

Everest Bank Ltd
Unaudited Financial Result
2nd Quarter Ending F/Y 2077/78

Unaudited Condensed Statement of Financial Position
As On Quarter Ended 29 Poush 2077

	Fig in '000	
	This Quarter Ending	Immediate Previous year Ending
Assets		
Cash and cash equivalent	5,940,934	9,646,948
Due from Nepal Rastra Bank	18,509,727	19,972,675
Placement with Bank and Financial Institutions	5,289,375	3,125,200
Derivative financial instruments	97,412	14,537
Other trading assets	-	-
Loan and advances to B/FIs	6,708,184	6,857,500
Loans and advances to customers	113,491,964	112,211,738
Investment securities	43,172,947	28,813,510
Current tax assets	64,755	226,713
Investment in subsidiaries	-	-
Investment in associates	401,379	379,023
Investment property	2,203	21,040
Property and equipment	2,144,902	2,151,054
Goodwill and Intangible assets	40,668	46,136
Deferred tax assets	-	-
Other assets	1,305,817	1,557,115
Total Assets	197,170,267	185,023,190
Liabilities		
Due to Bank and Financial Institutions	1,147,630	1,182,834
Due to Nepal Rastra Bank	1,352,491	32,886
Derivative financial instruments	-	-
Deposits from customers	150,182,622	143,545,475
Borrowing	-	-
Current Tax Liabilities	-	-
Provisions	-	-
Deferred tax liabilities	127,370	127,370
Other liabilities	23,780,477	20,428,422
Debt securities issued	1,068,845	1,068,845
Subordinated Liabilities	-	-
Total liabilities	177,659,434	166,385,833
Equity		
Share capital	8,933,717	8,510,207
Share premium	238,470	238,470
Retained earnings	1,863,369	1,793,066
Reserves	8,475,277	8,095,614
Total equity attributable to equity holders	19,510,833	18,637,356
Non-controlling interest		
Total equity	19,510,833	18,637,356
Total liabilities and equity	197,170,267	185,023,190

**Unaudited Condensed Statement of Profit or Loss
For the Quarter Ended 29 Poush 2077**

Fig in '000

Particulars	Current Year		Previous Year	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Interest income	2,741,130	5,911,014	3,582,366	7,172,013
Interest expense	1,873,719	4,020,304	2,112,405	4,269,532
Net interest income	867,411	1,890,709	1,469,961	2,902,480
Fee and commission income	233,018	447,052	292,750	536,419
Fee and commission expense	62,102	89,496	36,228	55,608
Net fee and commission income	170,916	357,556	256,522	480,811
Net interest, fee and commission income	1,038,328	2,248,265	1,726,483	3,383,291
Net trading income	80,104	131,069	50,813	125,142
Other operating income	34,052	41,156	66,392	77,450
Total operating income	1,152,484	2,420,491	1,843,689	3,585,883
Impairment charge/(reversal) for loans and other losses	(335,240)	(130,847)	22,422	89,396
Net operating income	1,487,724	2,551,338	1,821,267	3,496,487
Operating expense				
Personnel expenses	381,133	769,189	428,843	887,686
Other operating expenses	174,449	336,951	187,995	383,048
Depreciation & Amortisation	36,446	71,239	34,448	68,774
Operating Profit	895,696	1,373,958	1,169,980	2,156,979
Non-operating income	-	-	-	-
Non-operating expense	(218)	(190)	36	80
Profit before income tax	895,914	1,374,148	1,169,945	2,156,899
Income tax expense				
Current Tax	268,774	412,245	350,983	647,070
Deferred Tax	-	-	-	-
Profit for the period	627,140	961,904	818,961	1,509,829
Condensed Statement of Comprehensive Income				
Profit/(Loss) for the period	627,140	961,904	818,961	1,509,829
Other Comprehensive Income	396,140	376,110	43,233	54,786
Total Comprehensive Income	1,023,280	1,338,014	862,195	1,564,616
Earnings per share				
Basic earnings per share		21.63		35.65
Diluted earnings per share		21.53		35.48
Profit attributable to:				
Equity holders of the Bank	627,140	961,904	818,961	1,509,829
Non-controlling interest	-	-	-	-
Profit for the period	627,140	961,904	818,961	1,509,829

Unaudited Statement of Comprehensive Income

For the Quarter Ending Poush 29, 2077

Particulars	Current Year		Rs. In '000 Previous Year Corresponding	
	This	Upto This	This	Upto This
	Quarter	Quarter (YTD)	Quarter	Quarter (YTD)
Profit or loss for the period	627,140	961,904	818,961	1,509,829
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	396,140	376,110	43,233	54,786
Gains/(losses) on revaluation	-	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-	-
Income tax relating to above items	-	-	-	-
Net other comprehensive income that will not be reclassified to profit or loss	396,140	376,110	43,233	54,786
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 equated method	-	-	-	-
Other comprehensive income for the period, net of income tax	-	-	-	-
Total comprehensive income for the period	1,023,280	1,338,014	862,195	1,564,616
Total comprehensive income attributable to:				
Equity holders of the Bank	1,023,280	1,338,014	862,195	1,564,616
Non-controlling interest	-	-	-	-
Total comprehensive income for the period	1,023,280	1,338,014	862,195	1,564,616
Earnings per share				
Basic earnings per share		21.63		35.65
Annualized Basic Earnings per share		21.63		35.65
Diluted Earning per Share		21.53		35.48

Unaudited Condensed Statement of changes in equity

For the Quarter Ended 29 Poush 2077

	Attributable to equity holders of the Bank											Rs. In '000	
	Share Capital	Share premium	General reserve	Exchange equalization reserve	Regulatory reserve	Fair value reserve	Debenture Redemption Reserve	Revaluation Reserve	Retained earning	Other reserve	Total	Non-controlling interest	Total equity
Balance at Shrawan 1, 2076	8,106,863	238,470	3,815,054	30,162	594,553	582,022	08,195	968,943	2,324,151	56,649	17,625,063	-	17,625,063
Comprehensive income for the period													
Profit for the Period									1,509,829		1,509,829	-	1,509,829
Other comprehensive income, net of tax											-	-	-
Total comprehensive income for the period	-	-	-	-	-	54,786	-	-	1,509,829		1,564,616	-	1,564,616
Contributions from and distributions to owners					257,131				(257,131)		-	-	-
Right share issued (Calls in Advance)									-		-	-	-
Right share issued									-		-	-	-
Share based payments									-		-	-	-
Dividends to equity holders									-		-	-	-
Bonus shares issued	403,343								(403,343)		-	-	-
Cash dividend paid									-		-	-	-
Dividends to shareholders (ordinary)									(1,613,373)		(1,613,373)	-	(1,613,373)
Dividends to shareholders (preference)									-		-	-	-
Total contributions by and distributions	403,343	-	-	-	-	-	-	-	(2,016,716)		(1,613,373)	-	(1,613,373)
Balance at Poush End 2076	8,510,207	238,470	3,815,054	30,162	851,684	636,808	808,195	968,943	1,560,143	156,649	17,576,306	-	17,576,306
Balance at Shrawan 1, 2077	8,510,207	238,470	3,818,303	35,067	978,675	680,610	975,080	968,943	1,793,066	138,935	18,637,356	-	18,637,356
Comprehensive income for the period													
Profit for the period									961,904		961,904	-	961,904
Other comprehensive income, net of tax											-	-	-
Total comprehensive income for the period	-	-	-	-	-	376,110	-	3,554	961,904		1,341,567	-	1,341,567
Contributions from and distributions to owners									-		-	-	-
Share issues									-		-	-	-
Share based payments									-		-	-	-
Dividends to equity holders									-		-	-	-
Bonus shares issued	423,510								(423,510)		-	-	-
Cash dividend paid									-		-	-	-
Dividends to shareholders (ordinary)									(468,090)		(468,090)	-	(468,090)
Dividends to shareholders (preference)									-		-	-	-
Total contributions by and distributions	423,510	-	-	-	-	-	-	-	(891,601)		(468,090)	-	(468,090)
Balance at Poush End 2077	8,933,717	238,470	4,318,303	35,067	978,675	1,056,720	975,080	972,497	1,863,369	138,935	19,510,833	-	19,510,833

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		13.39%		12.33%
Non-Performing Loan (NPL) to Total Loan		0.19%		0.16%
Total Loan Loss Provision to Total NPL		727.05%		707.89%
Cost of Funds		4.70%		6.44%
Credit to Deposit Ratio		70.05%		75.04%
Base Rate (For the month of Poush)		6.34%		8.46%
Interest Rate Spread (For Poush Quarter)		3.70%		5.38%
Market Share Price (in Rs.)		803		596
Return on Total Assets (Annualized in %)		1.00%		1.73%
Return on Equity (Annualized in %)		9.88%		17.22%
Net Worth Per share (in Rs.)		218.93		207.04
Total Assets Per Share		2,165.16		2,058.23

Statement of distributable profit or loss
For the Quarter Ended 29 Poush 2077
(As per NRB Regulation)

Particulars	Fig In '000
	Current Period
Net profit or (loss) as per statement of profit or loss	961,904
<u>1. Appropriations:</u>	
<u>1.1 Profit Required to be appropriated to Statutory Reserve</u>	290,105
<i>a. General reserve</i>	192,381
<i>b. Debenture redemption reserve</i>	83,443
<i>c. Corporate social responsibility fund</i>	2,236
<i>d. Employees' training fund</i>	12,046
<i>e. Other</i>	-
<u>1.2 Profit required to be transfer to Regulatory Reserve :</u>	(3,818)
a. Transfer to Regulatory Reserve	(14,085)
b. Transfer from Regulatory Reserve	17,903
Net Profit for the period end Poush 2077 quarter available for distribution	675,617

Unaudited Condensed Statement of Cash Flows
For the Quarter Ended 29 Poush 2077

Particular	Rs. In '000	
	Upto This Quarter	Corresponding Previous Year Upto this Quarter
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	5,397,003	6,214,720
Fees and other income received	447,052	536,419
Dividend received	-	-
Receipts from other operating activities	48,194	153,554
Interest paid	(3,996,672)	(4,266,434)
Commission and fees paid	(89,496)	(55,608)
Cash payment to employees	(948,024)	(1,035,351)
Other expense paid	(136,633)	(383,048)
Operating cash flows before changes in operating assets and liabilities	721,424	1,164,251
(Increase)/Decrease in operating assets		
Due from Nepal Rastra Bank	1,462,948	5,120,536
Placement with bank and financial institutions	(2,164,175)	(7,418,250)
Other trading assets	-	-
Loan and advances to bank and financial institutions	150,824	737,525
Loans and advances to customers	(1,308,108)	(9,394,891)
Other assets	166,717	(685,000)
Increase/(Decrease) in operating liabilities		
Due to bank and financial institutions	(35,205)	154,185
Due to Nepal Rastra Bank	1,319,604	(595,825)
Deposit from customers	6,637,146	11,627,362
Borrowings	-	-
Other liabilities	3,106,330	7,881,768
Net cash flow from operating activities before tax paid	10,057,507	8,591,662
Income taxes paid	(250,287)	(500,488)
Net cash flow from operating activities	9,807,220	8,091,174
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment securities	(13,983,327)	(7,698,817)
Receipts from sale of investment securities	-	-
Purchase of property and equipment	(37,147)	(48,533)
Receipt from the sale of property and equipment	-	8
Purchase of intangible assets	-	(3,191)
Receipt from the sale of intangible assets	-	-
Purchase of investment properties	-	-
Receipt from the sale of investment properties	-	-
Interest received	755,812	524,188
Dividend received	1,229	18,839
Net cash used in investing activities	(13,263,433)	(7,207,507)
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	(224,401)	(1,178,778)
Interest paid	(43,080)	(56,128)
Other receipt/payment	-	-
Net cash from financing activities	(267,481)	(1,234,907)
Net increase (decrease) in cash and cash equivalents	(3,723,694)	(351,239)
Cash and cash equivalents at Shrawan 1, 2077	9,646,948	7,759,121
Effect of exchange rate fluctuations on cash and cash equivalents held	17,680	13,418
Cash and cash equivalents at Poush End 2077	5,940,934	7,421,300

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 recognize 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)

B.

Particulars	Province 1		Province 2		Province 3		Gandaki Province		Lumbini Province		Karnali Province		Sudurpashchim Province		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	462,525	589,870	446,942	504,651	4,365,299	4,899,152	348,308	420,636	566,308	694,462	78,777	90,222	262,133	290,461	6,530,291	7,489,455
Intersegment Revenue	11,913	10,645	58,073	66,583	4,026,182	4,353,254	18,567	1,875	29,710	24,719	-	-	5,830	7,802	4,150,275	4,464,878
Gross Revenue	474,438	600,515	505,015	571,234	8,391,481	9,252,406	366,875	422,511	596,018	719,181	78,777	90,222	267,963	298,263	10,680,566	11,954,333
Interest Revenue	408,551	535,238	395,806	449,961	3,986,133	4,447,719	325,377	390,021	503,018	614,703	74,019	83,159	240,465	263,910	5,933,370	6,784,711
Interest Expenses	157,176	152,419	149,625	160,751	3,276,112	3,501,453	142,141	138,402	210,763	230,952	17,985	18,239	60,320	67,317	4,014,121	4,269,532
Net Interest Revenue	251,375	382,819	246,181	289,210	710,022	946,266	183,237	251,619	292,255	383,751	56,035	64,920	180,145	196,593	1,919,249	2,515,179
Depreciation & Amortisation	7,141	6,824	5,805	6,019	40,366	37,746	5,307	5,589	6,005	5,093	815	912	5,800	6,591	71,239	68,774
Segment Profit/(Loss)	108,049	189,328	159,845	181,257	857,210	1,244,014	103,284	114,827	184,365	255,296	15,331	24,124	61,048	69,859	1,489,133	2,078,704
impairment of assets	(34,308)	9,790	1,835	8,155	(80,755)	59,980	(7,483)	400	(8,847)	12,162	(3,706)	1,502	2,418	(2,593)	(130,847)	89,396
Segment assets	13,965,100	14,803,371	13,494,610	12,664,713	131,802,258	122,949,067	10,516,518	10,556,283	17,098,640	17,428,219	2,378,521	2,264,206	7,914,620	7,289,409	197,170,267	187,955,267
Segment Liabilities	12,583,194	13,419,060	12,159,261	11,480,395	118,759,866	111,451,701	9,475,864	9,569,131	15,406,657	15,798,450	2,143,157	2,052,473	7,131,435	6,607,752	177,659,434	170,378,961

D. Reconciliation of reportable segment profit or loss

(Rs. in '000)

i) Revenue

	Current Quarter	Corresponding Previous Year Quarter
Total revenues for reportable segments	10,680,566	11,954,333
Other revenues	-	401,264

Elimination of intersegment revenues	(4,150,275)	(4,464,878)
Entity's revenues	6,530,291	7,890,719

ii) Profit or loss

(Rs. in '000)

	Current Quarter	Corresponding Previous Year Quarter
Total profit or loss for reportable segments	1,489,133	2,078,704
Other profit or loss	-	-
Elimination of intersegment profits	-	-
Unallocated amounts:	-	-
Bonus expenses	(152,683)	(239,655)
Other adjustments	37,698	317,850
Profit before income tax	1,374,148	2,156,899

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 including CEO seconded from PNB group under a technical service agreement and two higher level domestic employee of the bank to oversee the management of the bank's functioning.
- 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	29 Poush 2077
Directors:	
Director's Sitting Fees	735

Interest Paid to directors on deposits	80,152
Key Management Personnel (KMP):	
Remuneration and benefits paid	27,128
Interest on account balances	222

Transactions	Amount (Rs. In '000)	Nature of relationship
Deposit	1,812,805	Director
Deposit	9,161	KMP
Loan	4,523	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 Poush End, 2077.

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 Poush End, 2077.