

Agricultural Development Bank Limited
Condensed Consolidated Statement of Financial Position
As on Quarter ended 31 Chaitra, 2081

	Group		Bank	
Assets	This Quarter Ending	Immediate Previous Year Ending	This Quarter Ending	Immediate Previous Year Ending
Cash and cash equivalent	10,693,521,691	5,074,320,773	10,693,253,297	5,074,083,242
Due from Nepal Rastra Bank	12,830,572,982	15,212,779,452	12,830,572,982	15,212,779,452
Placement with Bank and Financial Institutions	12,474,531,250	5,214,300,000	12,474,531,250	5,214,300,000
Derivative financial instruments	-	9,972,912	-	9,972,912
Other trading assets	1,568,551,347	1,274,757,944	1,507,023,164	1,216,149,394
Loan and advances to B/FIs	3,104,375,152	3,202,203,613	3,104,375,152	3,202,203,613
Loans and advances to customers	207,239,517,431	203,612,949,861	207,239,517,431	203,617,049,861
Investment securities	75,630,056,510	68,889,854,651	75,340,673,776	68,611,262,068
Current tax assets	448,561,962	138,800,570	448,505,907	139,134,770
Investment in subsidiaries	-	-	29,013,000	29,013,000
Investment in associates	-	-	-	-
Investment properties	1,009,273,218	943,089,080	1,009,273,218	943,089,080
Property and equipment	2,229,962,038	2,240,840,946	2,224,041,317	2,238,425,747
Goodwill and Intangible assets	33,020,624	61,971,624	33,020,622	61,971,624
Deferred tax assets	-	-	-	-
Other assets	8,148,128,220	5,808,900,352	8,147,933,920	5,805,998,894
Total Assets	335,410,072,424	311,684,741,778	335,081,735,035	311,375,433,657
Liabilities				
Due to Bank and Financial Institutions	3,333,435,867	197,018,769	3,333,435,867	197,018,769
Due to Nepal Rastra Bank	-	-	-	-
Derivative financial instruments	-	-	-	-
Deposits from customers	254,712,661,587	243,613,667,463	254,716,079,304	243,628,658,005
Borrowing	10,385,452,279	2,664,573,352	10,385,452,279	2,664,573,352
Current Tax Liabilities	-	-	-	-
Provisions	-	-	-	-
Deferred tax liabilities	471,276,099	378,097,453	398,732,760	307,423,233
Other liabilities	9,089,196,305	7,969,462,207	9,075,462,659	7,960,792,205
Debt securities issued	20,477,020,373	20,477,020,373	20,477,020,373	20,477,020,373
Subordinated Liabilities	-	-	-	-
Total liabilities	298,469,042,511	275,299,839,617	298,386,183,242	275,235,485,937
Equity				
Share capital	19,287,936,300	18,884,386,078	19,287,936,300	18,884,386,078
Ordinary Share	13,855,224,300	13,451,674,078	13,855,224,300	13,451,674,078
Preference Share(Irredeemable)	5,432,712,000	5,432,712,000	5,432,712,000	5,432,712,000
Share premium	-	-	-	-
Retained earnings	1,975,006,827	2,200,163,643	1,911,031,565	2,136,087,574
Reserves	15,660,095,629	15,283,784,194	15,496,583,928	15,119,474,068
Total equity attributable to equity holders	36,923,038,757	36,368,333,915	36,695,551,794	36,139,947,720
Non-controlling interest	17,991,156	16,568,246		
Total equity	36,941,029,913	36,384,902,161	36,695,551,794	36,139,947,720
Total liabilities and equity	335,410,072,424	311,684,741,778	335,081,735,035	311,375,433,657

Agricultural Development Bank Limited
Condensed Consolidated Statement of Profit or Loss
For the Quarter ended 31 Chaitra, 2081

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
			Corresponding				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	5,206,809,419	16,129,415,127	6,621,873,853	20,154,785,331	5,206,629,653	16,128,971,582	6,621,408,486	20,153,072,838
Interest expense	2,957,417,255	10,003,027,280	4,146,918,889	12,949,759,667	2,957,424,301	10,003,027,958	4,146,918,889	12,949,189,389
Net interest income	2,249,392,165	6,126,387,847	2,474,954,964	7,205,025,664	2,249,205,352	6,125,943,624	2,474,489,596	7,203,883,449
Fees and commission income	399,013,685	1,097,980,483	408,184,291	1,115,169,829	399,013,685	1,097,980,483	408,184,291	1,115,169,829
Fees and commission expense	(42,274,546)	39,201,533	15,147,774	27,950,983	(42,274,546)	39,201,533	15,147,774	27,950,983
Net fee and commission income	441,288,231	1,058,778,951	393,036,517	1,087,218,846	441,288,231	1,058,778,951	393,036,517	1,087,218,846
Net interest, fee and commission income	2,690,680,395	7,185,166,797	2,867,991,481	8,292,244,510	2,690,493,583	7,184,722,574	2,867,526,113	8,291,102,295
Net trading income	73,720,760	300,203,544	(164,178,006)	(41,459,010)	70,576,324	289,239,929	(164,572,103)	(38,027,622)
Other operating income	86,669,488	242,701,752	1,509,158	65,137,852	86,610,928	242,582,065	1,451,520	65,062,609
Total operating income	2,851,070,643	7,728,072,093	2,705,322,632	8,315,923,352	2,847,680,835	7,716,544,568	2,704,405,530	8,318,137,282
Impairment charge/(reversal) for loan and other losses	59,316,879	916,820,184	425,853,472	1,522,358,601	59,316,879	916,820,184	425,853,472	1,522,358,601
Net operating income	2,791,753,764	6,811,251,909	2,279,469,160	6,793,564,751	2,788,363,956	6,799,724,384	2,278,552,058	6,795,778,681
Operating expense								
Personnel expenses	1,003,895,372	2,891,409,272	1,105,548,003	2,897,988,232	1,002,975,420	2,888,897,432	1,104,750,074	2,895,256,826
Other operating expenses	418,027,502	962,961,059	318,400,943	1,047,855,502	417,764,314	962,132,917	318,268,596	1,047,123,769
Depreciation & Amortisation	116,700,059	350,028,144	30,562,174	178,763,770	116,688,585	349,993,721	30,547,887	178,733,586
Operating Profit	1,253,130,830	2,606,853,434	824,958,040	2,668,957,246	1,250,935,636	2,598,700,313	824,985,501	2,674,664,500
Non operating income	708,155	1,056,263	2,424,880	13,056,365	708,155	1,056,263	2,424,880	13,056,365
Non operating expense	-	-	2,229,505	4,408,168	-	-	2,229,505	4,408,168
Profit before income tax	1,253,838,985	2,607,909,697	825,153,415	2,677,605,444	1,251,643,791	2,599,756,576	825,180,876	2,683,312,698
Income tax expense	365,371,463	757,414,109	127,212,058	628,641,504	364,833,105	755,396,213	127,289,831	630,146,472
Current Tax	353,781,183	690,786,460	182,317,863	741,037,855	353,221,203	689,688,323	181,763,464	739,203,011
Deferred Tax	11,590,280	66,627,649	(55,105,805)	(112,396,351)	11,611,902	65,707,890	(54,473,633)	(109,056,539)
Profit/(loss) for the period	888,467,522	1,850,495,587	697,941,356	2,048,963,940	886,810,686	1,844,360,364	697,891,045	2,053,166,226

Condensed Consolidated Statement of Comprehensive Income

Profit/(loss) for the period	888,467,522	1,850,495,587	697,941,356	2,048,963,940	886,810,686	1,844,360,364	697,891,045	2,053,166,226
Other Comprehensive Income	(30,727,490)	52,692,532	(123,395,419)	(193,881,341)	46,795,056	51,862,362	(122,469,640)	(192,707,322)
Total Comprehensive Income	857,740,032	1,903,188,120	574,545,937	1,855,082,599	933,605,742	1,896,222,725	575,421,405	1,860,458,904
Basic earnings per share	23.30	15.46	18.33	17.89	23.25	15.40	18.33	17.93
Diluted earnings per share	23.30	15.46	18.33	17.89	23.25	15.40	18.33	17.93
Profit attributable to:								
Equity holders of the Bank	888,358,927	1,850,093,462	697,787,107	2,049,272,081	886,810,686	1,844,360,364	697,891,045	2,053,166,226
Non-controlling interest	108,595	402,125	154,249	(308,141)	-	-	-	-
Total	888,467,522	1,850,495,587	697,941,356	2,048,963,940	886,810,686	1,844,360,364	697,891,045	2,053,166,226

Statement of Distributable Profit or Loss

For the Quarter ended 31 Chaitra, 2081

(As per NRB Regulation)

Amount in Rs.

Bank

Particulars	Current Year Upto this Quarter YTD	Previous Year Corresponding Qtr YTD
Net Profit or (loss) as per statement of profit or loss	1,844,360,364	2,053,166,226
1. Appropriations		
a. General Reserve	368,872,073	410,633,245
b. Capital Redemption Reserve	375,000,000	375,000,000
c. Exchange Fluctuation Fund	-	
d. Corporate Social Responsibility Fund	18,443,604	20,531,662
e. Employees Training Fund	42,950,933	50,805,028
f. Other	7,069,391	(16,588,482)
CSR Expenses transferred to Retain earning from CSR Reserve	(23,746,856)	(16,588,482)
Realised gain upto previous year on equity share investment measured at FVTOCI transferred to Retained Earnings	5,816,246	-
Investment Adjustment Reserve	25,000,000	-
Profit or (loss) before regulatory adjustment	1,032,024,363	1,212,784,773
<u>Regulatory Adjustment:</u>		
a. Interest receivable (-)/previous accrued interest received (+)	413,714,145	(1,324,207,360)
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 (+)	96,932,553	(3,143,981)
e. Deferred tax assets recognised (-)/ reversal (+)	-	-
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/resersal (+)	-	-
h. Acturial loss recognised (-)/reversal (+)	-	-
i. Others(+/-)	(25,303,071)	-
Net Profit or (loss) for the Qtr ended on 31 Chaitra, 2081 available for distribution	1,517,367,991	(114,566,568)
Opening Retained Earnings as on Shrawan 1, 2081	2,136,087,574	1,243,168,613
Adjustments(+/-)		
<u>Distribution:</u>		
Bonus Share Issued	(403,550,222)	-
Cash Dividend Paid	(1,338,873,778)	-
Total Distributable Profit or (Loss) as on Qtr end Chaitra 2081	1,911,031,565	1,128,602,045
Annualised Distributable Profit/(Loss) per Share Upto the QTR Only	12.25	(1.14)

Ratios as per NRB Directive

Particulars	Group				Bank			
	Current Year		Corresponding Previous Year		Current Year		Corresponding Previous Year	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA		13.12%		13.03%		13.12%		13.03%
Tier 1 Capital to RWA		11.65%		11.36%		11.65%		11.36%
CET 1 Capital to RWA		9.64%		9.32%		9.64%		9.32%
Non-Performing loan (NPL) to total Loan		4.98%		3.30%		4.98%		3.30%
Total Loan Loss Provision to Total NPL		96.52%		128.10%		96.52%		128.10%
Cost of Funds		4.15%		6.34%		4.15%		6.34%
Credit to Deposit Ratio		76.33%		79.57%		76.33%		79.57%
Base Rate		6.09%		8.68%		6.09%		8.68%
Interest Rate Spread		3.93%		3.92%		3.93%		3.92%
Return on Equity (Annualized)		6.86%		9.26%		6.88%		9.35%
Return on Assets (Annualized)		0.76%		0.97%		0.76%		0.98%

Notes:

1. The above figures are subject to change as per direction of the Regulators/Statutory Auditors.
2. Figures are regrouped/rearranged/restated whereas necessary for consistent presentation and comparison.
3. Personnel Expenses include provision for employee bonus calculated at 5% of profit before bonus and tax as per the provisions made for government controlled entity in the bonus bylaws 2075.
4. Loan and Advances to Customer is presented net of impairment charges and includes interest accruals and staff loans and advances.
5. Loan administration fees that are integral part of effective interest rate (EIR) is considered immaterial and hence not considered while computing the effective interest rate.
6. Coupon rate of the loan and advances has been considered as effective interest rate(EIR) for the recognition of Interest Income as per NFRS 9.
7. The Group Financial Statements includes two Subsidiaries namely Kosh Byabasthapan Company Limited, having 93.45% holding and Gobar Gas Company having 83.96% holding. 100 percent impairment allowance has been provided against the investment in Gobar Gas Company.
8. All Inter-company transactions and outstanding balances among group companies are adjusted in Group Financial Statements.
9. Other Comprehensive Income is not considered while computing Earnings Per Share and calculated after dividend to Preference Shareholders.
10. Debt securities issued represents debenture worth Rs. 2,500 million and Agri bond worth Rs. 18,000 million .
11. Pursuant to adoption of ECL model, recognition of interest income has been based upon 'NRB NFRS 9 Expected Credit Loss (ECL) Related Guidelines, 2024'.
12. The Bank, following regulatory backstop as mentioned Clause 16 of “**NFRS 9- Expected Credit Loss Related Guidelines, 2024**” has recognized on credit exposures as the higher of total ECL calculated as per NFRS 9 and existing regulatory provisions as mentioned in Unified NRB Directives no 02.
13. Detailed interim financial report has been published in the Bank's website www.adbl.gov.np