

Siddhartha Bank Limited

Unaudited Financial Results

(1st Quarter of Fiscal Year 2080/81)

Condensed Consolidated Statement of Financial Position

Amount in NPR

Particulars	Group		Bank	
	This Quarter Ending	Immediate Previous Year Ending (Audited)	This Quarter Ending	Immediate Previous Year Ending (Audited)
Assets				
Cash and cash equivalent	10,531,587,882	11,571,313,935	10,632,534,455	11,554,080,479
Due from Nepal Rastra Bank	10,325,208,123	9,000,713,492	10,325,208,123	9,000,713,492
Placements with Bank and Financial Institutions	2,124,368,063	5,011,346,934	2,124,368,063	5,011,346,934
Derivative financial instruments	14,663,592	17,320,155	14,663,592	17,320,155
Other trading assets	91,951,862	109,407,897	-	-
Loans and advances to B/FIs	5,347,060,357	5,170,773,907	5,347,060,357	5,170,773,907
Loans and advances to customers	186,626,829,197	184,019,363,443	186,617,834,739	184,009,571,040
Investment securities	59,296,963,449	62,728,867,192	58,836,697,296	62,480,476,034
Current tax assets	252,017,364	267,328,784	254,582,267	263,764,947
Investment in subsidiaries	-	-	51,000,000	51,000,000
Investment in associates	-	-	-	-
Investment property	635,387,240	654,537,489	635,387,240	654,537,489
Property and equipment	3,549,168,443	3,579,515,879	3,519,366,982	3,548,089,446
Goodwill and Intangible assets	156,719,292	167,612,308	155,170,788	166,000,283
Deferred tax assets	-	-	-	-
Other assets	4,531,997,397	4,073,870,027	4,506,555,226	4,050,241,119
Total Assets	283,483,922,262	286,371,971,442	283,020,429,129	285,977,915,326
Liabilities				
Due to Bank and Financial Institutions	15,887,321,986	11,613,657,572	15,887,321,986	11,613,657,572
Due to Nepal Rastra Bank	391,922,787	268,453,474	391,922,787	268,453,474
Derivative financial instruments	16,632,923	23,887,253	16,632,923	23,887,253
Deposits from customers	216,316,898,144	223,307,001,273	216,655,587,222	223,654,669,691
Borrowing	7,252,247,828	7,312,480,160	7,252,247,828	7,312,480,160
Current Tax Liabilities	-	-	-	-
Provisions	-	-	-	-
Deferred tax liabilities	355,264,020	489,092,725	368,100,587	501,929,292
Other liabilities	6,153,841,715	5,968,405,789	5,753,873,756	5,613,687,917
Debt securities issued	11,662,559,000	11,662,559,000	11,662,559,000	11,662,559,000
Subordinated Liabilities	-	-	-	-
Total Liabilities	258,036,688,404	260,665,537,246	257,988,246,090	260,671,324,359
Equity				
Share capital	14,089,980,190	14,089,980,190	14,089,980,190	14,089,980,190
Share premium	-	-	-	-
Retained earnings	49,033,723	756,129,848	(50,388,412)	663,610,438
Reserves	11,079,855,044	10,639,410,976	10,992,591,261	10,553,000,339
Total equity attributable to equity holders	25,218,868,957	25,485,521,014	25,032,183,039	25,306,590,967
Non-controlling interest	228,364,901	220,913,182	-	-
Total equity	25,447,233,858	25,706,434,196	25,032,183,039	25,306,590,967
Total liabilities and equity	283,483,922,262	286,371,971,442	283,020,429,129	285,977,915,326

Condensed Consolidated Statement of Profit or Loss

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)
Interest income	6,917,980,025	6,917,980,025	6,870,566,713	6,870,566,713	6,913,096,595	6,913,096,595	6,858,439,136	6,858,439,136
Interest expense	4,940,121,311	4,940,121,311	4,727,681,262	4,727,681,262	4,943,215,038	4,943,215,038	4,729,861,897	4,729,861,897
Net interest income	1,977,858,714	1,977,858,714	2,142,885,451	2,142,885,451	1,969,881,556	1,969,881,556	2,128,577,239	2,128,577,239
Fees and commission income	507,100,327	507,100,327	425,341,161	425,341,161	447,353,249	447,353,249	387,177,755	387,177,755
Fees and commission expense	117,626,375	117,626,375	86,336,813	86,336,813	103,088,922	103,088,922	73,817,615	73,817,615
Net fee and commission income	389,473,952	389,473,952	339,004,348	339,004,348	344,264,328	344,264,328	313,360,140	313,360,140
Net interest, fee and commission income	2,367,332,666	2,367,332,666	2,481,889,799	2,481,889,799	2,314,145,884	2,314,145,884	2,441,937,379	2,441,937,379
Net trading income	47,681,721	47,681,721	36,183,874	36,183,874	63,134,847	63,134,847	55,021,129	55,021,129
Other operating income	99,009,934	99,009,934	144,899,616	144,899,616	95,243,951	95,243,951	138,717,715	138,717,715
Total operating income	2,514,024,321	2,514,024,321	2,662,973,289	2,662,973,289	2,472,524,682	2,472,524,682	2,635,676,222	2,635,676,222
Impairment charge/(reversal) for loan and other losses	1,433,563,483	1,433,563,483	893,065,707	893,065,707	1,433,563,483	1,433,563,483	893,065,707	893,065,707
Net operating income	1,080,460,838	1,080,460,838	1,769,907,582	1,769,907,582	1,038,961,200	1,038,961,200	1,742,610,516	1,742,610,516
Operating expense								
Personnel expense	612,627,299	612,627,299	691,319,926	691,319,926	599,881,394	599,881,394	681,689,898	681,689,898
Other operating expense	302,171,654	302,171,654	294,239,084	294,239,084	297,609,907	297,609,907	289,333,939	289,333,939
Depreciation & Amortisation	64,158,484	64,158,484	52,920,427	52,920,427	61,691,627	61,691,627	50,721,407	50,721,407
Operating Profit	101,503,401	101,503,401	731,428,145	731,428,145	79,778,272	79,778,272	720,865,271	720,865,271
Non operating income	328,803	328,803	87,045	87,045	328,803	328,803	87,045	87,045
Non operating expense	9,678,998	9,678,998	-	-	9,678,998	9,678,998	-	-
Profit before income tax	92,153,206	92,153,206	731,515,190	731,515,190	70,428,077	70,428,077	720,952,316	720,952,316
Income tax expense								
Current Tax	34,082,731	34,082,731	225,870,863	225,870,863	27,565,193	27,565,193	222,702,000	222,702,000
Deferred Tax	-	-	-	-	-	-	-	-
Profit for the period	58,070,475	58,070,475	505,644,328	505,644,328	42,862,884	42,862,884	498,250,316	498,250,316

Condensed Consolidated Statement of Comprehensive Income								
Particulars	Group		Bank		Group		Bank	
	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)
Profit or loss for the period	58,070,475	58,070,475	505,644,328	505,644,328	42,862,884	42,862,884	498,250,316	498,250,316
Other Comprehensive Income	(312,266,977)	(312,266,977)	(212,992,086)	(212,992,086)	(312,266,977)	(312,266,977)	(212,992,086)	(212,992,086)
Total Comprehensive Income	(254,196,502)	(254,196,502)	292,652,242	292,652,242	(269,404,093)	(269,404,093)	285,258,230	285,258,230
Basic earnings per share	1.41	1.41	15.73	15.73	1.19	1.19	15.61	15.61
Diluted earnings per share	1.41	1.41	15.73	15.73	1.19	1.19	15.61	15.61
Profit attributable to:								
Equity holders of the Bank	(261,648,221)	(261,648,221)	289,029,176	289,029,176	(269,404,093)	(269,404,093)	285,258,230	285,258,230
Non-Controlling Interest	7,451,719	7,451,719	3,623,066	3,623,066	-	-	-	-
Total	(254,196,502)	(254,196,502)	292,652,242	292,652,242	(269,404,093)	(269,404,093)	285,258,230	285,258,230

Ratios as per NRB Directives

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)	This Quarter	Up To This Quarter (YTD)
Capital Fund to RWA	12.08%	12.08%	12.51%	12.51%	12.07%	12.07%	12.51%	12.51%
Non-Performing Loan (NPL) to Total Loan	3.44%	3.44%	2.15%	2.15%	3.44%	3.44%	2.15%	2.15%
Total loan loss provision to Total NPL	95.79%	95.79%	112.73%	112.73%	95.79%	95.79%	112.73%	112.73%
Cost of Funds	7.50%	7.50%	8.35%	8.35%	7.50%	7.50%	8.35%	8.35%
Credit to Deposit Ratio	81.59%	81.59%	88.10%	88.10%	81.59%	81.59%	88.10%	88.10%
Base Rate	9.53%	9.53%	10.43%	10.43%	9.53%	9.53%	10.43%	10.43%
Interest Rate Spread	3.96%	3.96%	3.92%	3.92%	3.96%	3.96%	3.92%	3.92%
Return on Equity (Annualized)	0.89%	0.89%	8.79%	8.79%	0.67%	0.67%	8.87%	8.87%
Return on Assets (Annualized)	0.08%	0.08%	0.75%	0.75%	0.06%	0.06%	0.75%	0.75%

- Notes:**
- The above figures are subject to change as per the direction of the regulators and/or statutory auditor.
 - The figures for previous year quarter have been restated and regrouped wherever necessary.
 - Loans and advances include accrued interest receivable & staff loans and are presented net of impairment charges. Impairment loss on loans and advances has been measured at higher amount derived as per norms prescribed by NRB and as per carve out issued by The Institute of Chartered Accountants of Nepal regarding Para 5.5-Impairment.
 - Provision for Gratuity and Leave encashment have been provided for as per estimated actuarial valuation and hence actuarial gain/loss has not been separately disclosed. The provision created and expense booked might vary if actuarial valuation is conducted by a certified actuary.
 - Average base rate of preceding three months of the Bank as of Ashwin 2080 is 9.71%.
 - Group financial statements include Siddhartha Bank Limited (Parent Company) and Siddhartha Capital Limited (Subsidiary Company) and all intra group transactions are conducted on arm's length basis.
 - Detailed interim report has been published in Bank's website (www.siddharthabank.com).

Statement of Distributable Profit

Amount in NPR

Particulars	Bank	
	Current Year (Upto this Qtr YTD)	Previous Year (Upto this Qtr YTD)
Net profit or (loss) as per statement of profit or loss	42,862,884	498,250,316
Appropriations:		
a. General reserve	(8,572,577)	(99,650,063)
b. Foreign exchange fluctuation fund	(1,458,524)	(9,124,143)
c. Capital redemption reserve	(365,106,625)	(365,106,625)
d. Corporate social responsibility fund	(428,629)	(4,982,503)
e. Employees' training fund	-	-
f. Other	-	-
Profit or (loss) before regulatory adjustment	(332,703,471)	19,386,981
Regulatory adjustments:		
a. Interest receivable (-)/previous accrued interest received (+)	(393,360,036)	(387,983,887)
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 (+)	12,064,657	-
e. Deferred tax assets recognised (-)/ reversal (+)	-	-
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/reversal (+)	-	-
h. Actuarial loss recognised (-)/reversal (+)	-	-
i. Other	-	-
Net Profit for the quarter ended Ashwin 2080 available for distribution	(713,998,850)	(368,596,906)
Opening Retained Earning as on Shrawan 1, 2080	663,610,438	1,359,868,480
Adjustment (+/-)	-	-
Distribution:		
Bonus shares issued	-	(1,065,553,357)
Cash dividend paid	-	(82,397,545)
Total Distributable profit or (loss) as on Ashwin 30, 2080	(50,388,412)	(156,679,327)
Annualised Distributable Profit/Loss per share	-	-

- Notes:**
- The amount reflected in opening retained earnings will change after approval of proposed cash dividend of NPR 593,188,166 by the AGM of the Bank.
 - Since distributable profit is negative, annualised distributable profit per share has been presented as nil.

Information about reportable segments

The Bank has identified the key segments of business on the basis of nature of operations that assist the Executive Committee of the bank in decision making process and to allocate the resources. It will help the management to assess the performance of the business segments. The business segments identified are Banking (including loans, deposits and trade operations), Payment Solutions (Cards), Remittance and Treasury. Treasury Department acts as the fund manager of the Bank.

Part
