

Everest Bank Ltd
Unaudited Financial Result (Quarterly)

Unaudited Condensed Statement of Financial Position
As On 30 Aswin 2076

Fig in '000

Assets	This Quarter Ending	Immediate Previous year Ending
Cash and cash equivalent	7,946,968	9,803,045
Due from Nepal Rastra Bank	7,730,184	6,481,886
Placement with Bank and Financial Institutions	869,250	7,123,000
Derivative financial instruments	-	-
Other trading assets	-	-
Loan and advances to B/FIs	6,498,322	6,222,660
Loans and advances to customers	109,538,205	97,095,466
Investment securities	24,684,122	16,003,343
Current tax assets	-	-
Investment in subsidiaries	-	-
Investment in associates	314,441	234,668
Investment property	21,040	2,203
Property and equipment	2,096,595	1,868,093
Goodwill and Intangible assets	40,960	29,902
Deferred tax assets	-	-
Other assets	1,486,409	698,371
Total Assets	161,226,497	145,562,639
Liabilities		
Due to Bank and Financial Institutions	919,550	474,276
Due to Nepal Rastra Bank	40,230	745,359
Derivative financial instruments	38,197	33,392
Deposits from customers	134,744,985	119,864,905
Borrowing	-	-
Current Tax Liabilities	220,715	260,337
Provisions	-	-
Deferred tax liabilities	92,881	77,264
Other liabilities	5,773,610	6,296,655
Debt securities issued	1,068,845	1,068,845
Subordinated Liabilities	-	-
Total liabilities	142,899,013	128,821,033
Equity		
Share capital	8,106,863	8,106,863
Share premium	238,470	238,470
Retained earnings	3,015,019	2,372,409
Reserves	6,967,132	6,023,863
Total equity attributable to equity holders	18,327,484	16,741,605
Non-controlling interest		
Total equity	18,327,484	16,741,605
Total liabilities and equity	161,226,497	145,562,639

**Unaudited Condensed Statement of Profit or Loss
For the Year ended 30 Aswin 2076**

Fig in '000

Particulars	Current Year		Previous Year	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Corresponding Upto This Quarter (YTD)
Interest income	3,589,647	3,589,647	3,068,910	3,068,910
Interest expense	2,157,127	2,157,127	1,758,285	1,758,285
Net interest income	1,432,519	1,432,519	1,310,625	1,310,625
Fee and commission income	243,669	243,669	270,195	270,195
Fee and commission expense	19,380	19,380	23,098	23,098
Net fee and commission income	224,288	224,288	247,097	247,097
Net interest, fee and commission income	1,656,808	1,656,808	1,557,722	1,557,722
Net trading income	74,329	74,329	67,069	67,069
Other operating income	11,058	11,058	(22,075)	(22,075)
Total operating income	1,742,195	1,742,195	1,602,716	1,602,716
Impairment charge/(reversal) for loans and other losses	66,975	66,975	119,998	119,998
Net operating income	1,675,220	1,675,220	1,482,718	1,482,718
Operating expense				
Personnel expenses	458,843	458,843	411,197	411,197
Other operating expenses	195,053	195,053	136,832	136,832
Depreciation & Amortisation	34,326	34,326	29,866	29,866
Operating Profit	986,999	986,999	904,823	904,823
Non-operating income	-	-	-	-
Non-operating expense	44	44	5	5
Profit before income tax	986,954	986,954	904,818	904,818
Income tax expense				
Current Tax	296,086	296,086	271,445	271,445
Deferred Tax	-	-	-	-
Profit for the period	690,868	690,868	633,373	633,373
Condensed Statement of Comprehensive Income				
Profit/(Loss) for the period	690,868	690,868	633,373	633,373
Other Comprehensive Income	11,553	11,553	(26,275)	(26,275)
Total Comprehensive Income	702,421	702,421	607,098	607,098
Earnings per share				
Basic earnings per share		34.43		31.56
Diluted earnings per share		34.09		31.25
Profit attributable to:				
Equity holders of the Bank	690,868	690,868	633,373	633,373
Non-controlling interest	-	-	-	-
Profit for the period	690,868	690,868	633,373	633,373

Unaudited Statement of Comprehensive Income

Rs. In '000

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Profit for the year	690,868	690,868	633,373	633,373
Other comprehensive income, net of income tax				
Items that will not be reclassified to profit or loss				
Gains/(losses) from investments in equity instruments measured at fair value	11,553	11,553	(25,094)	(25,094)
Gains/(losses) on revaluation	-	-	-	-
Actuarial gains/(losse) on defined benefit plans	-	-	(1,181)	(1,181)
Income tax relating to above items	-	-	-	-
Net other comprehensive income that will not be reclassified to profit or loss	11,553	11,553	(26,275)	(26,275)
Items that are or may be reclassified to profit or loss				
Gains/(losses) on cash flow hedge	-	-	-	-
Exchange gains/(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	-	-	-	-
Share of other comprehensive income of associate accounted as per equited method	-	-	-	-
Other comprehensive income for the year, net of income tax	-	-	-	-
Total comprehensive income for the period	702,421	702,421	607,098	607,098
Total comprehensive income attributable to:				
Equity holders of the Bank	702,421	702,421	607,098	607,098
Non-controlling interest	-	-	-	-
Total comprehensive income for the period	702,421	702,421	607,098	607,098
Earnings per share				
Basic earnings per share		34.43		31.56
Annualized Basic Earnings per share		34.43		31.56
Diluted Earning per Share		34.09		31.25

Unaudited Condensed Statement of changes in equity

For the year ended 30 Aswin 2076

Rs. In '000

	Attributable to equity holders of the Bank											Non-controlling interest	Total equity
	Share Capital	Share premium	General reserve	Exchange equalisation reserve	Regulatory reserve	Fair value reserve	Debt redemption Reserve	Revaluation Reserve	Retained earning	Other reserve	Total		
Balance at Shrawan 1, 2075	8,106,863	238,470	3,204,230	30,162	534,428	547,282	641,310	968,943	1,739,036	123,783	16,134,507	-	16,134,507
Comprehensive income for the year													
Profit for the year									1,872,051		1,872,051		1,872,051
Other comprehensive income, net of tax						(25,094)			633,373	(1,181)	607,098		607,098
Total comprehensive income for the year													
Contributions from and distributions to owners													
Right share issued (Calls in Advance)													
Right share issued													
Share based payments													
Dividends to equity holders													
Bonus shares issued													
Cash dividend paid													
Dividends to shareholders (ordinary)													
Dividends to shareholders (preference)													
Total contributions by and distributions													
Balance at Aswin End 2075	8,106,863	238,470	3,204,230	30,162	534,428	522,189	641,310	968,943	2,372,418	122,602	16,741,605	-	16,741,605
Balance at Shrawan 1, 2076	8,106,863	238,470	3,815,054	30,162	594,553	582,022	808,195	968,943	2,324,151	156,649	17,625,063	-	17,625,063
Comprehensive income for the year													
Profit for the year									690,868		690,868		690,868
Other comprehensive income, net of tax						11,553			690,868		702,421		702,421
Total comprehensive income for the year													
Contributions from and distributions to owners													
Share issues													
Share based payments													
Dividends to equity holders													
Bonus shares issued													
Cash dividend paid													
Dividends to shareholders (ordinary)													
Dividends to shareholders (preference)													
Total contributions by and distributions													
Balance at Aswin End 2076	8,106,863	238,470	3,815,054	30,162	594,553	593,575	808,195	968,943	3,015,028	156,649	18,327,484	-	18,327,484

Ratios as per NRB Directive

Particulars	Current Year		Previous Year	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA		13.79%		13.28%
Non-Performing Loan (NPL) to Total Loan		0.17%		0.21%
Total Loan Loss Provision to Total NPL		662.96%		592.23%
Cost of Funds		6.38%		6.08%
Credit to Deposit Ratio		74.89%		75.98%
Base Rate		8.52%		8.80%
Interest Rate Spread		*5.25%		4.23%
Market Share Price (in Rs.)		547		639
Return on Total Assets (Annualized in %)		1.80%		2.19%
Return on Equity (Annualized in %)		16.46%		15.81%
Net Worth Per share (in Rs.)		227.33		207.57
Total Assets Per Share		1,911.02		1,674.00

* As per new NRB Guidelines

Unaudited Condensed Statement of Cash Flows

For the year ended 30 Aswin 2076

Rs. In '000

	Upto This Quarter	Corresponding Previous Year Upto this Quarter
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	3,108,411	2,655,545
Fees and other income received	243,669	270,195
Dividend received	-	-
Receipts from other operating activities	114,454	103,035
Interest paid	(2,091,706)	(1,710,289)
Commission and fees paid	(19,380)	(23,098)
Cash payment to employees	(317,220)	(271,095)
Other expense paid	(195,053)	(136,832)
Operating cash flows before changes in operating assets and liabilities	843,174	887,461
(Increase)/Decrease in operating assets		
Due from Nepal Rastra Bank	15,574,384	12,456,862
Placement with bank and financial institutions	(320,750)	(3,832,000)
Other trading assets	-	-
Loan and advances to bank and financial institutions	873,393	(1,925,006)
Loans and advances to customers	(4,580,639)	(6,269,629)
Other assets	(583,576)	560,234
Increase/(Decrease) in operating liabilities		
Due to bank and financial institutions	310,335	(441,802)
Due to Nepal Rastra Bank	(1,165,839)	718,647
Deposit from customers	5,176,832	4,353,200
Borrowings	-	-
Other liabilities	(12,826,435)	(5,932,719)
Net cash flow from operating activities before tax paid	3,300,880	575,246
Income taxes paid	(281)	(193)
Net cash flow from operating activities	3,300,599	575,053
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment securities	(3,238,370)	(686,029)
Receipts from sale of investment securities	-	-
Purchase of property and equipment	(50,486)	(35,153)
Receipt from the sale of property and equipment	(78)	642
Purchase of intangible assets	(3,191)	(18,540)
Receipt from the sale of intangible assets	-	-
Purchase of investment properties	-	-
Receipt from the sale of investment properties	-	-
Interest received	213,836	(116,461)
Dividend received	600	350
Net cash used in investing activities	(3,077,688)	(855,192)
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	(8,944)	(2,022)
Interest paid	(34,683)	-
Other receipt/payment	-	-
Net cash from financing activities	(43,628)	(2,022)
Net increase (decrease) in cash and cash equivalents	179,283	(282,161)
Cash and cash equivalents at Shrawan 1, 2076	7,759,121	10,065,423
Effect of exchange rate fluctuations on cash and cash equivalents held	8,563	19,784
Cash and cash equivalents at Aswin End 2076	7,946,968	9,803,045

1. Basis of preparation

The interim financial statements of the Bank have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) adopted by the Accounting Standard Board of Nepal.

2. Statement of Compliance

The interim financial statements of the Bank have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) to the extent applicable and as issued by Accounting Standard Board- Nepal

3. Use of Estimates, assumptions and judgments

The preparation of the interim financial statements in accordance with NFRS requires management to make judgements, estimates and assumptions in applying the accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Due to the inherent uncertainty in making estimates, actual results reported in future periods may be based upon amounts which differ from those estimates. Estimates, judgements and assumptions are periodically evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized prospectively.

4. Changes in Accounting policies

The bank has adopted NFRS 09 for classification of financial instruments, earlier classified as per NAS 39, as issued by ASB Nepal, which resulted in changes in accounting policies and adjustments to the amounts previously recognized in the interim financial statements.

5. Significant Accounting Policies

a. Basis of Measurement

The interim financial statements have been prepared on historical cost basis except for following material items in the statement of financial position:

- Financial assets other than measured at amortized cost are measured at fair value
- Non-derivative financial instruments at fair value through profit or loss are measured at fair value
- Derivative financial instruments are measured at fair value, if any
- Inventories are measured at cost or net realizable value whichever is lower
- Net defined benefit liabilities are measured at Present Value of Defined Benefits Obligation less the Total Plan Assets.

b. Basis of Consolidation

The bank does not have control over any other entity for consolidation of financial statements. Investments in associates are accounted for in financial statements as per equity method although associate's financial statements are not prepared using uniform accounting policies for like transactions and events in similar circumstances as it is impracticable to do so.

c. Cash and Cash Equivalent

Cash and cash equivalent comprise the total amount of cash-in -hand, balances with other bank and financial institutions, money at call and short notice, and highly liquid financial assets with original maturities period of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value and are used by the bank in the management of its short-term commitments.

Cash and Cash equivalents are measured at amortized cost in the statement of financial position.

d. Financial assets and Financial liabilities

The bank classifies its financial assets into the following measurement categories:

- a) financial assets held at fair value through profit or loss;
- b) financial assets held at fair value through Other Comprehensive Income, and
- c) financial assets held at amortized cost.

Financial liabilities are classified as either

- a) held at fair value through profit or loss, or
- b) held at amortized cost.

e. Recognition

The Bank initially recognizes a financial asset or a financial liability in its statement of financial position when, and only when, it becomes party to the contractual provisions of an instrument. The Bank initially recognizes loans and advances, deposits; and debt securities/ subordinated liabilities issued on the date that they are originated which is the date that the Bank becomes party to the contractual provisions of the instruments. Investments in equity instruments, bonds, debenture, Government securities, NRB bond or deposit auction, reverse repos, outright purchase are recognized on trade date at which the Bank commits to purchase/ acquire the financial assets. Regular purchase and sale of financial assets are recognized on trade date.

f. Measurement

Initial Measurement

At initial recognition, the bank measures a financial assets or financial liability at its fair value plus or minus, in the case of financial asset or financial liability not at fair value through profit or loss, transaction cost that are incremental and directly attributable to the acquisition or issue of the financial assets or financial liability, such as commission and fees. The transaction cost of financial assets and financial liabilities carried at fair value through profit of loss are expensed in profit or loss.

Subsequent Measurement

A financial asset or financial liability is subsequently measured either at fair value or at amortized cost based on the classification of the financial asset or liability.

g. Derecognition

Derecognition of Financial Assets

The Bank derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or when it transfers the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Bank neither transfers nor retains substantially all the risks and rewards of ownership and it does not retain control of the financial asset.

Derecognition of Financial Liabilities

A financial liability is derecognized when, and only when it is extinguished (i.e. when the obligation specified in contract is discharged, cancelled or expired). If the liability is renegotiated with the original lender on substantially different contractual terms, the original liability is derecognized and new liability is recognized.

Determination of Fair Value

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability (exit price) in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group has access at that date.

h. Impairment

At each reporting date, the Bank assesses whether there is objective evidence that a financial asset or group of financial assets not carried at fair value through The Statement of Profit or Loss are impaired.

However, in case of loans and advances, impairment loss is measured as the higher of amount derived as per norms prescribed by Nepal Rastra Bank for loan loss provision and amount determined as per NAS 39 para 63.

i. Trading Assets

The Bank classifies financial assets or financial liabilities as held for trading when they have been purchased or issued primarily for short term profit making through trading activities or form part of a portfolio of financial instruments that are managed together for which there is evidence of a recent pattern of short-term profit taking. Held for trading assets and liabilities are recorded and measured in the statement of financial position at fair value. Changes in fair value are recognized in net trading income. Interest and dividend income or expense is recorded in net trading income according to the terms of the contract, or when the right to payment has been established. Included in this classification are debt securities, equities, short positions and customer loans that have been acquired principally for the purpose of selling or repurchasing in the near term.

j. Property, Plant and Equipment

All Property, plant and equipment is stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the assets. Subsequent costs are included in the asset's carrying amount or are recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the bank and the cost of the item can be measured reliably.

k. Goodwill and Intangible assets

Intangible assets include externally generated capitalized software enhancements. Intangible assets, which have been determined to have a finite useful life, are amortized on a straight-line basis over their estimated useful life. Intangible assets with finite useful lives are reviewed at each reporting date to assess whether there is any indication that they are impaired. If any such indication exists the recoverable amount of the asset is determined and, in the event, that the asset's carrying amount is greater than its recoverable amount, it is written down immediately.

l. Investment Property and Noncurrent Assets held for sale

Investment Property

Investment property is the land or building or both held either for rental income or for capital appreciation or for both, but not sold in ordinary course of business and owner-occupied property.

Non-Current Assets held for sale

Non-current assets (or disposal groups) are classified as assets held for sale and carried at lower of carrying amount and fair value less costs to sell if their carrying amount is recovered principally through a sale transaction rather than through continuing use. The assets are not depreciated or amortized while they are classified as held for sale. Any impairment loss on initial classification and subsequent measurement is recognized as an expense. Any subsequent increase in fair value less costs to sell (not exceeding the accumulated impairment loss that has been previously recognized) is recognized in the statement of Profit or Loss.

m. Income Tax

Current income tax which is payable on taxable profits is recognized as an expense in the period in which the profits arise.

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted, or substantively enacted at the reporting date in Nepal.

n. Deposit, Debt Securities issued and subordinated liabilities

The estimated fair value of deposits with no stated maturity period is the amount repayable on demand. The estimated fair value of fixed interest bearing deposits and other borrowings without quoted market prices is based on discounting cash flows using the prevailing market rates for debts with a similar credit risk and remaining maturity period.

Debentures are recognized at amortized cost using effective interest rates. The coupon rates of these instruments represent the effective interest rates.

o. Provisions

Provisions are recognized when the Bank has a present obligation (legal or constructive) as a result of past events, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the effect of the time value of money is material, the Bank determines the level of provision by discounting the expected cash flows at a pre-tax rate reflecting the current rates specific to the liability. The expense relating to any provision is presented in Statement of Profit or Loss net of any reimbursement in other operating expenses

p. Revenue Recognition

Revenue is recognized only when it is probable that the economic benefits associated with the transaction will flow to the entity. In some cases, this may not be probable until the consideration is received or until an uncertainty is removed.

(i) Interest income

Interest income is recognized in the profit or loss as per accrual basis of accounting and as per NRB Circular No. 1 of F/Y 2076-77- Interest Income Recognition.

(ii) Fees and Commission

Fees and commission income including management fee, service charges, and syndication fee and forex transaction commission are recognized as the related services are performed.

(iii) Dividend Income

Dividend on investment in resident company is recognized when the right to receive payment is established. Dividend income are presented in net trading income, net income from other financial instruments at fair value through profit or loss or other revenue based on the underlying classification of the equity instruments.

(iv) Net trading income

Gain and losses arising in changes in fair value of financial instrument held at fair value through profit or loss are included in Statement of Profit or Loss in the period in which they arise.

(v) Interest Expenses

Interest expense on all financial liabilities including deposits are recognized in profit or loss using effective interest rate method. Interest expense on all trading liabilities are considered to be incidental to the Bank's trading operations and are presented together with all other changes in fair value of trading assets and liabilities in net trading income.

(vi) Employees Benefits

Short-term employee benefits, such as salaries, paid absences, performance-based cash awards and social security costs are recognized over the period in which the employees provide the related services.

(vii) Foreign Currency Translation

The interim financial statements are presented in Nepalese Rupees, which is the Company's functional and presentation currency.

q. Share Capital and Reserve

The Bank applies NAS 32, Financial Instruments: Presentation, to determine whether funding is either a financial liability (debt) or equity. Issued financial instruments or their components are classified as liabilities if the contractual arrangement results in the bank having a present obligation to either deliver cash or another financial asset, or a variable number of equity shares, to the holder of the instrument.

6. Segmental Information

A. Information about reportable segments

(Rs. in '000)

Particulars	Province 1		Province 2		Province 3		Gandaki Province		Province 5		Karnali Province		Province 7		Total	
	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter
Revenues from external Customers	395,675	246,873	258,054	223,427	2,528,123	2,159,641	208,394	183,779	341,256	285,976	43,528	35,126	143,673	108,414	3,918,703	3,243,237
Intersegment Revenue	188,284	4,641	32,908	21,021	1,942,483	1,815,815	1,043	1,033	13,705	11,850	-	-	3,922	3,391	2,182,345	1,857,751
Gross Revenue	583,959	251,514	290,962	244,448	4,470,606	3,975,456	209,437	184,812	354,961	297,826	43,528	35,126	147,595	111,805	6,101,048	5,100,988
Interest Revenue	355,793	220,921	232,766	218,072	2,334,239	3,916,787	193,048	168,010	299,059	269,158	40,329	31,751	134,414	101,962	3,589,647	4,926,661
Interest Expenses	318,917	140,614	80,605	116,191	1,524,520	3,005,321	70,066	108,336	118,956	157,572	9,443	19,777	34,621	68,224	2,157,127	3,616,036
Net Interest Revenue	36,876	80,306	152,161	101,881	809,718	911,467	122,982	59,673	180,103	111,586	30,886	11,973	99,793	33,739	1,432,519	1,310,625
Depreciation & Amortisation	5,493	2,173	2,991	2,494	16,907	16,933	2,772	2,234	2,441	2,669	447	512	3,273	2,823	34,326	29,838
Segment Profit/(Loss)	112,455	79,377	103,491	93,788	650,882	681,286	57,790	49,080	128,604	100,598	12,463	10,806	30,932	19,558	1,096,616	1,034,493
impairment of assets	11,479	7,153	2,793	9,939	46,321	87,766	2,708	4,620	2,693	5,885	1,094	1,964	(114)	2,670	66,975	119,998
Segment assets	16,279,170	11,082,034	10,617,056	10,029,561	104,014,137	96,945,440	8,573,901	8,249,757	14,040,232	12,837,357	1,790,884	1,576,810	5,911,117	4,866,680	161,226,497	145,587,639
Segment Liabilities	14,428,629	9,805,771	9,410,158	8,874,506	92,190,290	85,780,715	7,599,259	7,299,673	12,444,203	11,358,943	1,587,305	1,395,217	5,239,169	4,306,208	142,899,013	128,821,033

B. Reconciliation of reportable segment profit or loss

(Rs. in '000)

i) Revenue

	Current Quarter	Corresponding Previous Year Quarter
Total revenues for reportable segments	6,101,048	5,100,988
Other revenues	-	165,862
Elimination of intersegment revenues	(2,182,345)	(1,857,751)
Entity's revenues	3,918,703	3,409,099

ii) Profit or loss**(Rs. in '000)**

	Current Quarter	Corresponding Previous Year Quarter
Total profit or loss for reportable segments	1,096,616	1,034,493
Other profit or loss	-	-
Elimination of intersegment profits	-	-
Unallocated amounts:	-	-
Bonus expenses	(109,662)	(95,991)
Other adjustments		(33,684)
Profit before income tax	986,954	904,818

7. Related party disclosure**Entity with significant influence over the bank**

Followings have been identified as related parties for Everest Bank Limited under NAS 24

Related parties:**Entity with significant influence over the bank**

Followings have been identified as related parties for Everest Bank Limited under NAS 24 Related parties:

- 1) Punjab National Bank Limited – this is the joint-venture partner of the investors who established the bank
- 2) Key Management Personnel of the Bank – Bank is managed by three expatriates seconded from PNB group to oversee the management of the bank's functioning under a technical service agreement and two higher level employee of the bank.
- 3) Units and companies under PNB Group
- 4) Directors of the Bank
- 5) Relatives of directors and key management personnel
- 6) Forward Community Microfinance Limited
- 7) Nirdhan Utthan Bank Ltd.
- 8) EBL Employee Retirement Fund

Rs. In '000

Particulars	30 Aswin 2076
Directors:	
Director's Sitting Fees	560
Other Expense	57

Interest Paid to directors on deposits	32,473
Key Management Personnel (KMP):	
Remuneration and benefits paid	14,848
Interest on account balances	337

Transactions	Amount (Rs. In '000)	Nature of relationship
Deposit	1,327,800	Director
Deposit	8,704	KMP
Loan	10,398	KMP

8. Issues, repurchases and repayments of debt and equity securities

None

9. Events after interim period

There are no material events after reporting date affecting financial status of the Bank as on Aswin End, 2076.

10. Effect of changes in the composition of the entity during the interim period including merger and acquisition

There is no any merger or acquisition effecting the changes in the composition of the entity during the interim period as on Aswin End, 2076.