

First Microfinance Laghu Bitta Bittiya Sanstha Limited

Statement of Financial Position
As on 31st Ashadh 2080

	Note	31 Ashadh 2080 NPR	32 Ashadh 2079 NPR
Assets			
Cash & Cash Equivalents	4.1	1,168,483,850	88,204,119
Statutory Balances and Due from Nepal Rastra Bank	4.2	137,818,475	50,818,475
Placement with Bank & Financial Institutions	4.3	100,000,000	350,000,000
Derivative Financial Instruments	4.4	-	-
Other Trading Assets	4.5	-	-
Loans & Advances to MFIs & Cooperatives	4.6	7,656,215,812	10,392,163,760
Loans and Advances to Customers (Staff)	4.7	20,827,294	18,943,363
Investment Securities	4.8	1,305,600	1,305,600
Current Tax Assets	4.9	-	-
Investment Property	4.10	-	-
Property and Equipment	4.11	8,061,950	9,562,565
Goodwill and Intangible assets	4.12	-	107,977
Deferred Tax assets	4.13	3,197,446	2,856,260
Other Assets	4.14	38,607,236	41,836,749
Total Assets		9,134,517,663	10,955,798,868
Liabilities			
Due to Bank and Financial Institutions	4.15	-	-
Due to Nepal Rastra Bank	4.16	-	-
Derivative Financial Instruments	4.17	-	-
Deposits from Customers	4.18	-	-
Borrowings	4.19	7,465,041,948	9,457,636,551
Current Tax Liabilities	4.9	7,191,967	12,399,711
Provisions	4.20	-	-
Deferred Tax Liabilities	4.13	-	-
Other Liabilities	4.21	78,328,707	89,414,471
Debt Securities Issued	4.22	-	-
Subordinated Liabilities	4.23	-	-
Total Liabilities		7,550,562,622	9,559,450,733
Equity			
Share Capital	4.24	1,147,745,956	964,492,400
Share Premium		-	-
Retained Earnings		181,576,133	220,040,890
Reserves	4.25	254,632,952	211,814,845
Total Equity		1,583,955,041	1,396,348,135
Total Liabilities and Equity		9,134,517,663	10,955,798,868
Contingent Liabilities and Commitment	4.26	-	-
Net Assets Value Per Share		138.01	144.78

As per our Report of Even
Date

The accompanying notes are integral part of these financial statements



First Microfinance Laghu Bitta Bittiya Sanstha Limited

Statement of Profit or Loss
for the period from 1st Shrawan 2079 - 31st Ashadh 2080

	Notes	2079-80 NPR	2078-79 NPR
Interest Income	4.27	1,431,756,491	1,267,006,453
Interest Expense	4.28	(998,500,139)	(841,533,786)
Net Interest Income		433,256,352	425,472,667
Fee and Commission Income	4.29	52,787,378	75,985,864
Fee and Commission Expense	4.30	(11,500,869)	(6,222,083)
Net Fee and Commission Income		41,286,509	69,763,781
Net Interest, Fee and Commission Income		474,542,861	495,236,448
Net Trading Income	4.31	-	-
Other Operating Income	4.32	-	-
Total Operating Income		474,542,861	495,236,448
Impairment Charge/Reversal for Loans and Other Losses	4.33	(116,580,943)	(43,253,554)
Net Operating Income		357,961,918	451,982,894
Operating Expenses		(71,476,893)	(80,149,703)
Personnel Expenses	4.34	(55,779,103)	(64,262,901)
Other Operating Expenses	4.35	(13,443,120)	(13,616,002)
Depreciation and Amortisation	4.36	(2,254,670)	(2,270,800)
Operating Profit		286,485,025	371,833,191
Non Operating Income	4.37	-	-
Non Operating Expense	4.38	-	-
Profit before Income Tax		286,485,025	371,833,191
Income Tax Expense	4.39	-	-
Current Tax		(88,729,092)	(114,778,411)
Deferred Tax		398,190	(1,802)
Profit for The Year		198,154,123	257,052,978
Profit Attributable to:			
Equity Holders of the Financial Institution		198,154,123	257,052,978
Profit for the Year		198,154,123	257,052,978
Earnings Per Share:			
Basic Earnings Per Share		17.26	26.65
Diluted Earnings Per Share		17.26	26.65



First Microfinance Laghu Bitta Bittiya Sanstha Limited

Statement of Comprehensive Income
for the period from 1st Shrawan 2079 - 31st Ashadh 2080

Notes	2079-80 31 Ashadh 2080	2078-79 32 Ashadh 2079
Profit for the year	198,154,123	257,052,978
Other comprehensive income , net of Income Tax		
a) Items that will not be reclassified to Profit or Loss		
Gains(Losses) from investment in equity instruments measured at fair value	-	-
Gains (Losses) on Revaluations	-	-
Acturial Gains/(Losses) on defined benefit plans	190,014	500,574
Income Tax Relating to above items	(57,004)	(150,172)
Net Other Comprehensive Income that will not be Reclassified to Profit or Loss		
b) Items that are or may be Reclassified to Profit or Loss		
Gains/(Losses) on Cash Flow Hedge	-	-
Exchange Gain/(Losses) (Arising from Translating Financial Assets of Foreign Operation)	-	-
Income Tax relating to above items	-	-
Reclassify to Profit or Loss	-	-
Net Other Comprehensive Income that are or may be reclassified to Profit or Loss		
Other Comprehensive Income for the year, net of Income Tax		
Total Comprehensive Income for the Year	198,287,133	257,403,380
Total Comprehensive Income For the Period	198,287,133	257,403,380

The accompanying notes are integral part of these financial statements

As per our Report of Even
Date



Ratio As per NRB Directives

Ratios	Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA		23.74%		14.90%
Non-Performing Loan (NPL) to Toal Loan		1.91%		0.00%
Total Loan Loss Provision to Total NPL		189.80%		∞
Cost of Funds		11.18%		11.77%
Credit to Deposit and Borrowing Ratio		114.43%		112.43%
Base Rate		11.94%		13.01%
Interest Rate Spread		1.60%		2.61%



First Microfinance Laghu Bitta Bittiya Sanstha Limited

Statement of Cash Flows
for the period from 1st Shrawan 2079 - 31st Ashadh 2080

	2079-80 NPR	2078-79 NPR
Cash flows from operating activities		
Interest Received	1,429,872,560	1,265,463,048
Fees and Other Income Received	52,981,515	75,985,864
Dividend Received	-	-
Receipts from Other Operating Activities	-	-
Interest Paid	(994,308,649)	(829,302,675)
Commission and Fees Paid	(11,500,869)	(6,222,083)
Cash Payment to Employees	(61,779,298)	(41,318,181)
Other Expenses Paid	(13,426,844)	(13,531,675)
Operating Cash Flows Before Changes in Operating Assets and Liabilities	401,838,415	451,074,298
(Increase)/Decrease in Operating Assets		
Due from Nepal Rastra Bank	-	-
Placement with Bank and Financial Institutions	250,000,000	400,000,000
Other Trading Asset	-	-
Loan and Advance to MFIs & Co-operatives	2,619,367,005	(2,256,080,210)
Loan and Advance to Customers (Staff)	(1,883,931)	(6,063,453)
Other Assets	1,006,730	(12,129,465)
Increase/(Decrease) in Operating Liabilities		
Due to Bank and Financial Institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposit from Customers	-	-
Borrowings	(1,992,594,603)	846,191,753
Other Liabilities	(6,420,184)	3,443,016
Net Cash Flow from Operating Activities Before Tax Paid	1,271,313,432	(573,564,061)
Income Taxes Paid	(93,936,836)	(102,378,700)
Net Cash from Operating Activities	1,177,376,596	(675,942,761)
Cash Flows From Investing Activities		
Purchase of Investment Securities	-	-
Receipts from Sales of Investment Securities	-	-
Increase in Placement with Banks and Financial Institutions	-	-
(Purchase)/Sale of Property and Equipment	(646,078)	(249,370)
Purchase of Intangible Assets	-	-
Receipt from Sale of Intangible Assets	-	-
Purchase of Investment Properties	-	-
Receipt from Sale of Investment Properties	-	-
Interest Received	194,137	-
Dividend Received	-	-
Net Cash Used in Investing Activities	(451,941)	(249,370)
Cash Flows from Financing Activities		
Receipt from Issue of Debt Securities	-	-
Repayment of Debt Securities	-	-
Receipt from Issue of Subordinated Liabilities	-	-
Repayment of Subordinated Liabilities	-	-
Receipt from Issue of Shares	-	-
Dividends Paid	(9,644,924)	(4,614,800)
Interest Paid	-	-
Other Receipt/Payments	-	-
Net Cash (used in)/from Financing Activities	(9,644,924)	(4,614,800)
Net increase/(decrease) in cash and cash equivalents	1,167,279,731	(680,806,931)
Cash and Cash Equivalents at Beginning of Year	139,022,594	819,829,525
Effect of Exchange Rate Changes on Cash & Cash Equivalents	-	-
Cash and Cash Equivalents at end of Year	1,306,302,325	139,022,594



	Share capital	General Reserve	Exchange equalizati on Reserve	Regulatory Reserve	Employee Training Fund	Fair Value Reserve	Revaluati on Reserve	Retained earnings	Client Protection Fund	CSR Reserve	Other Reserve	Total
Balance as at for Shrawan 2079	964,492,400	199,003,187	-	3,342,340	160,000	(486,080)	-	219,940,890	4,952,354	4,110,944	832,100	1,396,348,135
Comprehensive Income for the Year	-	-	-	-	-	-	198,154,123	-	-	-	-	198,154,123
Profit for the Year	-	-	-	-	-	-	-	-	-	-	-	-
Adjustment/Restatement for the Year	-	-	-	-	-	-	-	-	-	-	-	-
Other Comprehensive Income, Net of tax	-	-	-	-	-	-	-	-	-	-	-	-
Gains(losses) from Investment in Equity Instruments Measured at Fair Value	-	-	-	-	-	-	-	-	-	-	-	-
Gains (Losses) on Revaluations	-	-	-	-	-	-	-	133,010	-	-	-	133,010
Actuarial Gains/(Losses) on Defined Benefit Plans	-	-	-	-	-	-	-	-	-	-	-	-
Gains/(Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange Gain/(Losses)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the Year	-	-	-	-	-	-	-	198,287,133	-	-	-	198,287,133
Transfer to Reserve During the Year	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from Reserve During the Year	-	-	-	-	-	-	-	-	-	-	-	-
Transaction with Owners, Directly Recognised in Equity	-	-	-	-	-	-	-	-	-	-	-	-
Share Issued	-	-	-	-	-	-	-	-	-	-	-	-
Share Based Payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividend to Equity Holders	-	-	-	-	-	-	-	-	-	-	-	-
Bonus Shares Issued	183,253,556	-	-	-	-	-	-	(183,253,556)	-	-	-	(9,644,924)
Cash Dividend Paid	-	-	-	-	-	-	-	(39,630,825)	-	-	-	-
Transfer to General Reserve	-	39,630,825	-	-	-	-	-	(80,750)	-	-	-	-
Employee Training Fund	-	-	-	-	80,750	-	-	452,447	-	-	-	452,447
Transfer from Kalyankari Kosh	-	-	-	-	-	-	-	-	(1,398,852)	-	-	(1,398,852)
Utilization of Customer Protection Fund	-	-	-	-	-	-	-	-	194,137	-	-	194,137
Investment Return on Client Protection Fund	-	-	-	-	-	-	-	-	1,981,541	-	-	-
Customer Protection Fund	-	-	-	-	-	-	-	(1,981,541)	-	(283,035)	-	(283,035)
Utilization of CSR Fund	-	-	-	-	-	-	-	(1,981,541)	-	1,981,541	-	-
Institution CSR Fund	-	-	-	-	-	-	-	(398,190)	-	-	-	-
T/F to Regulatory Reserve	-	-	-	398,190	-	-	-	(133,010)	-	-	133,010	-
Actuarial Gain T/F to Other Reserve	-	-	-	-	-	-	-	-	-	-	-	-
As at 31st Ashadh 2080	1,147,745,956	238,634,012	-	3,740,530	240,750	(486,080)	-	181,576,133	5,729,180	5,809,450	965,110	1,583,955,041



Statement of Distributable Profit or Loss
For the year ended 31 Asadh 2080
(As Per NRB Regulation)

Particular	Current Year	Previous Year
Net Profit or (loss) as per Statement of Profit or Loss	198,154,123	257,052,978
<u>Appropriations:</u>		
a. General Reserve	(39,630,825)	(51,410,596)
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	-	-
g. Corporate Social Responsibility	(1,981,541)	(2,570,530)
d. Employee Training Fund	(80,750)	(160,000.00)
f. Client Protection Fund	(1,981,541)	(2,570,530)
j. Other	452,447	478,212
Profit or (loss) before regulatory adjustment	154,931,913	200,819,534
<u>Regulatory adjustment</u>		
a. (Interest Receivable)/previous accrued interest received	-	-
b. (Short loan loss provision in accounts)/reversal	-	-
c. (Short provision for possible loss in investment)/Reversal	-	-
d. (Short loan loss provision on Non Banking Asset)/Reversal	-	-
e. (Deffered tax asset reconized)/Reversal	(398,190)	(2,856,260)
f. (Goodwill recognized)/Impairment of Goodwill	-	-
g. (Bargain purchase gain reconized)/Reversal	-	-
h. (Acturial loss regognized)/Reversal	-	-
i. Other	-	-
Net Profit for the year end 2079/80 available distribution	154,533,723	197,963,274
Opening Retained Earning	219,940,890	113,364,079
Adjustment (+-)		
<u>Distribution:</u>	(192,898,480)	(92,296,000)
Bonus Share Issued	(183,253,556)	(87,681,200)
Cash Dividend Paid	(9,644,924)	(4,614,800)
Total Distributabe Profit or (Loss) as on Year End Date	181,576,133	219,031,353
Distributable Profit/Loss Per Share	15.82	22.71

