Dividend Distribution Expense	-	-
5	Other Expense	-	-
Total		-	-

Others Expense**Annexure - 14**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Fine and Penalty	-	-
2	Late Fee and Fine		-
3	Others	-	-
Total		-	-

Provision for Loss**Annexure - 15**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Provision for Loss on Investment	-	-
2	Loan Loss Provision	-	-
3	Provision for Doubtful Debt		
4	Other Provision	-	-
Total		-	-

A. Share Capital

Annexure - 16

Amount in NPR.

SN	Particular	This Year	Last Year
1	Authorized Capital		
	A.Equity Shares Worth Rs Each		
	B.Non Redeemable Preferred Worth Rs Each		
	C.Redeemable Preferred Worth Rs Each		
2	Issued Capital		
	A.Equity Shares Worth Rs Each		
	B.Non Redeemable Preferred Worth Rs Each		
	C.Redeemable Rpreferred Worth Rs Each		
3	Paid-up Capital		
	A.Equity Shares Worth Rs Each		
	Less: Receivable Paid up Shares worth		
	B.Non Redeemable Preferred Worth Rs Each		
	C.Redeemable Rpreferred Worth Rs Each		
Total		-	-

B. Ownership Structure of Share

Shareholders		This Year		Last Year	
		No. of Equity Share	Ownership %	No. of Equity Share	No. of Equity Share
Promoters	Nepali Organizations				
	Nepali Citizens				
	Foreign				
Total					
Public					
Other (Details)					
Total					

Details of one or more Percentage of Share Owner

SN	Particular	This Year		Last Year	
		Ownership %	Amount	Ownership %	Amount

Reserve & Surplus**Annexure - 17**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Reserve for Deferred Tax	34,113,945	24,889,339
2	Capital Reserve		
3	Special Reserve		
4	Other Reserve		
	HO Fund	70,973,400	73,643,700
	Contingency Reserve	15,000,000	15,000,000
	Shareholder share of profit	778,065,475	472,903,274
5	Share Premium		
6	Proposed Bonus Share		
7	Remaining Bonus Share for Capitalization		
8	Profit Transferred from P&L A/c	406,067,092	305,162,201
Total		1,304,219,911	891,598,514

Catastrophe Reserve**Annexure - 18**

Amount in NPR.

Catastrophe Reserve at the Beginning of the Year		Transferred from P&L A/c		Catastrophe Reserve at the end of the Year	
This Year	Last Year	This Year	Last Year	This Year	Last Year
49,228,792	15,321,881	45,118,566	33,906,911	94,347,358	49,228,792
				-	-
				-	-
				-	-
Total				94,347,358	49,228,792

Long Term Loan Payable**Annexure - 19**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Debenture / Bond		-
2	Bank	-	-
3	Financial Institutions	-	-
4	Others		
Total		-	-

Fixed Assets

Annexure -20

Amount in NPR.

Particular	Cost				Depreciation Deduction				Net Price	
	Opening Balance	This Year Addition	This Year Less	Total	Up to Last Year	This Year	Sales /Adj.	Total	Up to This Year	Up to Last Year
Land	-	-	-	-	-	-	-	-	-	-
Building	-	-	-	-	-	-	-	-	-	-
Furniture & Fixture	21,493,958	4,206,351	473,840	25,226,469	17,507,983	2,075,088	473,840	19,109,231	6,117,238	3,985,975
Office Equipments	11,202,258	616,360		11,818,618	5,169,436	1,657,095		6,826,531	4,992,087	6,032,822
Computer and EDP	41,165,414	4,817,006	9,781,184	36,201,236	36,684,074	1,973,559	9,781,184	28,876,449	7,324,787	4,481,340
Intangible Assets	1,743,007	1,017,000		2,760,007	1,180,479	327,559		1,508,038	1,251,969	562,528
Automobiles	27,265,056	20,417,000	6,669,000	41,013,056	15,858,410	5,501,320	6,669,000	14,690,730	26,322,326	11,406,646
Lease Hold Assets	3,021,860	-		3,021,860	3,021,860	-	-	3,021,860	-	-
Others	335,405	-	-	335,405	335,405	-		335,405	-	-
Total	106,226,957	31,073,717	16,924,024	120,376,650	79,757,646	11,534,621	16,924,024	74,368,243	46,008,407	26,469,311
Capital Expenditure -WIP	-	-	-	-	-	-	-	-	-	-
Grand Total	106,226,957	31,073,717	16,924,024	120,376,650	79,757,646	11,534,621	16,924,024	74,368,243	46,008,407	26,469,311
Last Year	95,602,622	13,025,150	2,400,814	106,226,957	74,052,422	8,106,039	2,400,814	79,757,646	26,469,311	21,550,200

Investment
Annexure -21

Amount in NPR.

SN	Particular	This Year	Last Year
A.	<u>Long Term Investment :</u>		
1	Government Securities & Securities guranteed by Government	2,173,375,036	2,173,375,036
2	Fixed Deposit with Commercial Bank	-	-
3	Fixed Deposit with Development Bank	-	-
4	Citizen Investment Plan	-	-
5	Fixed deposit with Financial Institution	-	-
6	Equity Share of Housing Company	-	-
7	Equity Share of other Company	-	-
8	Debenture & Preference Share of Bank and Financial Institution	-	-
9	Other	-	-
Total		2,173,375,036	2,173,375,036
B.	<u>Short Term Investment:</u>		
1	Government Securities & Securities guranteed by Government	-	-
2	Fixed Deposit with Commercial Bank	11,526,415,547	9,634,302,718
3	Fixed Deposit with Development Bank	-	-
4	Citizen Investment Plan	-	-
5	Fixed deposit with Financial Institution	-	-
6	Debenture/Pref. Share of Banks & Financial Institution	-	-
7	Other Interest Earning other Deposit with Commercial Bank	-	-
8	Other Interest Earning other Deposit with Development Bank	-	-
9	Other Interest Earning other Deposit with Financial Institution	-	-
10	Other Interest Earning Investments	-	-
Total		11,526,415,547	9,634,302,718
G. Total		13,699,790,583	11,807,677,754

Share Investment
Annexure - 21.1

SN	Company	Net Value	Par Value	Cost Price	Market Value
1 Companies no. of Share @....			-	-
Total		-	-	-	-

Cash & Bank Balance
Annexure - 22

Amount in NPR.

SN	Particular	This Year	Last Year
1	<u>Cash Balance</u>		
	Cash	51,000	51,000
Total		51,000	51,000
2	<u>Bank Balance</u>		
	Commercial Banks Balance	147,266,586	81,687,285
	Development Banks Balance	-	-
	Finance Companies Balance	-	-
	Other	-	-
Total		147,266,586	81,687,285
G. Total		147,317,586	81,738,285

Other Loan**Annexure -23**

Amount in NPR.

SN	Particular	This Year	Last Year
A.	Long Term Loan		
1	Agent Loan	1,697,664	245,640
2	Employee Loan	218,564	285,440
3	Other		
	Total	1,916,228	531,080
B.	Short Term Loan		
1	Agent Loan	-	
2	Employee Loan	-	
3	Other	-	
	Total	-	-

Other Assets**Annexure - 24**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Receivable income from Investment	53,000,742	120,463,362
2	Receivable Interest from Policy Loan	39,876,931	20,129,043
3	Receivable Interest from other Loan (except Policy Loan)	-	-
4	Receivable from other Insurer	-	-
5	Receivable from Re-insurer	9,937,909	2,411,128
6	Sundry Debtors	459,796	-
7	Pre-payments	1,826,465	3,993,660
8	Staff Advance	17,805,885	9,509,059
9	Other Advance - Agent EQ	302,555	5,030,697
10	Deposit - Department of Tax	21,709,332	13,518,431
11	Receivable Insurance Premium	-	-
	Less: Suspense Receivable Insurance Premium	-	-
12	Other - a. Gratuity Deposit at CIT office	38,420,923	29,947,810
	b. Advance Tax Deposited	222,959,505	163,064,971
	C. Deferred Tax	34,113,945	24,889,339
	Total	440,413,988	392,957,500

Current Liabilities**Annexure - 25**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Payable to Agents	27,962,857	24,220,132
2	Payable to other Insurer	-	-
3	Payable to Re-insurer	8,834,749	6,756,674
4	Short Term Lending	-	-
5	Premium Deposit	12,354,200	13,284,800
6	Premium Deposit without Full Details	2,775,490	8,121,244
7	Sundry Creditors	3,320,059	1,635,151
8	Payable to Holding/Subsidiary Companies	-	-
9	Payable Withholding Tax	4,204,593	7,043,266
10	Payable VAT	-	-
11	Payable Service Fee	30,861,294	25,394,826
12	Payable to Staff	15,724,643	3,531,213
13	Payable to Management	-	-
14	Dividend Payable	-	-
15	Other	-	-
	a. Outstanding Cheques	85,224,178	126,892,699
	Total	191,262,063	216,880,005

Provision for Unexpired Risk**Annexure - 26**

Amount in NPR

SN	Particular	This Year	Last Year
1	Unexpired Risk Reserve for Three Payment Plan Insurance	-	-
2	Unexpired Risk Reserve for Endowment Insurance	-	-
3	Unexpired Risk Reserve for Future Care-DPS Insurance	-	-
4	Unexpired Risk Reserve for Term Insurance	265,591,470	233,615,020
Total		265,591,470	233,615,020

Other Provision

Annexure - 26 A

Amount in NPR.

S.N.	Particular	Opening Provision		Additional Provision during the Fiscal Year		Written Off / Payment during the Fiscal Year		Adjustment of Provision during the Fiscal Year		Provision at the End of This Year	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Provision for Dividend	48,223,548	48,223,548	-	-	-	-			48,223,548	48,223,548
2	Provision for Income Tax	63,472,915	81,253,995	54,208,940	63,472,915	64,580,176	81,253,995	1,107,261		54,208,940	63,472,915
3	Provision for Loss on Investment	-	-	-	-					-	-
4	Provision for Loss on Debt	-	-							-	-
5	Provision for Doubtful Debtor	-	-							-	-
6	Provision for Other Loss	-	-							-	-
7	Provision for Staffs	-	-							-	-
	Provision for Gratuity	29,350,729	28,516,952	9,971,326	1,165,565	901,132	331,788	-		38,420,923	29,350,729
	Provision for Leave Encashment	5,075,609	3,962,688	523,577	1,336,316	189,138	223,395			5,410,048	5,075,609
	Provision for Housing fund	70,682,397	51,052,080	26,258,932	19,630,317	-	-			96,941,329	70,682,397
	Provision for Staff Bonus	40,787,128	15,321,881	45,356,337	33,906,911	40,787,128	8,441,664	-	-	45,356,337	40,787,128
	Others	-	-							-	-
8	Other Provision	-	-							-	-
Total		257,592,326	228,331,144	136,319,112	119,512,024	106,457,574	90,250,842	1,107,261	-	288,561,125	257,592,326

Other Expenses Balance for Written off / Adjustment**Annxure- 27**

Amount in NPR.

SN	Particular	This Year	Last Year
1	Balance Preliminary Expenses for Written off		
2	Balance Pre-operating Expenses for Written off		
3	Balance Investment Premium for Written off	8,402,410	12,457,821
4	Balance Deferred Expenses for Written off		
5	Others		
Total		8,402,410	12,457,821

Annexure – 28

Significant Accounting Policies on Financial statements

American Life Insurance Company is incorporated under the laws of the United States of America. The company commenced life insurance business as a branch in Nepal from the year 2002 AD under the license granted by the Insurance Board. The Nepal branch was registered as a branch of foreign company in 2006 AD under the Company Ordinance, 2006 AD.

1. Basis of financial statements presentation

Basis of Preparation

The financial statements are prepared in accordance with generally accepted accounting practices in Nepal, The Insurance Act, 2049 BS, The Insurance Regulations 2049 BS and guidelines issued by the Insurance Board and unless otherwise stated, is based on historical cost convention and accrual basis of accounting. The financial statements present transactions of Nepal branch only. The financial statement has not been prepared based on Nepal Financial Reporting Standards (NFRS) as issued by The Institute of Chartered Accountants of Nepal (ICAN).

Use of Estimates

The preparation of the financial statements in conformity with Nepal accounting standard requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of balance sheet. Actual amount could differ from those estimates. Any differences from those estimates are recorded in the period in which they are identified.

Comparative Information

The accounting policies have been consistently applied by the company and are consistent with those used in the previous year, except otherwise stated. Previous year figures in some headings have been regrouped or rearranged wherever necessary to facilitate comparison only.

2. Fixed Assets

Fixed assets are stated on historical cost less accumulated depreciation. Original cost includes all expenses incurred up to commissioning/putting the assets in use.

3. Depreciation

Fixed assets are depreciated using straight line method at the rates prescribed by schedule 2 of Income Tax Act, 2058.

4. Non Capitalized Items

Non consumable items normally having life less than one year and/or costing less than Rs. 5,000 is expensed off during the year of purchase.

5. Provision for Income tax & its appropriation

a. Current Tax

Provisions for taxes have been made in accordance with Income Tax Act, 2058 and amendments thereto. Provisions for taxes have been apportioned to revenue accounts in accordance with the directive of Insurance Board.

b. Deferred Tax

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities, and their respective tax bases using the asset and liability method. Deferred tax has been calculated as per the method prescribed by Nepal Accounting Standards – 9

Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred tax assets and liabilities is recognized as income in the period that covers the enactment date.

Deferred tax assets arising from the temporary differences and unused tax losses are recognized to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax related to temporary differences in opening balances is adjusted directly with Life Insurance Fund and subsequent year differences are recognized in the Profit & Loss Account and Revenue Accounts the basis of weightage as prescribed by the Insurance Board.

6. Accounting of Investment

All investments are made within guidelines of investment directive and valued as per financial directive issued by Insurance Board as follows:

Investment made in government securities, development bonds and debentures secured by Nepal governments are valued for accounting based on cost or face value whichever is lower. The premium (i.e. excess amount over face value) paid on government securities are amortized as “Deferred Expenditure” over the period of their maturity on pro-rata basis. When the government securities are purchased in discount, difference amount on face value of securities are amortized as “Income on investment” over the period of their maturity on pro-rata basis. Investments in fixed deposit with banks are valued at cost.

7. Accounting of foreign exchange transactions

Assets and liabilities in foreign currency at the end of fiscal year are converted using selling rate into Nepalese Rupees. Transactions in foreign currency are accounted for at the exchange rates prevailing on the date of the transactions. Receivables or payables in foreign currency at the end of fiscal year is computed using the rate prevailing on the year end date and foreign exchange revaluation difference is shown in profit and loss account.

8. Accounting of premium income

- a. Gross premium income is recognized on cash basis as and when it is due in accordance with the Insurance Regulations & financial directives that is not consistent with Nepal Accounting Standard which requires revenue to be recognized on an accrual basis. Cash received in advance is recognized as premium income during the period to which they relate.
- b. Entire single premium income is recognized on cash basis and unexpired risk reserve is booked as per financial directive issued by the Insurance Board.

9. Re-insurance commission

Re-insurance commission income is recognized on accrual basis in accordance with the re-insurance agreements.

10. Accounting & allocation of other revenue

All other revenues except late fees on overdue premium are recognized on accrual basis as per Nepal Accounting Standard and allocated as per financial directive issued by the Insurance Board.

11. Accounting of Policy Loan

Policy loans are valued at cost plus capitalized interest at the time of anniversary of the policy.

12. Management expenses

Management expenses are allocated as per financial directive issued by Insurance Board. 10% of the management expenses are directly charged to Profit & Loss account and balance expenses is appropriated in to the respective revenue accounts as per the directives.

13. Accounting policy for the payment of insurance Claim expenses

Claim expenses are accounted for the amount payable to the policy holder in accordance with the terms of the insurance policy along with the expenses directly attributable thereon for claim settlement. However, claim expenses related to the company's representative or staffs is not included.

14. Provision for outstanding insurance claim

As per Insurance Act 2049 section 15 (d), provision for outstanding claim is made at 115% of the total outstanding claim. Incurred But Not Reported (IBNR) claims have been booked on actual basis of claim intimated till balance sheet date in accordance with the directive of Insurance Board, Nepal Accounting Standards 05 on "Events after the Balance Sheet Date" and as per company practice.

15. Allocation of surplus on insurance business

Surplus arising from insurance businesses is allocated as follows in accordance with the directives of the Insurance Board:

- a. All the surpluses arising from participating insurance business revenue accounts (including a non-par product future care –DPS) are transferred to Life Insurance Fund for actuarial valuation. Accumulated life fund are re-allocated on the basis of mathematical reserve, other reserve/provisions and cost of bonus ratio of last submitted valuation report to align with latest policy liabilities balance.

- b. All the surplus arising from non-participating insurance business revenue account is transferred to Profit & Loss Account.
- c. The company received approval of its actuarial valuation report for 2016/17 on 5 February 2018 (Magh 22, 2074). Shareholders' portion of Profit (after deduction for employee housing fund and profit bonus) for 2016/17 arising from the actuarial valuation together with Profits from non-participating portfolio for 2016/17 amount to NPR. 406,067,092. The current year profit of NPR 406,067,092 has been transferred to reserve & surplus in the financial statement.
- d. Insurance Board in its letter Bi.Bi.Sha 239/ (2072/73) dispatch no 3087 dated 2 April 2016, advised the company to create catastrophic reserve equal to 10% of amount available for appropriation. Accordingly NPR 45,118,566 has been transferred to catastrophic reserve account with accumulated balance amount as of balance sheet date is NPR. 94,347,358.

16. Provision for employee gratuity, leave and other facility accounting policy

Provision for gratuity, leave encashment and other benefits payable to employees as per the employee service rule of the Company is accounted for on accrual basis in accordance with the Nepal Accounting Standards. Contributions to approved retirement fund are made on a regular basis as per the Retirement Fund rules and regulations.

17. Doubtful debt provision:

Company's management is applying appropriate policy for doubtful debt provision.

18. Amortization of Expenses

Expenses incurred on improvement of leasehold property are amortized over the life of the lease or within 5 years of improvement whichever is shorter on straight line basis. Investment purchased in premium amount is amortized as per Insurance Board financial directive over the period of investment.

19. Provision of Housing Fund and Staff Bonus

Company has created provision for housing fund and staff bonus as per the provisions of Labour Act, 2048 and the Bonus Act 2030 respectively. Accumulated balance of housing fund stood at NPR. 96,941,329 as of 15 July 2017.

Annexure – 29

Notes to Accounts on financial statements

1. Contingent Liabilities

- a. Outstanding for settlement of investment : None
- b. Underwriting Commitments: None
- c. Not accepted/denied non insurance litigation/claim to the company: None
- d. Guarantees issued by insurer or on behalf of insurer: None
- e. Other Liabilities (Give details):None

2. Basis taken by actuary for insurer's liabilities valuation.

The recent most actuarial valuation of Par Life Fund was carried out for 2016/017 following on Gross Premium Method which was based on Nepali mortality table published by Insurance Board (unless otherwise mentioned) at 6.00% level discount rate. For non-par fund, reserve is based on unearned premium Reserve. Reserve is kept for Incurred But Not Reported (IBNR) claims as well.

3. The Company does not have any limitation and disputes on its assets.

4. The Company does not have any commitments on Loan, Investment and Fixed Assets.

5. Value of investment pursuant to sales / purchase agreements:

- a. Ownership not obtained for purchased Assets: None
- b. Payment not received for sale of assets: None

6. Details of investment, sales/refund received of investment during the year with name of organization, date, quantity and amount:

Investment				
S.N	Name	Purchase Date	Qty	Face Value
1	Himalayan Bank	27-Jul-16	1	130,000,000.00
2	Siddhartha Bank	27-Jul-16	1	100,000,000.00
3	Bank of Kathmandu	27-Jul-16	1	100,000,000.00
4	Nepal SBI Bank	1-Aug-16	1	120,000,000.00
5	Sanima Bank	9-Aug-16	1	100,000,000.00
6	Nabil Bank Limited	9-Aug-16	1	170,000,000.00
7	Nepal Invest. Bank	6-Sep-16	1	150,000,000.00
8	Global IME Bank	25-Sep-16	1	100,000,000.00
9	Nepal Invest. Bank	6-Oct-16		55,000,000.00
10	NIC ASIA Bank	12-Oct-16	1	120,000,000.00
11	Bank of Kathmandu	25-Oct-16	1	70,000,000.00
12	NIC Asia Bank	8-Nov-16	1	60,000,000.00
13	Everest bank	15-Nov-16	1	100,000,000.00
14	NMB Bank	21-Nov-16	1	50,000,000.00
15	Everest bank	27-Nov-16	1	130,000,000.00
16	NMB Bank	9-Dec-16	1	120,000,000.00
17	Nepal SBI Bank	26-Dec-16	1	60,000,000.00
18	Laxmi Bank	26-Dec-16	1	50,000,000.00
19	Prime Comm Bank	15-Jan-17	1	131,000,000.00
20	Prime Comm Bank	16-Jan-17	1	29,000,000.00
21	Standard Chartered	27-Jan-17	1	50,000,000.00
22	Standard Chartered	30-Jan-17	1	50,000,000.00
23	Nabil Bank Limited	7-Feb-17	1	115,000,000.00
24	Nabil Bank Limited	8-Feb-17	1	285,000,000.00
25	Nabil Bank Limited	12-Feb-17	1	230,000,000.00
26	Standard Chartered	14-Feb-17	1	20,000,000.00
27	Bank of Kathmandu	5-Mar-17	1	65,000,000.00
28	Siddhartha Bank	14-Mar-17	1	70,000,000.00
29	Nepal SBI Bank	28-Mar-17	1	75,000,000.00
30	Everest bank	27-Apr-17	1	270,000,000.00
31	Everest bank	2-May-17	1	130,000,000.00
32	Nepal Invest. Bank	9-May-17	1	120,000,000.00
33	Nepal Invest. Bank	24-May-17	1	80,000,000.00
34	Nabil Bank Limited	9-Jun-17	1	170,000,000.00
35	NMB Bank	25-Jun-17	1	120,000,000.00
36	Sanima Bank	14-Jul-17	1	200,000,000.00
37	Standard Chartered	14-Jul-17	1	410,000,000.00
38	SCB (USD)	21-Nov-16	1	770,129.76

Maturities				
S.N	Name	Maturity Date	Qty	Face Value
1	NIC Asia Bank	16-Jul-16	1	70,000,000.00
2	Himalayan Bank	20-Jul-16	1	160,000,000.00
3	NIC Asia Bank	20-Jul-16	1	10,000,000.00
4	Nabil Bank Limited	29-Jul-16	1	130,000,000.00
5	Nabil Bank Limited	1-Aug-16	1	145,000,000.00
6	Machapuchhre Bank	7-Aug-16	1	160,000,000.00
7	Himalayan Bank	11-Aug-16	1	200,000,000.00
8	Bank Of Kathmandu	19-Aug-16	1	20,000,000.00
9	Global IME Bank	23-Aug-16	1	250,000,000.00
10	Bank Of Kathmandu	3-Sep-16	1	110,000,000.00
11	Sanima Bank	22-Sep-16	1	163,000,000.00
12	Global IME Bank	8-Oct-16	1	160,000,000.00
13	Nepal SBI Bank	1-Nov-16	1	250,000,000.00
14	Nepal Invest. Bank	5-Nov-16	1	100,000,000.00
15	NIC Asia Bank	5-Nov-16	1	150,000,000.00
16	Nepal SBI Bank	8-Nov-16	1	90,000,000.00
17	Machapuchhre Bank	8-Nov-16	1	160,000,000.00
18	Sanima Bank	9-Nov-16	1	100,000,000.00
19	SCB (USD)	20-Nov-16	1	766,200.72
20	NIC Asia Bank	1-Dec-16	1	60,000,000.00
21	Global IME Bank	27-Dec-16	1	100,000,000.00
22	Sanima Bank	23-Dec-16	1	168,000,000.00
23	Himalayan Bank	6-Jan-17	1	190,000,000.00
24	Everest Bank	6-Jan-17	1	270,000,000.00
25	Himalayan Bank	17-Jan-17	1	150,000,000.00
26	Siddhartha Bank	19-Jan-17	1	25,000,000.00
27	Nepal Invest. Bank	19-Jan-17	1	250,000,000.00
28	Laxmi Bank	23-Jan-17	1	39,000,000.00
29	Nabil Bank Limited	23-Jan-17	1	100,000,000.00
30	Himalayan Bank	12-Apr-17	1	120,000,000.00
31	Himalayan Bank	1-May-17	1	90,000,000.00
32	Nepal Invest. Bank	2-May-17	1	100,000,000.00
33	Himalayan Bank	5-May-17	1	120,000,000.00
34	Machapuchhre Bank	9-May-17	1	160,000,000.00
35	NMB Bank	21-May-17	1	50,000,000.00
36	Everest Bank	30-May-17	1	80,000,000.00
37	Nepal Invest. Bank	2-Jun-17	1	271,000,000.00
38	Himalayan Bank	8-Jun-17	1	187,000,000.00
39	Nepal Invest. Bank	9-Jun-17	1	227,000,000.00
40	Global IME Bank	15-Jun-17	1	330,000,000.00
41	Laxmi Bank	20-Jun-17	1	113,000,000.00
42	Siddhartha Bank	20-Jun-17	1	67,000,000.00
43	Global IME Bank	20-Jun-17	1	135,000,000.00
44	Nepal Invest. Bank	20-Jun-17	1	95,000,000.00
45	Sanima Bank	23-Jun-17	1	50,000,000.00
46	Siddhartha Bank	3-Jul-17	1	70,000,000.00
47	Global IME Bank	6-Jul-17	1	115,000,000.00
48	NIC Asia Bank	8-Jul-17	1	312,000,000.00
49	Nabil Bank Limited	11-Jul-17	1	198,400,000.00
50	Bank Of Kathmandu	11-Jul-17	1	120,000,000.00
51	Everest Bank	12-Jul-17	1	163,000,000.00
52	NIC Asia Bank	14-Jul-17	1	275,000,000.00
53	NIC Asia Bank	14-Jul-17	1	100,000,000.00
54	Laxmi Bank	14-Jul-17	1	150,000,000.00
55	Siddhartha Bank	14-Jul-17	1	39,800,000.00
56	Global IME Bank	14-Jul-17	1	100,000,000.00
57	Nabil Bank Limited	15-Jul-17	1	125,000,000.00
58	Nepal Invest. Bank	15-Jul-17	1	14,000,000.00

7. All the bank balances have been reconciled with the balance confirmation certificates obtained from them.
8. All the re-insurer balances have been reconciled with the balance confirmation certificates obtained from them.
9. All the investments made by the insurer are in line with Insurance Act, Rules and Regulation as specified by the Insurance board.
10. The Company does not have any transactions with the Board of Directors or their related person or organization of the Board of Directors or their related person.
11. The Company has not obtained loan against the mortgage of its property.
12. The Company filed self-tax assessment return to the Large Tax Payer's Office (LTPO) since the fiscal year 2065/66 to fiscal year 2072/073.

Appeal against disallowed expenses and carry forward balance dispute of NPR 100,024,416, NPR 66,237,179, NPR 12,259,489 and NPR 32,436,816 and for the FY 2065/066, FY 2066/67, FY 2067/68 and FY 2068/69 respectively is pending decision at Department of Tax. The Company's final tax assessment from LTPO for fiscal year 2067/070 to fiscal year 2072/073 is pending as of the Balance Sheet date. The company has received the tax clearance certificate for Fiscal year 2073-74 from Inland Revenue Department.

13. Premiums refunded

During the year, the company refunded NPR 38, 59,765 due to invalid Agent license, age of proposed insured beyond acceptable range, non-submission of requirements/medical reports etc.

14. Declared and interim bonus rate

The Company has declared bonus per below table rate per thousand for par Products mentioned against respective terms for Fiscal Year 2016/17.

	Products wise declared & interim bonus rate per thousand		
Policy terms	3PP	Endowment	EPP
1-15 Years	40	45	45
16-20 Years	50	55	55
21 Years & above	60	65	70

15. The company has adopted the Standard rate of 12% for fees and interest on late payment of insurance premium and policy loan which is subject to change during the reinstatement campaign.
16. The Company has accumulated deferred investment expenditure for NPR. 8,402,410 representing premium paid at the time purchase of investments which is being written off over the term of respective investments during this year.
17. Details of paid in advance in share capital, Call in arrears and ceased but not re-issued shares-None.
18. Leasehold Assets – None.
19. Total transaction of off-balance sheet items in a year. - None.
20. There are no prior period expenses or incomes accounted in this fiscal year.

- 21.1** Company is compliant with the requirement of Solvency Margin Directive and maintains 474% solvency margin as per submitted 2016/17 as of 2074 Ashad end (15 July 2017).

21.2 Related Parties Transactions

There is no related party transaction during the year.

21.3 Deferred Taxes

Deferred tax is calculated on temporary differences using effective tax rate of 25% (previous year: 25%) which is separately disclosed in annexure 17.

The items attributable to deferred tax assets and liabilities and their movement are as follows:

Particular	Balance of 16 July 2016	Movement	Balance of 15 July 2017
Deferred Tax Assets			
Accumulated depreciation in Financial Statements	(1,387,845)	581,282	(806,563)
Provision for gratuity	7,337,682	2,042,266	9,379,948
Provision for Employee Housing	17,670,599	6,564,733	24,235,332
Provision for Leave Encashment	1,268,902	36,326	1,305,228
Net Deferred Tax assets	24,889,339	9,224,607	34,113,945

- 21.4** Fund received from HO as working capital is shown under the Other Reserve. In addition, company maintained accumulated contingency reserve of NPR.15,000,000

Major Indicators

Anx-30

SN.	Particular	Indicator	Fiscal Year				
			2016/17	2015/16	2014/15	2013/14	2012/13
			2073/074	2072/073	2071/072	2070/071	2069/070
1	Net Worth	NPR.	1,390,164,859	940,827,306	592,834,456	521,211,760	463,907,824
2	Number of Share	Count	-	-	-	-	-
3	Book Value Per Share	NPR.	-	-	-	-	-
4	Net Profit	NPR.	460,410,265	344,135,750	68,007,096	87,072,924	556,347,383
5	Earning Per Share (EPS)	NPR.	-	-	-	-	-
6	Dividend Per Share (DPS)	NPR.	-	-	-	-	-
7	Market Price Per Share (MPPS)	NPR.	-	-	-	-	-
8	Price Earning Ration (PE Ratio)	Ratio	-	-	-	-	-
9	First Year Premium	NPR.	1,205,784,811	833,628,465	457,564,746	331,955,811	250,253,920
10	Gross Premium	NPR.	3,086,129,370	2,539,482,541	1,990,067,311	1,815,817,857	1,599,847,614
11	Net premium/Gross Premium	%	97.8%	98.2%	98.5%	98.5%	99.0%
12	Net profit/Gross Premium	%	14.9%	13.6%	3.4%	4.8%	34.8%
13	Gross Premium/Total Assets	%	20%	19%	18%	18%	18%
14	Income from Investment & Loan/ Total Investment & Loan	%	5.8%	5.8%	6.0%	5.8%	7.3%
15	Total Investment & Loan/Life Fund	%	113%	112%	110%	110%	106%
16	RI Commission Income/Total RI Premium	%	58.0%	55.1%	52.6%	52.6%	47.6%
17	Management Expenses/Gross Premium	%	9.6%	9.0%	9.7%	10.7%	7.2%
18	Agent Expenses/Gross Premium	%	9.6%	8.5%	7.3%	8.0%	6.9%
19	Total Number of Agents	count	3,706	3,219	2,662	2,260	1,842
20	Number of Employee	count	124	110	102	97	89
21	Number of Offices	count	23	22	22	19	15
22	Employee Expenses/Management Expenses	%	35.3%	34.7%	39.5%	41.9%	42.7%
23	Employee Expenses/Number of Employee	NPR.	844,996	776,362	751,613	676,912	553,366
24	Payable Claim/Paid Claim	%	16%	26%	28%	25%	30%
25	Total Number of Inforce Policy	Count	764,341	646,068	458,211	347,937	300,245
26	This Year Renewed Policy/ Inforce Policy up to Last Year	%	79.9%	85.7%	85.7%	87.7%	86.7%
27	Number of Claim/ Total Inforce Policy	%	0.37%	0.05%	0.05%	0.06%	0.07%
28	Solvency Margin	%	474%	503%	561%	689%	468%
29	Declared Bonus Rate	NPR./1000	40/50/60-3PP, 45/55/65-END & 45/55/70-EPP	35/45/55 -3PP & 40/50/60 EPP/End	35/45/55 -3PP & 40/50/60 EPP/End	35/45/55	35/45/55
30	Interim Bonus Rate	NPR./1000	40/50/60-3PP, 45/55/65-END & 45/55/70-EPP	35/45/55 -3PP & 40/50/60 EPP/End	35/45/55 -3PP & 40/50/60 EPP/End		

Actuary Report

Annexure - 31
Amount in NPR.

S.N	Type of Insurance	Inforce Policy Count		Sum Assured of Inforce Policies		Sum at Risk		Sum at Risk Transferred to Re-insurer		Sum at risk retained by insurer	
		This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year	This Year	Last Year
1	Three Payment Plan	55,259	56,173	9,808,207,788	7,431,227,744	9,804,487,996	1,312,040,361	151,268,670	116,114,658	9,653,219,327	1,195,925,702
2	Endowment	62,253	59,687	10,652,744,449	7,538,984,563	10,647,518,301	2,711,462,269	417,884,859	203,523,744	10,229,633,442	2,507,938,525
3	Future Care-DPS	62,436	41,602	26,853,468,150	16,386,911,672	26,851,486,558	14,792,470,446	9,583,175,535	5,666,165,980	17,268,311,023	9,126,304,465
4	Term Insurance	584,393	488,606	69,270,524,801	59,610,835,664	69,270,219,917	59,371,562,222	18,269,623,529	7,954,178,288	51,000,596,388	51,417,383,934
Total		764,341	646,068	116,584,945,188	90,967,959,643	116,573,712,772	78,187,535,298	28,421,952,593	13,939,982,671	88,151,760,179	64,247,552,627



बीमा समिति
BEEMA SAMITI

नेपालको बीमा नियमनकारी निकाय
Insurance Regulatory Authority of Nepal

वि.वि.शा. ३८६ (२०७४/७५) च.नं. ३८६

मिति : २०७५/०१/०६



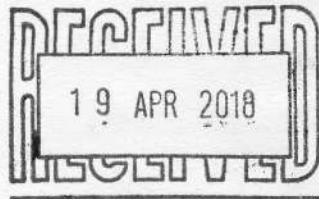
श्री मेट लाइफ (ALICO),
पुल्चोक, ललितपुर।

विषय : आ.व.२०७३/७४ को वित्तीय विवरण स-शर्त स्वीकृति बारे।

यस समितिमा प्राप्त तहाँको मिति २०७४/१२/१२ (च.नं. ११३/२०१८) समेतको पत्र सम्बन्धमा लेखिदैछ।

बीमकको वित्तीय विवरण प्रतिको उत्तरदायित्व बीमकमा रहेको सर्वविदितै छ। लेखापरीक्षण भई समितिको स्वीकृतिको लागि पेश हुन आएको तहाँको आ.व.२०७३/७४ को वित्तीय विवरण सम्बन्धमा देहाय बमोजिमका शर्तहरु सहित स्वीकृत गरिएको व्यहोरा निर्णयानुसार आवश्यक कार्यार्थ जानकारी गराइन्छ।

- १) नेपाल वित्तीय प्रतिवेदन मानहरु (NFRS) अनुरूप वित्तीय विवरण तयार गर्न आवश्यक तयारी गर्नु हुन।
- २) बीमकको स्थिर सम्पत्तिमा आन्तरिक नियन्त्रण सुदृढ गर्नु हुन।
- ३) पूर्ण विवरण नखुलेको बीमा शुल्कको यथाशिघ्र पहिचान गर्नु हुन।
- ४) दावी भुक्तानी प्रकृया प्रभावकारी बनाई बीमालेखको अवधि समाप्ति पश्चात तत्काल बीमितलाई भुक्तानी दिने व्यवस्था गर्नु हुन।
- ५) बीमकको व्यतित बीमालेखको अनुपात (Lapse Ratio) उच्च रहेको प्रति सचेत रही सोको नियन्त्रणका लागि बीमकको योजना तथा कार्यक्रम समितिमा पेश गर्नु हुन।
- ६) बीमकको आन्तरिक तथा बाह्य लेखा परीक्षकले औल्याएका कैफियतहरु सुधार गर्नु हुन।



(सन्तोष कार्की)

प्रमुख, वित्त विश्लेषण शाखा