



Rastriya Banijya Bank Ltd.
(Entity Formed after Merger of Rastriya Banijya Bank Ltd. and NIDC Development Bank Ltd.)

Unaudited Financial Results (Quarterly)
First Quarter of Financial Year 2075/76 ended on 2075 Ashwin End.

1. Statement of Financial Position:

Amount in Rs'000

| Particulars | As on 2075 Ashwin End | | As on 2075 Ashad End | | As on 2074 Ashwin End | |
|---|-----------------------|--------------------|----------------------|--------------------|-----------------------|--------------------|
| | Group | Bank | Group | Bank | Group | Bank |
| Assets | | | | | | |
| Cash and cash equivalent | 11,328,420 | 11,318,498 | 6,614,589 | 6,594,968 | 8,619,672 | 8,618,227 |
| Due from NRB and placements with BFIs | 10,302,421 | 10,302,421 | 16,425,697 | 16,425,697 | 17,222,317 | 17,222,317 |
| Loan and advances | 123,908,956 | 123,908,956 | 124,423,472 | 124,423,472 | 109,533,776 | 109,541,776 |
| Investments Securities | 40,154,047 | 40,126,090 | 47,230,103 | 47,209,027 | 35,790,012 | 35,770,012 |
| Investment in subsidiaries and associates | 233,932 | 433,932 | 233,932 | 433,932 | 108,814 | 208,814 |
| Goodwill and intangible assets | 23,318 | 23,318 | 24,028 | 23,774 | 4,612 | 4,612 |
| Other assets | 20,838,629 | 20,827,606 | 13,436,611 | 13,429,208 | 2,561,595 | 2,556,335 |
| Total Assets | 206,789,723 | 206,940,821 | 208,388,432 | 208,540,078 | 173,840,798 | 173,922,093 |
| Capital and Liabilities | | | | | | |
| Paid up Capital | 9,004,796 | 9,004,796 | 9,004,796 | 9,004,796 | 8,588,972 | 8,588,972 |
| Reserves and surplus | 12,550,672 | 12,549,806 | 13,099,562 | 13,099,801 | 5,193,046 | 5,193,010 |
| Deposits | 164,014,430 | 164,168,004 | 169,183,365 | 169,337,056 | 148,444,277 | 148,526,121 |
| Borrowings | 181,790 | 181,790 | 429,242 | 429,242 | 166,014 | 166,014 |
| Bond and Debenture | - | - | - | - | - | - |
| Other liabilities and provisions | 21,038,035 | 21,036,425 | 16,671,467 | 16,669,183 | 11,448,489 | 11,447,976 |
| Total Capital and Liabilities | 206,789,723 | 206,940,821 | 208,388,432 | 208,540,078 | 173,840,798 | 173,922,093 |

2. Statement of Profit or Loss:

| Particulars | FY 2075/76 First Quarter Ended on 2075 Ashwin End | | FY 2074/75 Fourth Quarter Ended on 2075 Ashad End | | FY 2074/75 First Quarter Ended on 2074 Ashwin End | |
|---|--|------------------|--|-------------------|--|------------------|
| | Group | Bank | Group | Bank | Group | Bank |
| Interest income | 3,719,511 | 3,719,119 | 13,044,549 | 13,042,510 | 2,381,502 | 2,380,575 |
| Interest expense | 1,109,423 | 1,112,671 | 2,975,198 | 2,983,430 | 629,769 | 630,811 |
| Net interest income | 2,610,088 | 2,606,448 | 10,069,351 | 10,059,080 | 1,751,733 | 1,749,764 |
| Fee and commission income | 353,099 | 352,452 | 1,232,890 | 1,230,891 | 280,145 | 280,145 |
| Fee and commission expense | 61,391 | 61,391 | 184,538 | 183,708 | 44,159 | 44,159 |
| Net fee and commission income | 291,708 | 291,061 | 1,048,352 | 1,047,183 | 235,987 | 235,987 |
| Other operating income | 10,539 | 10,649 | 34,910 | 34,910 | 27,063 | 27,219 |
| Total operating income | 2,912,335 | 2,908,158 | 11,152,613 | 11,141,173 | 2,014,783 | 2,012,970 |
| Impairment charge/(reversal) for loans and other losses | 251,697 | 251,697 | 421,880 | 421,880 | 182,011 | 182,011 |
| Net operating income | 2,660,638 | 2,656,461 | 10,730,733 | 10,719,293 | 1,832,772 | 1,830,959 |
| Personnel expenses | 852,004 | 850,163 | 3,076,770 | 3,070,863 | 658,665 | 657,368 |
| Other operating expenses | 221,963 | 220,731 | 1,032,984 | 1,026,460 | 162,176 | 160,890 |
| Operating profit | 1,586,671 | 1,585,567 | 6,620,979 | 6,621,970 | 1,011,931 | 1,012,701 |
| Non operating income/expense | 18,104 | 18,104 | 128,744 | 128,744 | 881 | 881 |
| Profit before tax | 1,604,775 | 1,603,671 | 6,749,723 | 6,750,714 | 1,012,812 | 1,013,582 |
| Income tax | 484,595 | 484,595 | 1,850,998 | 1,850,998 | 304,075 | 304,075 |
| Profit/(loss) for the period | 1,120,180 | 1,119,076 | 4,898,725 | 4,899,716 | 708,738 | 709,507 |
| Other comprehensive income | - | - | (1,911,175) | (1,911,175) | - | - |
| Total comprehensive income | 1,120,180 | 1,119,076 | 2,987,550 | 2,988,541 | 708,738 | 709,507 |
| Distributable Profit | | | | | | |
| Net profit/(loss) as per profit or loss | 1,120,180 | 1,119,076 | 4,898,725 | 4,899,716 | 708,738 | 709,507 |
| Add/Less: Regulatory adjustment as per NRB Directive | (396,701) | (396,701) | (570,960) | (570,960) | - | - |
| Free profit/(loss) after regulatory adjustments | 723,479 | 722,375 | 4,327,765 | 4,328,756 | 708,738 | 709,507 |

3. Significant Ratios :

| | | | | | | |
|--|---------|---------|--------|--------|---------|---------|
| Capital fund to RWA | 13.75% | 13.75% | 14.02% | 14.02% | 12.09% | 12.09% |
| Non performing loan (NPL) to total loan (As per NRB Directive) | 3.83% | 3.83% | 3.77% | 3.77% | 2.92% | 2.92% |
| Total loan loss provision to Total NPL (As per NRB Directive) | 115.97% | 115.97% | 98.94% | 98.94% | 129.28% | 129.28% |
| Cost of Funds | 2.74% | 2.74% | 2.21% | 2.21% | 1.67% | 1.67% |
| Credit to Deposit Ratio (As per NRB Directive) | 67.87% | 67.87% | 66.84% | 66.84% | 67.31% | 67.31% |
| Base Rate | 6.33% | 6.33% | 6.20% | 6.20% | 5.98% | 5.98% |
| Basic Earning Per Share | 12.44 | 12.43 | 54.40 | 54.41 | 8.25 | 8.26 |
| Diluted Earning Per Share | 12.44 | 12.43 | 54.40 | 54.41 | 8.25 | 8.26 |

4. Segment Reporting:

The bank has identified its geographical segments on the basis of 5 regional offices.

| Particulars | Biratnagar Region | Birgunj Region | Kathmandu Region | Pokhara Region | Nepalgunj Region | Total |
|---------------------------------------|-------------------|----------------|------------------|----------------|------------------|-------------------|
| Segment Assets | 33,712,951 | 22,389,304 | 97,840,699 | 26,491,319 | 26,506,548 | 206,940,820 |
| Segment Liabilities | 33,435,691 | 22,070,442 | 77,452,517 | 26,169,814 | 26,257,754 | 185,386,219 |
| | | | | | | |
| Segment Revenue | 589,840 | 517,206 | 2,529,805 | 557,820 | 491,083 | 4,685,754 |
| Segment Expenses | 312,579 | 198,344 | 2,092,559 | 236,313 | 242,289 | 3,082,084 |
| | | | | | | |
| Segment Operating Result | 277,260 | 318,862 | 437,246 | 321,508 | 248,794 | 1,603,670 |
| | | | | | | |
| Income Tax | | | | | | 484,595 |
| | | | | | | |
| Profit and Loss for the Period | | | | | | 1,119,075 |
| | | | | | | |
| Total Equity | | | | | | 21,554,602 |

Notes:

Following points shall be disclosed in the quarterly financial statements prepared as per NFRS:

1. The above financial statements have been prepared based on the circular no Bai. Bi. Ni. Bi/ Niti/ Paripatra/ KaKhaGha/23/074/75 issued by NRB and are NFRS compliant.
2. The above figures are subject to change based on the direction of statutory auditor and/ or regulator.
3. Loans and Advances include accrued interest and are presented net of impairment charges. Higher of impairment charges calculated as per NFRS provision and NRB regulation has been charged to statement of profit and loss.
4. Group represents the Bank and its wholly owned subsidiary RBB Merchant Banking Limited.
5. Figures have been regrouped/ rearranged/ restated wherever necessary.
6. Inter-group transactions have been eliminated in the above consolidated financial statements.
7. Interest Income on loans and advances have been presented on accrual basis.
8. Personnel expenses include provision for staff bonus computed based on profit as per previous NRB Directive No. 4. Rs. 25 Crores has been charged to statement of profit and loss for employee retirement benefit obligation.
9. Taxation shown above is based on the profit computed as per previous NRB Directive no 4.
10. Investment in equity instruments have been shown at fair value as per NFRS.
11. Difference in profit as per NFRS and previous NRB Directive no 4 has been transferred to "Regulatory Reserve".
12. The "Free Profit/ (Loss) after Regulatory Adjustment" is before the regulatory appropriations towards General Reserve, Exchange Equalization fund, Corporate Social Responsibility Fund, Employee and Training and Development Fund and other provisions as per NRB Directives.