

Everest Bank Ltd
Unaudited Financial Result
4th Quarter Ending F/Y 2077/78

Unaudited Condensed Statement of Financial Position
As on Quarter Ended 31 Ashadh 2078

	Fig in '000	
	This Quarter Ending	Immediate Previous year Ending
Assets		
Cash and cash equivalent	7,863,408	9,646,948
Due from Nepal Rastra Bank	28,838,572	19,972,675
Placement with Bank and Financial Institutions	3,444,700	3,125,200
Derivative financial instruments	-	14,537
Other trading assets	-	-
Loan and advances to B/FIs	7,486,024	6,857,500
Loans and advances to customers	127,681,524	112,211,738
Investment securities	31,460,033	28,813,510
Current tax assets	442,820	226,713
Investment in subsidiaries	-	-
Investment in associates	502,316	379,023
Investment property	2,203	21,040
Property and equipment	2,737,913	2,151,054
Goodwill and Intangible assets	32,837	46,136
Deferred tax assets	-	-
Other assets	1,153,958	1,557,115
Total Assets	211,646,308	185,023,190
Liabilities		
Due to Bank and Financial Institutions	678,975	1,182,834
Due to Nepal Rastra Bank	2,112,185	32,886
Derivative financial instruments	27,925	-
Deposits from customers	160,220,257	143,545,475
Borrowing	-	-
Current Tax Liabilities	-	-
Provisions	-	-
Deferred tax liabilities	423,325	127,370
Other liabilities	27,029,490	20,428,422
Debt securities issued	468,845	1,068,845
Subordinated Liabilities	-	-
Total liabilities	190,961,003	166,385,833
Equity		
Share capital	8,933,717	8,510,207
Share premium	238,470	238,470
Retained earnings	2,364,965	1,793,066
Reserves	9,148,153	8,095,614
Total equity attributable to equity holders	20,685,305	18,637,356
Non-controlling interest		
Total equity	20,685,305	18,637,356
Total liabilities and equity	211,646,308	185,023,190

**Unaudited Condensed Statement of Profit or Loss
For the Quarter Ended 31 Ashadh 2078**

Fig in '000

Particulars	Current Year		Previous Year	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Interest income	2,911,706	11,519,409	3,247,724	13,956,189
Interest expense	1,765,852	7,559,209	2,283,679	8,645,778
Net interest income	1,145,854	3,960,201	964,045	5,310,410
Fee and commission income	260,820	978,902	261,078	1,144,657
Fee and commission expense	68,172	210,737	44,905	128,503
Net fee and commission income	192,648	768,165	216,174	1,016,154
Net interest, fee and commission income	1,338,501	4,728,365	1,180,219	6,326,564
Net trading income	115,853	367,239	69,555	263,566
Other operating income	160,922	269,938	26,349	122,207
Total operating income	1,615,276	5,365,542	1,276,124	6,712,337
Impairment charge/(reversal) for loans and other losses	448,820	268,847	440,787	548,470
Net operating income	1,166,456	5,096,695	835,337	6,163,866
Operating expense				
Personnel expenses	447,297	1,595,262	330,486	1,646,840
Other operating expenses	208,277	724,710	241,461	784,499
Depreciation & Amortisation	47,437	159,857	41,788	149,835
Operating Profit	463,445	2,616,867	221,603	3,582,692
Non operating income	-	-	-	-
Non operating expense	160	87	462	613
Profit before income tax	463,285	2,616,780	221,141	3,582,079
Income tax expense				
Current Tax	142,455	788,503	71,160	1,079,441
Deferred Tax	-	-	13,606	13,606
Profit for the period	320,831	1,828,277	163,587	2,516,244
Condensed Statement of Comprehensive Income				
Profit/(Loss) for the period	320,831	1,828,277	163,587	2,516,244
Other Comprehensive Income	(633,636)	690,562	57,287	112,222
Total Comprehensive Income	(312,806)	2,518,839	220,874	2,628,465
Earnings per share				
Basic earnings per share		20.56		29.71
Diluted earnings per share		20.46		29.57
Profit attributable to:				
Equity holders of the Bank	320,831	1,828,277	163,587	2,516,244
Non-controlling interest	-	-	-	-
Profit for the period	320,831	1,828,277	163,587	2,516,244

Unaudited Statement of Comprehensive Income

For the Quarter Ending 31 Ashad, 2078

	Current Year		Fig in '000. Previous Year Corresponding Upto This	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Profit for the period	320,831	1,828,277	163,587	2,516,244
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	(260,150)	1,064,049	85,905	140,839
Gains/(losses) on revaluation	3,554	3,554	-	-
Actuarial gains/(loss) on defined benefit plans	(81,085)	(81,085)	19,477	19,477
Income tax relating to above items	(295,955)	(295,955)	(48,095)	(48,095)
Net other comprehensive income that will not be reclassified to profit or loss	(633,636)	690,562	57,287	112,222
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	(312,806)	2,518,839	220,874	2,628,465
Total comprehensive income attributable to:				
Equity holders of the Bank	(312,806)	2,518,839	220,874	2,628,465
Non-controlling interest	-	-	-	-
Total comprehensive income for the period	(312,806)	2,518,839	220,874	2,628,465
Earnings per share				
Basic earnings per share		20.56		29.71
Annualized Basic Earnings per share		20.56		29.71
Diluted Earning per Share		20.46		29.57

Unaudited Condensed Statement of changes in equity

For the Quarter Ended 31 Ashad 2078

Fig 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	Debenture Redemption Reserve	Revaluation Reserve	Retained earning	Other reserve	Total		
Balance at Shawan 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 Period													
Profit for the period									2,516,244		2,516,244		2,516,244
Other comprehensive income, net of tax													
Total comprehensive income for the period						98,588			2,516,244	13,634	2,628,465		2,628,465
Contributions from and distributions to owners			503,249	4,906	384,122		166,885		(1,027,813)	(31,349)			
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)									(2,800)		(2,800)		(2,800)
Total contributions by and distributions	403,343	-	-	-	-	-	-	-	(2,019,516)	-	(1,616,172)	-	(1,616,172)
Balance at Ashad End 2077	8,510,207	238,470	4,318,303	35,067	978,675	680,610	975,080	968,943	1,793,066	138,935	18,637,356	-	18,637,356
Balance at Shawan 1, 2077	8,510,207	238,470	4,318,303	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									1,828,277		1,828,277		1,828,277
Other comprehensive income, net of tax													
Total comprehensive income for the period						744,834		2,487	1,507,446	(56,760)	690,562		690,562
Contributions from and distributions to owners			365,655	2,993	(36,119)		(553,115)		(361,977)	582,563			
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)									(2,800)		(2,800)		(2,800)
Total contributions by and distributions	423,510	-	-	-	-	-	-	-	(894,401)	-	(470,890)	-	(470,890)
Balance at Ashad End 2078	8,933,717	238,470	4,683,958	38,060	942,556	1,425,444	421,965	971,431	2,364,965	664,738	20,685,305	-	20,685,305

Ratios as per NRB Directive

Particulars	Current Year		Previous Year	
	This Quarter	Upto This Quarter (YTD)	Corresponding	
			This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA		12.51%		13.32%
Non-Performing Loan (NPL) to Total Loan		0.12%		0.22%
Total Loan Loss Provision to Total NPL		1311%		682%
Cost of Funds		4.48%		6.11%
Credit to Deposit Ratio		72.52%		68.57%
Base Rate		5.99%		8.05%
Interest Rate Spread (For Ashadh Quarter)		3.24%		3.59%
Market Share Price (in Rs.)		738		675
Return on Total Assets (Annualized in %)		0.92%		1.41%
Return on Equity (Annualized in %)		9.30%		13.45%
Net Worth Per share (in Rs.)		232.58		219.84
Total Assets Per Share		2,379.73		2,096.15

Statement of distributable profit or loss For the Quarter Ended 31 Ashadh 2078 (As per NRB Regulation)

Particulars	Fig In '000 Current Period
Net profit or (loss) as per statement of profit or loss	1,828,277
<u>1. Appropriations:</u>	
<u>1.1 Profit Required to be appropriated to Statutory Reserve</u>	400,897
<i>a. General reserve</i>	365,655
<i>b. Debenture redemption reserve</i>	(553,115)
<i>c. Corporate social responsibility fund</i>	(12,367)
<i>d. Employees' training fund</i>	(5,060)
<i>e Capital Reserve</i>	600,000
<i>f. Other</i>	5,783
<u>1.2 Profit required to be transfer to Regulatory Reserve :</u>	(36,119)
a. Transfer to Regulatory Reserve	158,760
b. Transfer from Regulatory Reserve	(194,879)
Opening Retained Earning	901,465
Net Profit for the period end Ashadh 2078 quarter available for distribution	2,364,965

Unaudited Condensed Statement of Cash Flows

For the Quarter Ended 31 Ashad 2078

Rs. In '000

Particulars	Upto This Quarter	Corresponding Previous Year Upto this Quarter
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	10,470,036	12,092,707
Fees and other income received	978,902	1,144,657
Dividend received	-	-
Receipts from other operating activities	409,702	293,995
Interest paid	(7,462,763)	(8,554,128)
Commission and fees paid	(210,737)	(128,503)
Cash payment to employees	(1,634,009)	(1,796,941)
Other expense paid	(713,237)	(766,876)
Operating cash flows before changes in operating assets and liabilities	1,837,894	2,284,911
(Increase)/Decrease in operating assets		
Due from Nepal Rastra Bank	(8,865,897)	3,331,894
Placement with bank and financial institutions	(319,500)	(2,576,700)
Other trading assets	-	-
Loan and advances to bank and financial institutions	(657,856)	510,587
Loans and advances to customers	(15,920,070)	(7,734,806)
Other assets	134,554	(280,899)
Increase/(Decrease) in operating liabilities		
Due to bank and financial institutions	(503,859)	573,619
Due to Nepal Rastra Bank	2,079,298	(1,173,183)
Deposit from customers	16,674,782	13,977,322
Borrowings	-	-
Other liabilities	6,650,662	2,127,047
Net cash flow from operating activities before tax paid	1,110,008	11,039,792
Income taxes paid	(1,004,611)	(1,231,064)
Net cash flow from operating activities	105,397	9,808,729
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment securities	(1,583,000)	(7,238,472)
Receipts from sale of investment securities	124,390	-
Purchase of property and equipment	(712,070)	(174,454)
Receipt from the sale of property and equipment	1,060	1,695
Purchase of intangible assets	(36)	(19,792)
Receipt from the sale of intangible assets	-	-
Purchase of investment properties	-	-
Receipt from the sale of investment properties	582	-
Interest received	1,444,169	1,142,277
Dividend received	10,161	31,537
Net cash used in investing activities	(714,745)	(6,257,208)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt from issue of debt securities	-	-
Repayment of debt securities	(600,000)	-
Receipt from issue of subordinated liabilities	-	-
Repayment of subordinated liabilities	-	-
Receipt from issue of shares	-	-
Dividends paid	(485,144)	(1,573,275)
Interest paid	(101,020)	(110,042)
Other receipt/payment	-	-
Net cash from financing activities	(1,186,164)	(1,683,318)
Net increase (decrease) in cash and cash equivalents	(1,795,512)	1,868,203
Cash and cash equivalents at Shawan 1, 2077	9,646,948	7,759,121
Effect of exchange rate fluctuations on cash and cash equivalents held	11,973	19,623
Cash and cash equivalents at Ashad End 2078	7,863,408	9,646,948

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)

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	940,068	1,158,198	920,454	1,036,563	8,762,056	9,779,338	686,055	821,900	1,149,146	1,371,036	157,285	178,802	520,424	556,874	13,135,488	14,902,711
Intersegment Revenue	16,943	14,716	106,838	126,338	7,628,012	8,852,993	35,205	6,500	53,535	48,613	-	-	9,273	16,081	7,849,806	9,065,241
Gross Revenue	957,011	1,172,914	1,027,292	1,162,901	16,390,068	18,632,331	721,260	828,400	1,202,681	1,419,649	157,285	178,802	529,697	572,955	20,985,294	23,967,952
Interest Revenue	838,433	1,037,396	811,375	921,221	7,584,997	8,819,095	639,330	758,851	1,020,236	1,209,360	147,104	164,201	477,934	504,918	11,519,409	13,415,042
Interest Expenses	290,513	320,881	299,846	331,062	6,153,682	7,017,850	264,299	294,558	402,625	472,049	32,804	37,469	115,440	136,721	7,559,209	8,610,589
Net Interest Revenue	547,920	716,515	511,529	590,158	1,431,315	1,801,245	375,031	464,293	617,611	737,311	114,300	126,732	362,494	368,197	3,960,200	4,804,453
Depreciation & Amortisation	16,035	13,760	12,973	11,989	90,013	84,760	11,928	11,323	13,992	12,543	1,871	1,972	13,045	13,489	159,857	149,835
Segment Profit/(Loss)	225,796	326,995	360,168	350,365	1,605,815	2,204,582	204,308	206,824	362,484	454,639	37,249	39,092	111,801	118,668	2,907,620	3,701,165
impairment of assets	8,280	(14,103)	26,351	33,745	173,184	430,396	7,565	29,136	32,354	52,976	453	7,518	20,661	8,802	268,847	548,470
Segment assets	15,146,896	14,379,491	14,830,862	12,869,348	141,179,127	121,414,440	11,054,101	10,204,220	18,515,685	17,021,966	2,534,270	2,219,904	8,385,367	6,913,821	211,646,308	185,023,190
Segment Liabilities	13,666,510	12,931,048	13,381,364	11,573,020	127,380,949	109,184,383	9,973,726	9,176,351	16,706,050	15,307,346	2,286,583	1,996,293	7,565,821	6,217,393	190,961,003	166,385,833

B. Reconciliation of reportable segment profit or loss

i) Revenue (Rs. in '000)

	Current Quarter	Corresponding Previous Year Quarter
Total revenues for reportable segments	20,985,294	23,967,952
Other revenues	-	-
Elimination of intersegment revenues	(7,849,806)	(9,065,241)
Entity's revenues	13,135,488	14,902,711

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

	Current Quarter	Corresponding Previous Year Quarter
Total profit or loss for reportable segments	2,907,620	3,701,165
Other profit or loss	-	-
Elimination of intersegment profits	-	-
Unallocated amounts:	-	-
Bonus expenses	(290,753)	(398,009)
Other adjustments	(87)	278,923
Profit before income tax	2,616,780	3,582,079

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	31 Ashad 2078	31 Ashad 2077
Directors:		
Director's Sitting Fees	1,695	1,715
Other Expense	68	249
Interest Paid to directors on deposits	156,569	141,597
Key Management Personnel (KMP):		
Remuneration and benefits paid	37,031	48,804
Interest on account balances	416	1,181
PNB Group		
TSA Paid	11,390	11,390
Cash Dividend	94,287	324,210
Bonus Share Paid (No of Share.)	848	808
Forward Community Microfinance Limited		
Dividend Received	6,256	7,638
Bonus Share Received	313	307

Rs. In ‘000

Transactions	31 Ashad 2078	31 Ashad 2077	Nature of relationship
Deposit	2,486,551	1,686,611	Director
Deposit	13,845	5,283	KMP
Loan	13,566	6,059	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 Ashad End, 2078.

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 Ashad End, 2078.