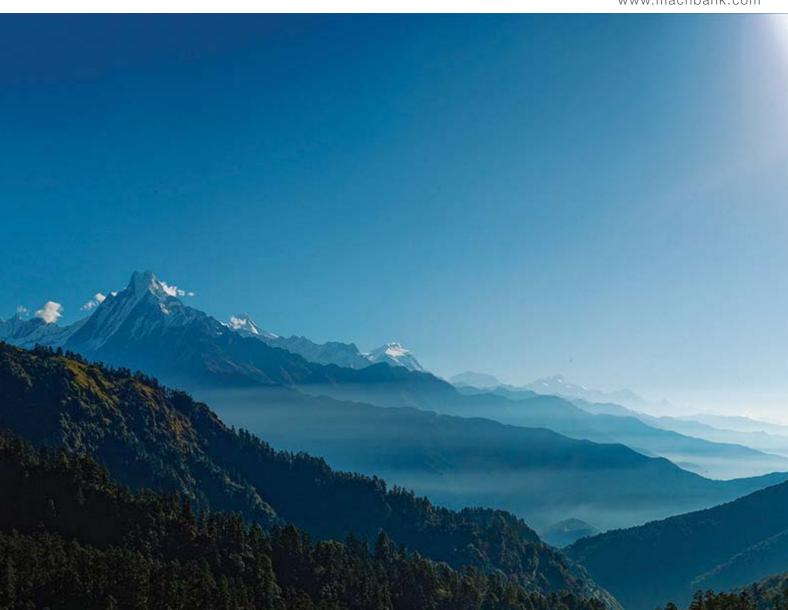




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Bank's Overview

Machhapuchchhre Bank Limited, registered in 1998, as first National level Commercial Bank having its registered office at majestically beautiful city of Nepal, Pokhara offers wide spectrum of financial services through 56 branches, 1 extension counter and 73 ATMs across the country. Serving a nation for splendid 16 years, MBL has been providing value added services to the valued customers with the presence in 30 districts.

Being full-fledged national level Commercial Bank, MBL offers financial solutions to nearly 500 thousand satisfied customers. MBL is a policy focused Bank that considers zero tolerance when it comes to complying with policies and manuals, guidelines, directives and functions with substantial ethics. The Bank is the pioneer in introducing the latest technology in the banking industry in the country. It is the first Bank to use GLOBUS BANKING SYSTEM of Temenos NV, Switzerland – a world class Centralized Banking Software.

Bank with over 650 staff strength is focused on sustainable growth and practices that are profitable to all stakeholders. The Bank has been promoted by highly renowned Non-Resident Nepalese, prominent business man and industrialist with a vision and dedication to provide the best financial products and services in the most efficient and professional manner.

Consistent vision from the responsible board members, versatile management, dedicated human resources and strongly built technology has continuously provided support to the Bank to move ahead.



Vision

"To become the bank of the first choice of the people"

Mission

"To be one of the most preferred banks in Nepal, easily recognized as the bank which satisfies and cares for its customers through quality service, innovative products, professionalism and wide branch network, offering full array of financial services using modern technology and with good corporate governance practices."

Values

With the objective of supporting the transition from rule based to attitude based behavior, the Bank is functioning with the following five core values:

Integrity: Highest level of integrity / absolute honesty in all the business conduct and dealings with customers, staff, regulators, and other stakeholders.

Accessibility: Easy accessibility through traditional as well as modern means of communication.

Value Creation: For shareholders, customers, employees and the nation.

Quality Service: Through unmatched professionalism and excellent customer care.

Stewardship of Resources: With the feeling of ownership and accountability.



Outstanding performance of the Bank continued this year as well despite all odds.

I personally, thank all the staffs for their untiring effort for astounding performance.

CHAIRMAN'S STATEMENT

On behalf of Board of Directors of the Bank, I take opportunity to report that Machhapuchchhre Bank Limited has performed par excellence despite challenging external environment amidst political and economic uncertainty that stemmed from political unrest in Terai region and humanitarian crisis that resulted from economic blockade.

The year proved challenging primarily because of the decreased economic activities due to economic blockade, excess liquidity, after shock of Earthquake and political unrest in the Tarai region.

Despite all odds, the Bank's growth during the year was something to

take great satisfaction from. The Bank's balance sheet size increased by 22%; Deposit increased by 18% and Loan increased by 27%; while the Bank was able to grow the profit by 47.8%. Therefore, I personally thank all the staffs for their untiring effort for astounding performance.

The Bank also signed an exclusive MOU with American Express to solicit AMEX Electronic Clearing of Travellers Cheque business during the year to put itself ahead of its competitors.

Corporate governance and prudent banking practices has been the first and foremost priority of the bank. The Board's focus has been to instill and practice good corporate governance and to ensure that the policies of the Bank are aligned to new business needs, and that the internal control system are effectively in place to ensure best yet effective practices. I, on behalf of the Board of MBL, ensure to support management to place best and effective policies and practices.

The Board is always aware of challenges faced by the country's economy and look forward to extend helping hands to the management and staffs in every way possible to grow Banks business. The result displayed despite odd business environment gives us great confidence that the Bank will always prosper and explore new avenues for growth through customer centric approach to innovative product and service delivery.



CEO's STATEMENT

Belying expectations, given the challenging economic front in the review year, we managed to post a net profit of NPR 898.2 million, a growth by 47.8% over the previous year.

The FY 2015-16 proved to be a satisfactory year for the Bank despite the fact that the entire national economy suffered a setback due to the six-month economic blockade & unrest in the Terai region and the ensuing trade & supply disruptions which lasted from September 2015 to February 2016. Following the blockade, disruption in supplies, damage of roads, shut down of factories in need of raw materials/fuels, slowdown of agricultural production due to agri-inputs were in short supply, among others, were observed. Further, an unfavorable monsoon ran its course for the second year in a row. As a result, the economic growth (GDP growth) slipped down to an 8-year low 0.8% and inflation shot up to 9.9%.

However, belying expectations, given the challenging economic front in the review year, we managed to post a net profit of NPR 898.2 million, a growth by 47.8% over the previous year, while maintaining the ROE at 16.82% (8.2% growth over previous year ROE). Our total business grew by 22% from NPR 79 billion to NPR 96 billion. With Risk asset of NPR 44.2 billion over and deposits of NPR 52.3 billion which registered growths of 27.4 % and 18.3% respectively over the previous year.

Our capital and reserves improved by 33.8% from NPR 3.99 billion to NPR 5.3 billion over the previous year. Our capital adequacy ratio stood comfortable at 12.36%, which is well above the mandated level of 11% as per the new capital adequacy framework of Nepal Rastra Bank, thus indicating a strong capital position. Furthermore, we successfully executed two major capital options as part of our Capital Plan to meet the NRB's NPR 8 billion minimum paid up capital requirement: a 16% bonus shares, which has been fully issued and a 2:1 right share, which is in its final phase and is expected to be fully completed by January 2016.

In addition, we managed to reduce our Non-Performing Assets (NPA) by 14.7% from 0.64% to 0.55%, which is reflective of our robust and stringent asset quality management and recovery system.

During the review period, we continued to expand our customer base throughout the country by catering to more than 420,000 customers through our vast network of 56 branches, 73 ATMs and a extension counter.

We continued to live by our mission statement by exploring new and innovative products. In the review year, we launched a new loan product targeted at small farmers to help individual or group of small farmers to fund their requirements such as purchasing livestock, working capital for rearing livestock, purchasing fertilizers & seeds, construction of cold storage etc. Likewise, we also launched a deposit product targeted to provide optimum, privileged services to our premium customers.

In our efforts to achieve our ultimate aim of providing an entire gamut of products & services through a host of channels, we continued to provide both online and offline banking services through our internet banking and mobile banking channel, empowering our technology-savvy customers to have a centralized control & access of their banking transactions at the device of their choice.

Moreover, we actively pursued our diversification and expansion strategy for our remittance business and successfully completed our preliminary preparations to expand our remittance network in Middle Eastern region and South Korea. The full-fledged services in these countries are expected to begin by mid of 2017-18.

The review year was a milestone year in the consolidation and strengthening of our Risk Management Framework and Corporate Governance system, as we mobilized major activities to implement Anti-Money Laundering/ Countering Financing of Terrorism (AML/CFT) mechanisms on an organization-wide level.

On the other hand, we also made important initiatives as a responsible corporate citizen by prioritizing Corporate Social Responsibility (CSR) as a mainstay activity for our bank, thus sharing our success with the community as a whole.

Thus, I am glad to report that the FY 2015-16 has been an all in all good year for all of us. Despite challenging external environment, we managed to not only sustain but expand our growth in the review period due to our continued & untiring efforts and enduring commitment to business excellence and productivity. Our strategy to explore new business avenues & markets, diversify our business & income mix and leverage more on low-cost deposits has helped us achieve a healthy and balanced growth in the review period. Hence, a steady growth has been observed in all parameters including business, income, cost, productivity, human capital, social capital, etc. for yet another year of the bank.

I wish to take this opportunity to acknowledge my sincere gratitude to all of our shareholders, for their continuous support and guidance. I would like to especially thank our Chairman and the Board of Directors for their continued guidance, expertise, patronage and support.

Lastly, I look forward to deliver better results with the support of all of our stakeholders to take our bank to new heights in the upcoming years as well.



BOARD OF DIRECTORS

(Standing from left to right)

Mr. Bishwo Prakash Gautam, Director

Mr. Omesh Lal Shrestha, Director

Mr. Roshan K.C., Director

Mr. Prakash K.C., Director

(Sitting from left to right)

Mr. Gyan Prasad Karmacharya, Director

Mr. Ram Man Shrestha, Director

Dr. Birendra Prasad Mahato, Chairman

Mr. Gopikrishna Neupane, Director

Mr. Jaya Mukunda Khanal, Director



CENTRAL MANAGEMENT COMMITTEE

(From left to right)

Mr. Santosh Koirala, Assistant General Manager (AGM)

Mr. Sarju Kumar Thapa, Head- Credit Business

Mr. Niraj Kumar Shrestha, Chief Executive officer (CEO)

Mr. Bishwambar Neupane, Head- Credit Risk

Mr. Narayan Prakash Bhuju, Head-Information Technology

Mr. Suman Sharma, Deputy Chief Executive Officer (DCEO)

Mr. Arjun Thapa, Assistant General Manager (AGM)





HEAD OF DEPARTMENT

(Standing from left to right)

Mr. Manoj Bhattarai, Head- Central Remittance

Mr. Suraj Shrestha, Head-NPA

Mr. Amar Rajbhandari, Head- E-Banking

Mr. Indu Shekhar Devkota, Head-Reconciliation

Mr. Bhuvan Singh Khatri, Head-SME, Mid-sized & Deprived Sector Credit

Mr. Tika Bhattarai, Head-Law

Mr. Suvash Jamarkattel, Head-Finance & Planning

Mr. Kumar Gnawali, Head-Internal Audit

Mr. Madhav Subedi, Head-Compliance & Operation Risk

Mr. Ishwar Bahadur Rawal, Head- Administration

Mr. Ujjwal Uprety, Head-Treasury

Mr. Ujjwal Pandey, Head- Central Trade

Mr. Sunil Khatiwada, Head-Business Development

(Sitting from left to right)

Mr. Bharat Lamsal, Head-Corporate Credit

Ms. Channu Shrestha, Head-Clearing

Ms. Rashmi Kharel Karmacharya, Head-Human Resource

Ms. Indra Thapa, Head-Credit Administration

Ms. Puja Gangol, Off Head-Operation

Mr. Upendra Malakar, Head-Retail Credit



DEPOSIT PRODUCTS

Machhapuchchhre Bank Limited is committed to provide complete range of banking products and services to the customers from diverse background. Some of the products and services offered are:

SAVING DEPOSIT

Saving deposit, targeted towards the individual small scale depositors, of MBL includes comprehensive range of products targeted towards senior citizens, youths, children, women and customer at large. These products are interest bearing saving account that yields nominal interest rate yet provides flexibility in withdrawals. Total saving deposit portfolio of MBL lies at 38.54%. Saving deposit is contributing greatly to generate fees such as ATM fees, Mobile Banking Fees, Internet Banking Fees etc. Furthermore, saving deposit accounts are also greatly contributing for cross selling of MBL's loan and other services.

CURRENT DEPOSIT

Current Deposit Account of MBL is a non-interest bearing account targeted to companies, institutions, NGO's and INGO's. This account provides flexibility of unlimited withdrawal without any hesitation. MBL's total current deposit portfolio lies at 4.35%.

FIXED DEPOSIT

Fixed deposit provides above average rate of return to the holders of this account for predefined period of time. This accounts purports to fulfill the saving as well as investment need of the customer. MBL's total fixed deposit portfolio lies at 40.04%. These products are tailored to specific saving/investment need of Individual as well as Institutional depositors.

CALL ACCOUNTS

Call Accounts is a deposit scheme that provides the flexibility of current account while inheriting interest benefit from saving account. Widely popular among high net-worth individual and corporate customer, this account accounts for 17.07% of total deposit MBL.





CREDIT PRODUCTS

The bank offers a wide range of tailor customized funded and non-funded credit facilities to suit funding requirement of individual and institutional customer.

RETAIL / CONSUMER LENDING

MBL provides different type of retail loan products such as Home Loan, Mortgage Loan, Hire Purchase Loan, Education Loan, and Loan against share and government securities to individual

Furthermore, the bank is also directed towards providing credit facilities to small and medium enterprises

CORPORATE CREDIT

MBL provides different type of project financing, consortium financing, working capital financing, fixed term loan, and various trade finance service to corporate customers.

PROJECT FINANCING

The bank extends long term financing of infrastructure and industrial projects based upon the projected cash flow of the project rather than the balance sheet of its sponsor. The bank has been financing various industries, hydropower projects of different scales, mega hotels backed by project assets and repaid entirely by project cash flow rather than from the general assets or creditworthiness of the project sponsors. MBL acts either as a Lead Bank or a participating Bank in the consortium of banks formed to finance projects.

REMITTANCE

MBL Remit, a remittance product of MBL is a state-of-art web enabled money transfer system that performs remittance business in a real-time platform. MBL Remit is providing remittance.

HALL OF FRAME



Consortium Financing Agreement as a Lead Bank for Upper Khorunga Khola Small Hydropower Project



Sigining Ceremony between MBL and UK AID Sakchyam

International Scenario

In 2015, global economic activity remained subdued. Growth in emerging market and developing economies still accounted for over 70 percent of global growth—declined for the fifth consecutive year, while a modest recovery continued in advanced economies. As per the world economic outlook of International Monetary Fund, the Global growth is projected to be at 3.2 percent in 2016 and 3.5 percent in 2017. Growth in advanced economies is projected to rise by 0.2 percentage point in 2016 to 1.9 percent, and hold steady in 2017. Similarly IMF predicts that the growth of third world and developing countries will grow by 4.1 percent in 2016 and 4.6 percent in 2017. Furthermore, IMF projects that the growth of India and China during the year 2016 2017 is likely to be at 7.5 percent and 6.5 percent respectively.

Inflation has declined markedly in many economies over the past few years. The main drivers of recent disinflation are persistent economic slack and softening commodity and oil prices. In this regards, inflation rate of developing economies are projected to remain at 4.5 percent.

Nepalese overall banking sector is likely to be affected by existing international scenario, government's financial policy, negative growth rate of inward remittance.

Country's Economic Condition

Economic activity of the country remained subdued in 2015/16. However, macroeconomic stability of the country was reported to be intact. Government capital spending and the private sector activities were sluggish owing to disturbances in the southern border along with supply disruptions. Additionally, the agriculture sector did not expand as expected on account of unfavorable weather.

In the year 2015/16, gross domestic product (GDP) at producer's price is estimated to grow at 0.6 percent, significantly lower than the targeted growth of 6 percent. The growth of agricultural sector is estimated to be 1.3 percent due to the unfavorable weather. Similarly, the growth of non-agriculture sector is estimated to remain at 0.6 percent. This is because of the effect of earthquake and supply disruptions along with the disturbances in border points. In 2014/15, GDP growth was 2.7 percent.

Balance of payments (BOP) surplus reached NPR. 171.15 billion in mid-June 2016. The contraction in imports resulted in such a substantial surplus in BOP. As a result of such high BOP surplus, foreign exchange reserves reached NPR 1021.74 billion in mid-June 2016. This remains substantially higher than the target of 8 months import capacity of goods and services set in the monetary policy for 2015/16. On the basis of the imports trend during eleven months of the review year, the existing level of reserves is sufficient for financing merchandise imports of 16.8 months, and merchandise and services imports of 14.3 months.

During the review period, imports remained relatively unchanged compared to previous year while export decreased by 3.1 percent. Of the total exports, exports to India, and China decreased by 31 percent and 30 % respectively while export to other countries increased by mere 5 percent. The growth in imports remained low mainly due to the decline in the price of petroleum products as well as the slowdown in imports of gold, betelnut, coal, crude soya bean oil, among others due to month's long economic blockade.

At the end of FY 2015/16 was aimed at ending on 15 July 2016, aimed at maintaining a trade deficit of 20 percent of the GDP, however, the preliminary estimates and the data indicate such deficit to be around 35 percent of the GDP.

The trade deficit as at mid July 2015/16 was at around 35 percent of the GDP compared to planned level of 20 percent of GDP.

Due to stabilization of imports and a sharp fall in exports, the ratio of export to import declined to 9.1 percent during the review period as compared to 11.3 percent recorded for the same period previous year.

Details	Mid July 2016	Mid July 2015	Change (%)
Paid Up Capital	386.45	277.62	39.20
Net Worth	534.02	381.61	39.94
Deposit	5,229.19	4,420.56	18.29
Investment	601.09	447.91	34.20
Loans & Advances	4,423.42	3,481.95	27.04
Interest Income	349.53	310.93	12.42
Interest Expenses	163.80	175.33	(6.58)
Net Interest Income	185.73	135.59	36.98
Other Income	43.41	35.02	23.97
Staff Expenses	47.01	34.96	34.45
Operating Expenses	42.59	41.21	3.33
Operating Income	125.86	74.76	68.35
Net Profit after tax	89.82	61.64	45.73
Loan Loss Provision	3.99	7.00	(43.00)
Non-Performing Loan(%)	0.55	0.64	(14.06)
Total Assets	5,945.55	4,875.35	21.95
Capital Adequacy (%)	12.36	12.24	0.92
Book Value per Share	138.18	137.46	0.53
Market Value per Share	680.00	564.00	20.57
No. of Branches	56.00	56.00	
No. of ATMs	72.00	70.00	2.86
No. of Staffs	663.00	597.00	11.06

Machhapuchchhre Bank has successfully completed 16 years of operations and it gives us pleasure to report another successful year for Machhapuchchhre bank in fiscal year 2015-16. Cohesive effort by the staff members and the management has led to growth in all aspects of the Bank.

During the year, the Bank's deposit increased by 18.29%, investment by 34.20% and loan & advances by 27.04%. Similarly, the net worth increased by 39.94%. as the Bank has been following a very stringent credit policy and making strenuous recovery efforts, the gross non-performing loan has been reduced by 14.06%.

Likewise, interest income increased by 12.42% whereas interest expenses decreased by 6.58% resulting increment in net interest income by 36.98%. Similarly, other income increased by 23.97% in review period. Besides, staff expenses and other operating expenses increased by 34.45% and 3.33% respectively.

On top of that, the operating profit before loan loss provisions have dramatically increased by 68.35% over that of the last FY's operating profit. The Bank has achieved a net profit of NPR 89.82 million against NPR 61.64 million of previous year, posting an increase of 45.73%.

Furthermore, the net worth of shares as per book value increased by 0.53%. In comparison with the market price of the shares at the end of the previous FY, the market price of the shares was higher by 20.57% at the end of the last FY.

Moreover, the number of the customers of the Bank has continuously been rising and has reached over 0.4 million. The number of staffs also increased from 597 to 663 by the end of FY 2015/16.

Banks Strategies for Forthcoming Year

The fiscal year 2015-16 summed up to be a satisfactory year for the Bank with a year-on-year profit growth by 45.7%. However, in our continued march towards the achievement of our vision of becoming the "Bank of the first choice of the people", we don't plan to sit on our laurels anytime soon. Hence, we have lined up an assemblage of strategies and actions for the forthcoming fiscal year 2015-16, to enable us to offer an ultimate and unmatched quality services to our valued and esteemed customers.



MBL has been currently providing services through its large and

extensive network of 56 branches, 73 ATMs and 1 extension counter. However, to underpin a more accessible service network, we plan to open several new branches, ATMs and extensive counters at several locations in the country in the upcoming year.

One of our key strategies for the years to come is to empower our customers with multi-channel banking options and thus enjoy a digitalized & technology driven banking experience. To enable this, the Bank has already introduced two new card products: MBL Visa Credit Card and MBL Dollar Prepaid Card in the very first quarter of FY 2016-17 and thus plans to offer easy, hassle free yet extremely secure access to funds and banking services to our customers through these products.

We also plan to launch new version of our mobile banking application with new and improved features to enable a more comprehensive banking services for our customers.

In an effort to support the digital-based channel strategy, we shall also be launching a new network of Point of Sale (POS) inside and outside Kathmandu valley in an effort to offer a convenient and secure mode of retail transactions for our customers.

Furthermore, another key strategy for the upcoming fiscal year is to strongly support and contribute to the national cause of financial accessibility in the rural areas. For this, we plan to introduce branchless banking channels through which people residing in rural regions can access basic banking services without having to visit an actual bank office.

In addition to this, we plan to continuously explore innovations of new products and market segments to offer a wider range of service to our customers in the upcoming fiscal year too. For this, we shall be introducing a new Strategic Business Unit – a Bancassurance unit in the Bank which will offer insurance-based services to our existing clients as well as new clients.

Finally, continuing the strategies in the previous years, we shall be doing our part as a responsible corporate citizen by developing CSR as a mainstay activity of the Bank in the upcoming fiscal year too. For this, we shall be actively conducting and launching numerous CSR initiatives and activities throughout the country to help the weaker and less privileged sections of the community.

Corporate Social Responsibility

MBL is committed to promoting positive social and economic development in the areas that we operate.

We, at MBL, believe that we are not here just to do our business but also to enrich the lives of our customers, staffs, suppliers and the society that we operate. Thus, we have made our basics to the business straightforward that is being financially stable, continuously improving our performance and grab the opportunities presented by the market to provide and promote sustainable economic growth. Our approach to business continues to focus on three key priorities:

- 1. Contribution to sustainable economic growth
- 2. Being a responsible company
- 3. Investing in communities.

Sustainable Economic Growth

Our products and services be it deposit products or loan products, we use our core business of banking with target to achieve the sustainable economic growth. Over the period of five years we have increased our lending to the clients nearly by 300% from NPR 14.29 billion to NPR 43.63 billion making a sustainable contribution to the economy

This funding enables business / individuals to leverage their capacity to diversify and expand their resources and provide stability for future generations. By doing all of this responsibly and efficiently, we can have a positive effect on sustainable development in our market, contributing to economic growth in the long term and enabling communities, businesses and people to thrive.

Our project financing has been among one of the successful product in helping people and community realize their dream in terms of financial prosperity. Project financing has been helping many entrepreneurs to carry out their venture for overall wellbeing of the society they operate as well as for the country.

Being a responsible company

We believe that our reason for existence is more than the economic activity we finance for our clients. We also consider the way we manage our people and manage day to day business to create long-term value to our stakeholders.

Over the years, Bank has been striving to be good corporate citizen by obeying the laws of the land, and directives of the Central Bank; paying applicable taxes to various local bodies, and central government, and offering job to aspiring candidates without any discrimination in terms of caste, gender, social status etc.

In addition, the Bank has been showing its bold presence in the field of education, health, environment, sports, cultural and social events as a responsible member of the society. We at MBL, coach our staffs to be concerned about social and environmental issues while doing business.

Investing in Communities

We work with our stakeholders to help promote social and economic development across our markets. Our branches are asked to conduct at least one CSR program a month.

Our annual CSR calendar includes program such as blood donation, plantation, supporting old age center, supporting orphanage to help provide orphan children with access to safe water, nutritious food and warm clothes. We also promote financial education through training program for college and schoolchildren.

HALL OF FRAME

CSR activities





Technology-driven Banking Experience

Easy and Secured Banking anytime anywhere

Technology has redefined the way people do banking in Nepal and a technology-driven, omni-chhanel banking service is what we offer here at Machhapuchchhre Bank. Machhapuchchhre Bank is committed to be the "go-to" bank to our valued customers by continuing to offer more digitalized banking experience through its advanced intuitive, self-service & technology-based channels.

MBL Mobile Money M3

Machhapuchchhre Bank offers complete centralized control of your bank account at the tip of your fingers with our advanced Mobile Banking app – M3. MBL Mobile Money (M3) is an application-based mobile banking solution that enables customers to securely enjoy a variety of banking services simply from their mobile phones. With this application, customers can conveniently make balance enquiries, transfer funds to any other account in the Bank, pay credit card bills of various banks, pay utility bills, top-up your phone credit, transfer fund to any e-sewa account, get an immediate alerts of all your transactions, get a mini-statement of account, etc without using internet.

Internet Banking

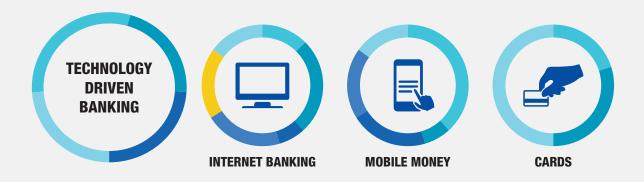
MBL Internet Banking is a web-based online banking service that also provides a one-stop platform to access majority of banking services from any part of the world 24×7. By using our online-banking service, customers can safely enjoy a host of services including access to your account information, loan account details, detailed statement of accounts, complete track of your transactions, fund transfer to any account in the Bank, utility bill payments, MBL credit card bill payments, activity log, personal updates, etc. The internet banking service is enabled with a two-tier authentication system using a verification of a One-Time Password (OTP) system. Hence, customers can safely transfer funds across accounts using this enhanced security features, which executes each transaction only after two levels of authentication is verified.

Cards

MBL Visa Credit Card

MBL has now launched the MBL Credit Card to help our customers have the ultimate shopping experience and to enjoy card services anywhere in the world. With our VISA credit card, customers can now make payments for goods and services purchased at all merchant locations through Pointof-Sale (POS) terminals and can also use in ATM for cash withdrawals and balance enquiry. Moreover, customers can subscribe to both Visa Credit Cards-Domestic and Visa Credit Cards - International. The domestic credit card can be used in Nepal and India whereas the international credit card be used abroad except in Nepal and India, Furthermore, both individual customers as well as corporations can subscribe to our credit cards using MBL Personal Card and MBL Corporate Card. Even customers who do not have an account with the Bank can enjoy the service of MBL Visa Credit Card.





MBL Dollar Prepaid Card

MBL has also launched the MBL Dollar Prepaid Card to offer an easy and hassle free payment option to our customers traveling abroad. With our Dollar Prepaid Cards, customers can now easily access funds up to USD 2500 without ever having to go through the hassle of carrying cash or traveler's cheque, worrying about getting any cash stolen or experience the hassle of moneychangers. Our Dollar Prepaid Cards are widely accepted in all ATMs and POS machines connected to the VISA network, so you can use it for purchase or cash withdrawal anywhere in the world, except Nepal and India. Moreover, it can also be used to make purchases online through e-commercial sites. With the original validity of the card for two years, you also have the option to reload the amount if your balance gets exhausted.



MBL Visa Debit Card

MBL continues to offer its Visa Debit Card. The card can be used in all VISA ATMs as well as be used in Visa POS enabled merchants to make payment of purchases.

ATM

Machhapuchchhre Bank has a vast and extensive network of 72 ATMs inside and outside the Kathmandu Valley that provide service 24 hours, 7 days a week. Customers can walk into any one of these ATMs and enjoy a wide assortment of services including Cash Withdrawal, Fast Cash, Balance Enquiry etc. MBL ATMs accept debit cards, credit cards as well as pre-paid cards of all VISA networks. Furthermore, the Bank plans to add several ATMs at various locations in the upcoming fiscal year, so our valued customers can have an easier access to your money at all times.

Human Resources

At MBL, we focus on creating the right mindset to enable business performance by empowering and encouraging our executives to push their boundaries beyond their comfort zones, embrace challenges and drive growth, thereby deepening mind share and growing it into market share. We engage and develop our Human Capital by creating a MBL's culture, encouraging open & honest Communication, strengthening Connect among employees and community. All of these are underpinned by MBL's integrated Vision and Values framework.

HR Details

Human Resource is the most vital factor to achieve the goals of any organization. Being a progressive organization, MBL firmly believes in the strength of its most vital asset -- the over 750 strong and dedicated workforce. During FY 2014/15, the Bank was able to leverage the strengths of 73 new employees selected through Bank's recruitment process. The Bank is proud of its employer brand and aims to provide both supporting and welcoming environment to the new hires.

As at the end of financial year 2014/15, the Bank had a strong people base of 657 with a gender mix of 64:36. During this year, the Bank facilitated in development of people through internal transfers, job rotation, succession planning and mentoring programs.

HR Development

We believe that our Human Resources are the root of the success and effectiveness of our Organization. Our people are the key factor that differentiates us from other banks in Nepal. Bank understands that training and development has direct relation with the productivity and motivation of the employees. In order to develop and empower the employees, Bank has provided various trainings internally (in-house) and externally.

During the year 2014/15, Bank has conducted 12 In-House training programs in which 452 employees were trained. In addition, 98 External trainings were imparted to 173 employees at reputed institutes outside the bank. In view of large scale recruitments in 2014/15 also, 'Induction Training Programs' were conducted for all newly recruits to make them branch ready before joining their duties in the field.

Workplace Safety

Bank always believe in equity in diversity. Discrimination and harassment whether based on person's color, race, religion, gender, creed, marital status, disability, socio-economic status are repugnant and completely inconsistent with our commitment for providing a respectful, professional and dignified workplace. Bank has zero tolerance towards harassment, partiality or biasness at the workplace. As a result, no complaints regarding any sexual or any kind of discrimination, harassment, intimidation, whether committed by or against supervisor, co-worker, vendor, customer, visitors have been filed till date.

Industrial Relations

Industrial Relations in the Bank continued to be cordial with the issues raised by Staffs' Union Association being addressed to immediately. Various meetings were held with the representatives of the majority Staffs' Union Association during the year to discuss various issues and take steps to resolve the same. Because of our focus on employee development, growth and their well-being, our relations with the union remained harmonious during the year.



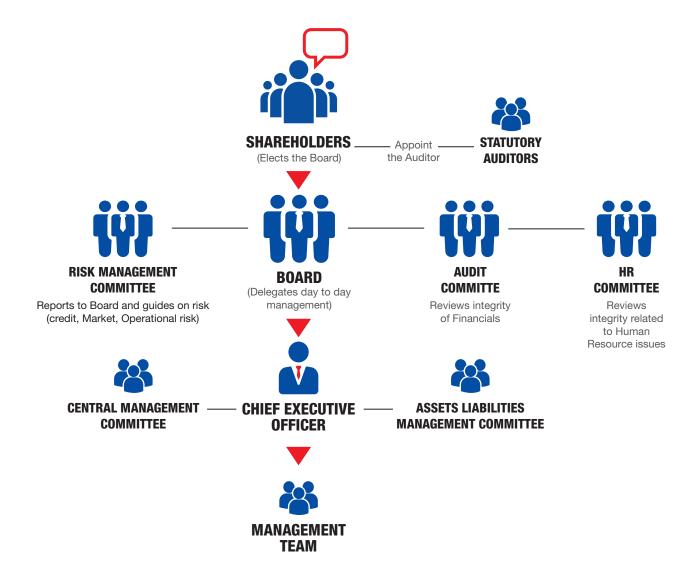
Corporate Governance

The Bank is dedicated to accomplish maximum standard of corporate governance. The Bank's board has always firmly believed and shown highest degree of commitment in adhering to the good governance practices. Therefore Compliance of the instructions, directives and circulars issued by the statutory and regulatory bodies from time to time, has always been in top most priority and are strictly implemented in to the process and system of the Bank.

MBL approach to corporate governance is to:

- Promote long term profitability while prudently managing risk and adhering to directives, guidelines issued by NRB and other regulatory/statutory bodies.
- Meet shareholders expectation as MBL's broader responsibility.
- Enhance the corporate governance system by addressing the suggestion raised by internal audit, External audit and NRB inspection.

Figure of Corporate Governance Framework



SENIOR MANAGEMENT BOARD / AUDIT COMMITTEE WALLER WATER TO THE STATE OF THE STATE

The Bank is committed to maintain a sound system of internal control. The internal control system of the Bank is defined under the Three Lines of Defense Model. Each line describes specific set of responsibilities.

INTERNAL AUDIT

RISK MANAGEMENT

COMPLIANCE

The first line of defense

MANAGEMENT CONTROLS

Management owns and manages risk. Management is responsible for implementing corrective actions to address and control deficiencies. Management identifies, assesses, controls and mitigates risk guiding the development and implementation of policies and ensuring that activities are consistent with the goal and objectives.

The second Line of defense

Management establishes various risk management and compliance function to help and monitor the first line of defense controls.

A risk management functions

Monitors the implementation of effective risk management practices. The risk management constantly reviews the risk and recommends the mechanism to mitigate the risk as appropriate for each separate risk area (credit, market and operational risk).

Compliance function of the bank

Ensures that all banking business complies with applicable laws and regulations, supervisory requirements, and the organization's policies and procedures. Compliance Department of the Bank also keeps track of all pending issues raised by audit and record the timeline committed by branches/departments for addressing/resolving the issues.

Likewise Anti-Money laundering (AML) unit under Compliance function ensures the full compliance of Anti Money Laundering and combating financing in Terrorism Framework of the bank. The Bank's AML and CDD framework is defined in the AML and CDD policies and procedures approved by the Board of Directors. The progress status of the AML/CFT Framework of the Bank is reported half yearly to the board through the Risk Management Committee.

The third line of defense

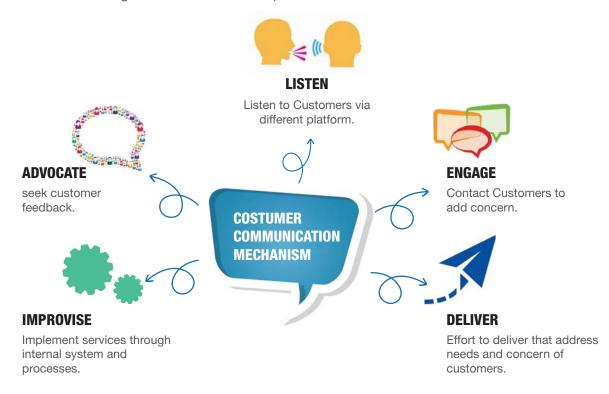
Internal audit provides assurance on the effectiveness of governance, risk management including the manner in which the first and second lines of defense achieve. Internal audit function periodically conduct internal inspection of branches and departments.



Corporate Communication

MBL has always encouraged communication mechanism that fosters employee engagement as well as other stakeholders in order to maximize the added value. Bank's intranet and email is main channel of bank wide internal communication.

All the official information to be disseminated to the public is channelized through well-established Business Development Department. The department is also a platform for formal complaint handling practices. The initiation in social networking sites has also been incorporated for the effective communications



Similarly, the bank is committed to providing unbiased information to the general public and other specific interest group.

In line with Right to information act 2064, for the purpose of disseminating information, Deputy CEO has been appointed as Chief Information Officer at corporate level and concerned Branch Managers at branch level.

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Machhapuchchhre Bank Limited Additional Disclosure As Per Section 109(4) of Companies Act, 2063

Detail of Share Forfeiture
 No Shares were forfeited during the year.

2. Transaction with Subsidiaries
The Bank has no Subsidiaries

- 3. Information provided to the Company by its Substantial Shareholders NIL
- 4. Shares Purchased by Directors and Officials of the Company During the year No such transaction was reported to the Bank.
- 5. Information received on the personal interest of Directors and their close relatives in any agreement/ Contract entered into by the Company No such Information was received during the year
- 6. Detail of Share Buy-back during the year
 The Bank didn't buy back its shares during the year.
- 7. Detail of Internal Control System:

The Bank has a very strong Internal Control System in operation which has the following major components:

- Strong internal checks and control.
- Operational Manuals, Comprehensive policies, procedures and guidelines for proper operations.
- Top level Management's commitment to strong internal control system.
- Credit Policy Guideline and various credit operation manuals.
- Strong Compliance Department for monitoring compliance of and periodic review of internal control system.
- Independent Internal Audit Department.
- Periodic review of internal controls and significant audit issues by Audit Committee.
- 8. Total Management expenses during the year:
- 9. List of Audit Committee members, their remuneration and facilities and description (and suggestions if any) of the Committee's performance during the year:
- 10. Amount receivable by the Company for Directors, Managing Directors, Substantial Shareholders and their close relatives and associated firms, companies etc.:
- 11. Remuneration, Allowance and facilities given to Directors, Managing Directors, Chief Executive Officer and Officials during the year.
- 12. Amount of Dividend remaining unpaid:
- 13. Other matters required to be disclosed in the Directors' Report by this Ordinance or other Laws in Force: NIL
- 14. Other Relevant issues:

NIL



Machhapuchchhre Bank Limited Balance Sheet As on 15th July 2016

CAPITAL AND LIABILITIES	Schedule	This Year	Previous Year
1. Share Capital	4.1	4,666,430,000	3,484,123,196
2. Reserves and Surplus	4.2	673,772,751	506,852,473
3. Debenture and Bonds	4.3	-	-
4. Borrowings	4.4	1,234,291,000	-
5. Deposit Liabilities	4.5	52,291,877,270	44,205,637,252
6. Bills Payables	4.6	-	13,455,554
7. Proposed Dividend		42,204,737	28,054,737
8. Income Tax Liabilities		-	-
9. Other Liabilities	4.7	546,892,071	515,371,850
Total Liabilities		59,455,467,829	48,753,495,062

ASSETS	Schedule	This Year	Previous Year
1. Cash Balance	4.8	2,107,171,464	2,096,962,830
2. Balance with Nepal Rastra Bank	4.9	3,808,028,939	4,616,007,818
3. Balance with Banks & Financial Institutions	4.10	2,082,153,045	1,673,573,461
4. Money at Call & Short Notice	4.11	-	-
5. Investment	4.12	6,010,913,137	4,479,142,514
6. Loans, Advances & Bills Purchased	4.13	43,636,186,147	34,261,302,841
7. Fixed Assets	4.14	758,952,659	756,195,023
8. Non- Banking Assets	4.15	-	-
9. Other Assets	4.16	1,052,062,439	870,310,575
Total Assets		59,455,467,829	48,753,495,062

Contingent Liabilities	Schedule 4.17
Declaration of Directors	Schedule 4.29
Table of Capital Fund	Schedule 4.30
Statement of Risk Weighted Assets	Schedule 4.30 (A)
Principal Indicators	Schedule 4.31
Significant Accounting Policies	Schedule 4.32
Notes to Accounts	Schedule 4.33
Statement of Promoter's Loan	Schedule 4.34
Comparision of Unaudited and Audited Financial Statements	Schedule 4.35

Schedules 4.1 to 4.17 form integral parts of the Balance Sheet.

Suvash Jamarkattel	
Head - Finance and Planning	'n

Head - Finance and Planning

Prakash K. C. Director

Roshan K.C Director

Hari Bhakta Sigdel

Director

Niraj K. Shrestha Chief Executive Officer

Gopi Krishna Neupane

Director

Mangesh Lal Shrestha

Director

Jaya Mukunda Khanal

Director

Dr. Birendra Prasad Mahato

Chairman

Gyan Prasad Karmacharya

Director

Ram Man Shrestha

Director

As per our report of even date

Date: November 3, 2016 Place: Kathmandu, Nepal

Shashi Satyal Managing Partner TR Upadhya & Co Chartered Accountants

Machhapuchchhre Bank Limited Profit & Loss Account For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

			AMT. IN NPR
Particular Particular	Schedule	This Year	Previous Year
1. Interest Income	4.18	3,495,300,235	3,109,270,185
2. Interest Expenses	4.19	1,637,979,809	1,753,347,782
Net Interest Income		1,857,320,426	1,355,922,403
3. Commission & Discount	4.20	91,419,588	91,625,441
4. Other Operating Income	4.21	226,157,619	179,189,318
5. Exchange Fluctuation Gain	4.22	118,526,409	79,344,596
Total Operating Income		2,293,424,042	1,706,081,758
6. Staff Expenses	4.23	470,097,776	349,633,767
7. Other Operating Expenses	4.24	425,866,293	412,127,118
8. Exchange Fluctuation Loss	4.22	2,015,550	-
Operating Profit Before Provision for Possible Loan Loss		1,395,444,422	944,320,873
9. Provisions for Possible Losses	4.25	136,890,810	196,758,270
Operating Profit		1,258,553,612	747,562,603
10. Non- Operating Income/(Expenses)	4.26	32,284,621	92,001,042
11. Possible Loss Provision Written Back	4.27	126,101,292	151,197,373
Profit from Regular Activities		1,416,939,525	990,761,018
12. Income/(Expenses) from Extraordinary Activities	4.28	5,850,134	5,770,421
Net Profit after Extraordinary Items		1,422,789,658	996,531,439
13. Provision for Staff Bonus		129,344,514	90,593,767
14. Provision for Income Tax (a+b+c)		395,222,462	289,564,933
a. This Year's Tax Provision		371,535,063	222,701,905
b. Upto Last Year's Tax Provision		14,395,123	18,164,496
c. Deferred Tax (Income)/Loss		9,292,276	48,698,531
Net Profit/ (Loss)		898,222,681	616,372,739

Schedules 4.18 to 4.28 form integral parts of this profit & loss account

Suvash Jamarkattel

Head - Finance and Planning

Prakash K. C.

Director

Roshan K.C

Director

Hari Bhakta Sigdel

Director

Date: November 3, 2016 Place: Kathmandu, Nepal Niraj K. Shrestha

Chief Executive Officer

Gopi Krishna Neupane

Director

Mangesh Lal Shrestha

Director

Jaya Mukunda Khanal

Director

Dr. Birendra Prasad Mahato

Chairman

Gyan Prasad Karmacharya

Director

Ram Man Shrestha

Director

As per our report of even date

Shashi Satyal

Managing Partner T R Upadhya & Co Chartered Accountants

Machhapuchchhre Bank Limited Profit & Loss Appropriation Account For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particular Particular	Schedule	This Year	Previous Year
Income			
1. Accumulated Profit upto Previous Year		3,585,453	45,742,701
Adjustments			-
a. Interest on Staff Home Loan		-	48,313,662
b. Accumulated Leave Provision		-	(56, 197, 458)
2. Transfer from Share Premium		112,792,334	-
3. This Year's Profit		898,222,681	616,372,739
4. Deferred Tax Reserve		9,292,276	48,698,531
5. Exchange Fluctuation Fund		2,015,550	-
6. Investment Adjustment Reserve		378,664	-
Total		1,026,286,958	702,930,175
Expenditures			
1. Accumulated Loss upto Previous Year			
2. Current Year's Loss		-	-
3. General Reserve		179,644,537	123,274,548
4. Contingent Reserves		-	-
5. Institutional Development Fund		-	-
6. Dividend Equalization Fund		-	-
7. Employees Related Reserve Fund		-	-
8. Proposed Cash Dividend		42,204,737	28,054,737
9. Proposed Bonus Share		801,890,000	533,040,000
10. Special Reserve Fund		-	-
11. Exchange Fluctuation Fund		-	82,838
12. Capital Redemption Reserve		-	-
13. Capital Adjustment Fund		-	-
14. Investment Adjustment Reserve		-	14,892,600
Total		1,023,739,274	699,344,723
Accumulated Profit/ (Loss)		2,547,684	3,585,453

Suvash Jamarkattel

Head - Finance and Planning

Prakash K. C.

Director

Roshan K.C

Director

Hari Bhakta Sigdel

Director

Date: November 3, 2016 Place: Kathmandu, Nepal Niraj K. Shrestha

Chief Executive Officer

Gopi Krishna Neupane

Director

Mangesh Lal Shrestha

Director

Jaya Mukunda Khanal

Director

Dr. Birendra Prasad Mahato

Chairman

Gyan Prasad Karmacharya

Director

Ram Man Shrestha

Director

As per our report of even date

Shashi Satyal Managing Partner T R Upadhya & Co Chartered Accountants

Machhapuchchhre Bank Limited Cash Flow Statement For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particular Particular	This Year	Previous Year
A. Cash Flows From Operating Activities	681,180,181	2,544,298,720
1. Cash Receipts	4,073,002,963	3,706,240,956
1.1 Interest Income	3,473,681,867	3,108,442,943
1.2 Commission & Discount Income	91,419,588	91,625,441
1.3 Exchange Fluctuation Gain	118,526,409	79,013,244
1.4 Recovery of Loans Written Off	5,850,134	5,770,421
1.5 Other Income	383,524,966	421,388,907
2. Cash Payments	3,206,351,528	2,780,431,523
2.1 Interest Expenses	1,665,127,769	1,721,396,142
2.2 Staff Expenses	470,097,776	349,633,767
2.3 Office Operating Expenses	425,866,293	412,127,118
2.4 Income Tax Paid	645,259,689	297,274,497
2.5 Other Expenses	-	-
Cash Flows before Changes in Working Capital	866,651,436	925,809,432
(Increase)/Decrease in Current Assets	(9,535,016,801)	(5,323,904,080)
(Increase)/Decrease in Money at Call and Short notice	-	-
2. (Increase)/Decrease in Short-term Investments	-	-
3. (Increase)/Decrease in Loan and Bills Purchased	(9,374,883,305)	(5,208,060,063)
4. (Increase)/Decrease in Other Assets	(160,133,496)	(115,844,018)
Increase/(Decrease) in Current Liabilities	9,349,545,546	6,942,393,368
1. Increase/(Decrease) in Deposits	8,086,240,018	7,073,544,324
2. Increase/(Decrease) in Certificate of Deposits	-	-
3. Increase/(Decrease) in Short-term Borrowings	1,234,291,000	-
4. Increase/(Decrease) in Other Liabilities	29,014,528	(131,150,956)
B. Cash Flows From Investing Activities	(1,533,509,693)	(863,309,442)
1. (Increase)/Decrease in Long-term Investments	(1,531,770,622)	(1,017,938,816)
2. (Increase)/Decrease in Fixed Assets	(2,757,636)	153,630,548
3. Interest Income from Long term Investments	-	-
4. Dividend Income	1,018,566	998,826
5. Others	-	-
C. Cash Flows from Financing Activities	465,154,401	159,177,744
1. Increase/(Decrease) in Long-term Borrowings	-	-
2. Increase/(Decrease) in Share Capital	493,209,138	174,833,289
3. Increase/(Decrease) in Other Liabilities	-	-
4. Increase/(Decrease) in Refinance/facilities received from NRB	-	
5. Dividend Paid	(28,054,737)	(15,655,545)
D. Effects of exchange rate changes on Cash and Bank Balances	(2,015,549)	331,352
E. Net Cash Flow For The Year (A+B+C+D)	(389,190,660)	1,840,498,374
F. Opening Cash and Bank Balance	8,386,544,108	6,546,045,734
G. Closing Cash and Bank Balance	7,997,353,448	8,386,544,108

Suvash Jamarkattel

Head - Finance and Planning

Prakash K. C.

Director

Roshan K.C

Director

Hari Bhakta Sigdel

Director

Date: November 3, 2016 Place: Kathmandu, Nepal Niraj K. Shrestha

Chief Executive Officer

Gopi Krishna Neupane

Director

Mangesh Lal Shrestha

Director

Jaya Mukunda Khanal

Director

Dr. Birendra Prasad Mahato

Chairman

Gyan Prasad Karmacharya

Director

Ram Man Shrestha

Director

As per our report of even date

Shashi Satyal

Managing Partner T R Upadhya & Co Chartered Accountants

Machhapuchchhre Bank Limited Statement of Changes in Equity For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	Share	Accumulated	General	Proposed	Exchange	Deferred	Capital		Investment	Other .	Total
	Capital	Profit/(Loss)	Reserve	Bonus Shares	Fluctuation Fund	Tax Reserve	Adjustment Reserve	Share Premium	Adjustment Reserve	Reserves & Fund	Amount
Opening Balance as at 17 July 2015	2,776,249,907	3,585,453	3,585,453 424,044,794	533,040,000 10,808,870	10,808,870	52,937,909	•	1	15,475,447	1	3,816,142,380
Bonus Shares issued	533,040,000			(533,040,000)							1
Restated Balance as at 17th July 2015	3,309,289,907	3,585,453	3,585,453 424,044,794	1	10,808,870	52,937,909	ı	ı	15,475,447	1	3,816,142,380
Surplus/(Deficit) on Revaluation of Properties										1	1
Surplus/(Deficit) on Revaluation of Investments										1	1
Net Profit for the Period		898,222,681								1	898,222,681
Transfer to General Reserve		(179,644,537)	179,644,537							1	1
Proposed Cash Dividend		(42,204,737)									(42,204,737)
Proposed issue of Bonus Share		(801,890,000)		801,890,000						1	1
Calls in Advance		1								1	ı
Issue of Share Capital	555,250,093	1						112,792,334		•	668,042,427
		112,792,334						(112,792,334)		1	1
Exchange Fluctuation Fund		2,015,550			(2,015,550)					1	1
Deferred Tax Reserve		9,292,276				(9,292,276)				1	1
Capital Adjustment Fund											1
Investment Adjustment Reserve		378,664							(378,664)		1
Balance at 15th July 2016	3,864,540,000	2,547,684	2,547,684 603,689,331	801,890,000	8,793,320 43,645,633	43,645,633	1	٠	15.096.783	1	5.340.202.752

Schedule - 4.1

Machhapuchchhre Bank Limited Share Capital & Ownership As on 15th July 2016

 $\ \, \text{Amt. in NPR}$

	Particulars	This Year	Previous Year
1.	Share Capital	-	-
1.1	Authorized Capital	10,000,000,000	5,000,000,000
a.	100,000,000 Ordinary shares of Rs. 100 each share	10,000,000,000	5,000,000,000
b.	Non-redeemable Preference Shares of Rseach	-	-
c.	Redeemable Preference Shares of Rseach	-	-
1.2	Issued Capital	5,796,810,000	3,331,500,000
a.	57,968,100 Ordinary shares of Rs.100 each share	5,796,810,000	3,331,500,000
b.	Non-redeemable Preference Shares of Rseach	-	-
c.	Redeemable Preference Shares of Rseach	-	-
1.3	Paid up Capital	3,864,540,000	2,776,249,907
a.	38,645,400 Ordinary shares of Rs.100 each	3,864,540,000	2,776,249,907
b.	Non-redeemable Preference Shares of Rseach	-	-
C.	Redeemable Preference Shares of Rseach	-	-
1.4	Proposed issue of Bonus Shares	801,890,000	533,040,000
1.5	Calls in Advance	-	174,833,289
1.6	Total Amount	4,666,430,000	3,484,123,196

Share Ownership	This Year		Prev	vious Year
	%	Share Capital	%	Share Capital
1. Local Ownership	100	3,864,540,000	100	2,776,249,907
1.1 Government of Nepal	-	-	-	-
1.2 "A" Class Licensed Institutions	-	-	-	-
1.3 Other Licensed Institutions	-	-	-	-
1.4 Other Entities	11.64	449,920,380	11.42	317,135,200
1.5 Individuals	88.36	3,414,619,620	88.58	2,459,114,707
1.6 Others	-	-	-	-
2. Foreign Ownership	-	-	-	-
Total	100.00	3,864,540,000	100.00	2,776,249,907

Machhapuchchhre Bank Limited Share Capital & Ownership Details of shareholders holding 0.5% or more of the Total Shares

S	Shareholder's Name		F.Y 2015/16			F.Y 2014/15	
		Number	Amount (Rs.)	%	Number	Amount (Rs.)	%
-	DR. SURENDRA MAHATO	5,527,514	552,751,400.00	14.30	3,970,914	397,091,400.00	14.30
N	DR. UPENDRA MAHATO	3,530,989	353,098,900.00	9.14	2,536,630	253,663,000.00	9.14
က	P K R INVESTMENT COMPANY	2,539,318	253,931,800.00	6.57	1,824,221	182,422,100.00	6.57
4	PREM KUMARI K.C.	3,383,928	338,392,800.00	8.76	1,332,446	133,244,600.00	4.80
2	RAM ASHISHA SAHU SUDI	1,636,676	163,667,600.00	4.24	1,175,772	117,577,200.00	4.24
9	SOVIT BAHADUR KARKI	1	1	1	1,098,536	109,853,600.00	3.96
7	KRISHNA GOPAL SHRESTHA	847,767	84,776,700.00	2.19	603,081	60,308,100.00	2.17
∞	BAIDHYANATH SHARMA	797,712	79,771,200.00	2.06	573,068	57,306,800.00	2.06
<u></u>	DR. DHARMA RAJ SHRESTHA	784,659	78,465,900.00	2.03	563,690	56,369,000.00	2.03
10	DINESH LAL SHRESTHA	297,123	29,712,300.00	0.77	430,059	43,005,900.00	1.55
=	PRAKASH K.C.	652,185	65,218,500.00	1.69	468,522	46,852,200.00	1.69
12	HIRANYA PRAKASH DHAR	559,248	55,924,800.00	1.45	401,759	40,175,900.00	1.45
13	KIRAN K.C.	573,333	57,333,300.00	1.48	411,876	41,187,600.00	1.48
14	EVITA INVESTMENT PVT.LTD	357,512	35,751,200.00	0.93	418,880	41,888,000.00	1.51
15	ROSHAN K. C.	573,326	57,332,600.00	1.48	411,871	41,187,100.00	1.48
16	GANESH BAHADUR SHRESTHA	458,670	45,867,000.00	1.19	329,504	32,950,400.00	1.19
17	JAGAT MOHAN GAUCHAN		1	ı	257,797	25,779,700.00	0.93
18	PRANESWAR POKHAREL	392,179	39,217,900.00	1.01	281,738	28,173,800.00	1.01
19	KARAN MOTOR COMPANY P.LTD.	309,389	30,938,900.00	0.80	222,262	22,226,200.00	0.80
20	SHREE HIMALAYAN ENTERPRISES P.LTD.	309,389	30,938,900.00	0.80	284,753	28,475,300.00	1.03
21	NIRAJ GOVINDA SHRESTHA	220,806	22,080,600.00	0.57	190,350	19,035,000.00	0.69
22	AJAD SHRESTHA	254,183	25,418,300.00	0.66	182,601	18,260,100.00	99.0
23	ASIAN LIFE INSURANCE CO. LTD	250,430	25,043,008.00	0.65			
24	HARI BHAKTA SIGDEL	202,303	20,230,300.00	0.52			
25	RAJAN LAL SHRESTHA	201,490	20,149,000.00	0.52			
	Total	24,660,129	2,466,012,908		17,970,330	1,797,033,000	

Schedule - 4.2

Machhapuchchhre Bank Limited Reserves and Surplus As on 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. General Reserve Fund	603,689,331	424,044,794
2. Capital Reserve Fund	-	-
3. Capital Redemption Reserve	-	-
4. Capital Adjustment Fund	-	-
5. Other Reserves and Fund	58,742,416	68,413,356
a. Contingent Reserve	-	-
b. Institution Development Fund	-	-
c. Dividend Equalization Fund	-	-
d. Specific Reserve Fund	-	-
e. Assets Revaluation Reserve	-	-
f. Deferred Tax Reserve	43,645,633	52,937,909
g. Other Reserve	-	-
h. Investment Adjustment Reserve	15,096,783	15,475,447
6. Accumulated Profit/(Loss)	2,547,684	3,585,453
7. Exchange Fluctuation Fund	8,793,320	10,808,870
Total	673,772,751	506,852,473

Machhapuchchhre Bank Limited Debentures and Bonds As on 15th July 2016

Schedule - 4.3

Amt. in NPR

Particulars	This Year	Previous Year
1% of Debentures of Rs each Issued on and to be redeemed on	-	-
(Outstanding balance of Redemption Reserve Rs)		
2% of Bond/Debentures of Rseach Issued onand to be redemeed on (Outstanding balance of Redemption Reserve Rs)	-	-
3	-	-
Total (1+2+3)	-	-

Machhapuchchhre Bank Limited Borrowings As on 15th July 2016

Amt. in NPR

Particular	This Year	Previous Year
A. Local		
1. Government of Nepal	-	-
2. Nepal Rastra Bank	1,220,000,000	-
3. Repo - Liabilities	-	-
4. Inter Bank & Financial Institution		
5. Other Organized Institutions	-	-
6. Others	-	-
Total	1,220,000,000	-
B. Foreign		
1. Banks	14,291,000	-
2. Others	-	-
Total	14,291,000	-
Total (A + B)	1,234,291,000	-



Machhapuchchhre Bank Limited Deposits Liabilities As on 15th July 2016

Particular	This Year	Previous Year
Non-Interest Bearing Deposit		
A. Current Deposits	2,069,527,625	1,599,845,703
1. Local Currency	2,031,628,030	1,565,221,160
·		
1.1 Government of Nepal	138,314,843	90,340,335
1.2 "A" Class Licensed Institutions	11,904,815	2,244,335
1.3 Other Licensed Financial Institutions	186,862,476	148,136,754
1.4 Other Organized Institutions	1,668,953,136	1,313,777,091
1.5 Individuals	25,592,760	10,722,645
1.6 Others	-	
2. Foreign Currency	37,899,596	34,624,543
	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	- ,- ,-
2.1 Government of Nepal	-	-
2.2 "A" Class Licensed Institutions	-	-
2.3 Other Licensed Financial Institutions	-	-
2.4 Other Organized Institutions	37,686,435	34,423,123
2.5 Individuals	213,161	201,420
2.6 Others		
B. Margin Deposits	376,582,036	264,690,208
	, ,	
1. Employees Guarantee	-	-
2. Guarantee Margin	70,009,650	71,589,090
3. Letter of Credit Margin	306,572,386	193,101,118
3	111,	
C. Others	-	-
1. Local Currency	-	-
1.1 Financial Institutions	-	-
1.2 Other Organized Institutions	_	-
1.3 Individuals		
2. Foreign Currency	_	-
2.1 Financial Institutions	_	
2.2 Other Organized Institutions	_	_
2.3 Individuals	_	_
Total of Non-Interest Bearing Accounts	2,446,109,661	1,864,535,911

Machhapuchchhre Bank Limited Deposits (Cont'd.....) As on 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
2. Interest Bearing Deposit		
A. Savings Deposits	21,208,578,027	17,864,260,946
1. Local Currency	21,170,972,281	17,833,365,635
1.1 Organized Institutions	-	-
1.2 Individuals	21,170,972,281	17,833,365,635
1.3 Others	-	-
2. Foreign Currency	37,605,746	30,895,311
2.1 Organized Institutions	-	-
2.2 Individuals	37,605,746	30,895,311
2.3 Others	-	-
B. Fixed Deposits	17,413,519,545	11,736,491,962
Local Currency	17,412,447,545	11,684,538,982
1. Local ouriency	17,412,447,040	11,004,000,902
1.1 Organized Institutions	10,158,889,130	8,068,188,163
1.2 Individuals	7,253,558,415	3,616,350,819
1.3 Others	-	-
O Faveign Commencer	1 070 000	E1 0E0 000
2. Foreign Currency	1,072,000	51,952,980
2.1 Organized Institutions	1,072,000	51,952,980
2.2 Individuals	-	-
2.3 Others	-	-
C. Call Deposit	11,223,670,037	12,740,348,433
1. Local Currency	9,638,599,634	11,253,758,422
1.1 "A" Class Licensed Institutions	-	-
1.2 Other Licensed Financial Institutions	5,109,946,589	3,439,223,877
1.3 Other Organized Institutions	3,344,048,681	5,290,722,604
1.4 Individuals1.5 Others	1,184,604,364	2,523,811,942
1.5 Others		
2. Foreign Currency	1,585,070,403	1,486,590,010
2.1 "A" Class Licensed Institutions	108,801	104,475
2.2 Other Licensed Financial Institutions	-	-
2.3 Other Organizations	1,584,961,603	1,486,485,536
2.4 Individuals	-	-
2.5 Others	-	-
D. Certificate of Deposit		
Organized Institutions	-	-
Individuals		
3. Others		
O. Othors		_
Total of Interest Bearing Accounts	49,845,767,609	42,341,101,341
(1 + 2) Total Deposits	52,291,877,270	44,205,637,252

Machhapuchchhre Bank Limited Bills Payables As on 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Local currency	-	-
2. Foreign currency	-	5,002
Total	-	5,002

Machhapuchchhre Bank Limited Other Liabilities As on 15th July 2016

Schedule - 4.7

Amt. in NPR

Particulars	This Year	Previous Year
1. Gratuity Fund	-	-
2. Employees Provident Fund	28,944	123,927
3. Employees Welfare Fund / Leave Fund	103,172,293	71,598,012
4. Provision for Staff Bonus	129,344,514	90,593,767
5. Interest Payable on Deposits	125,680,713	99,865,356
6. Interest Payable on Borrowings	1,332,603	-
7. Unearned Discount & Commission	27,530,538	22,026,217
8. Sundry Creditors	63,794,100	89,057,751
9. Branch Adjustment Account	-	4,717,787
10. Deferred Tax Liability	-	-
11. Dividend Payable	424,441	479,077
12. Others	95,583,924	150,360,507
Total	546,892,071	528,822,402

Schedule - 4.8

Machhapuchchhre Bank Limited Cash Balance As on 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Local Currency (Including Coins)	2,086,410,591	2,063,758,876
2. Foreign Currency	20,760,873	33,203,955
Total	2,107,171,464	2,096,962,830

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Machhapuchchhre Bank Limited Balance with Nepal Rastra Bank As on 15th July 2016

Amt. in NPR

Particulars	Local Currency		y Foreign Currency Thi			Previous Year
		INR	Convertible FCY	Total		
1. Nepal Rastra Bank						
a. Current Account	3,783,673,442	-	24,355,497	24,355,497	3,808,028,939	4,616,007,818
b. Other Accounts	-	-	-	-	-	-
Total	3,783,673,442	-	24,355,497	24,355,497	3,808,028,939	4,616,007,818

Note: Balance as per confirmation statements is Rs.3,832,767,583.52 and difference thereon has subsequently been reconciled.

Schedule - 4.10

Machhapuchchhre Bank Limited Balance with Banks & Financial Institutions As on 15th July 2016

Amt. in NPR

Particulars						
	Currency	INR	Convertible FCY	Total		
Local Licensed Institutions						
a. Current Account	446,868,051	-	73,760,702	73,760,702	520,628,753	596,712,872
b. Other Accounts	-	-	-	-	-	-
2. Foreign Banks						
a. Current Account	-	55,569,199.78	1,505,955,091	1,561,524,291	1,561,524,291	1,076,860,588
b. Other Accounts	-	-	-	-	-	-
Total	446,868,051	55,569,200	1,579,715,793	1,635,284,993	2,082,153,045	1,673,573,461

Note: Balance as per confirmation statements is 2,139,560,477.26 and difference thereon has subsequently been reconciled.

Schedule - 4.11

Machhapuchchhre Bank Limited Money at Call and Short Notice As on 15th July 2016

Amt. in NPR

Particulars Particulars	This Year	Previous Year
1. Local Currency	-	-
2. Foreign Currency	-	-
Total	-	-

Machhapuchchhre Bank Limited Investments As on 15th July 2016

Particulars	Purpose		This Year	Previous Year
	Trading	Others		
1. Govt. of Nepal Treasury Bills	-	1,452,483,482	1,452,483,482	1,570,296,745
2. Govt. of Nepal Saving Bonds	-	-	-	-
3. Govt. of Nepal Other Securities	-	2,971,900,000	2,971,900,000	1,071,900,000
4. Nepal Rastra Bank Bonds	-	200,000,000	200,000,000	-
5. Foreign Securities	-	217,467,466	217,467,466	-
6. Local Licensed Institutions	-	72,309,187	72,309,187	32,322,959
7. Foreign Banks	-	1,072,000,000	1,072,000,000	812,400,000
8. Corporate's Shares	-	24,869,157	24,869,157	43,802,357
9. Corporate's Bonds and Debentures	-	-	-	-
10. Other Investments		-	-	950,000,000
Total Investment	-	6,011,029,292	6,011,029,292	4,480,722,060
Provision	-		116,155	1,579,546
Net Investment	-	6,011,029,292	6,010,913,137	4,479,142,514

Schedule - 4.12 (a)

Machhapuchchhre Bank Limited Investment in Shares, Debentures & Bonds As on 15th July 2016

Amt. in NPR

	Particulars	Cost Price	Market Price	Provision Amount	This Year	Previous Year
1	Investment in Shares					
1.1	Credit Information Bureau Ltd	1,330,000		-	1,330,000	1,330,000
	13,300 Ordinary Shares of Rs. 100 paid up					
	26,099 Bonus Shares					
1.2	National Banking Training Ins	1,200,000		-	1,200,000	1,200,000
	12,000 Ordinary Shares of Rs. 100 paid up					
1.3	Nepal Clearing House Ltd	2,500,000		-	2,500,000	2,500,000
	25,000 Ordinary Shares of Rs. 100 paid up					
1.4	Neco Insurance Ltd	-	-	-	-	18,864,600
	3990 Promoter Shares (bonus) of Rs. 100 paid up	-	698,250			
1.5	Premier Insurance Company Ltd	-	-	-	-	39,000
1.6	Life Insurance Company Ltd	-	-	-	-	29,600
1.7	Butwal Power Company Ltd	4,839,157	4,723,002	116,155	4,839,157	4,839,157
	5,283 Ordinary Share of Rs.100 paid up (Including 550 Bonus Shares)					
1.8	Nepal Electronic Payment System	15,000,000		-	15,000,000	15,000,000
	150,000 Promoter Share of Rs. 100 paid up					
2	Investment in Debentures and Bond					
2.1	Foreign Bonds	217,467,466	217,616,000		217,467,466	-
	Total Investment	242,336,623	223,182,522	116,155	242,336,623	43,802,357
3	Provision for Loss					
3.1	Up to Previous Year	1,579,546			1,579,546	301,060
3.2	Additions/Deductions of this year	(1,463,391)			(1,463,391)	1,278,486
	Total Provision	116,155			116,155	1,579,546
	Net Investment	242,220,468			242,220,468	42,222,811

Schedule - 4.12-1

Machhapuchchhre Bank Limited Held for Trading As on 15th July 2016

Amt. in NPR

Particulars	Cost Price	Previous Market Price (a)	Current Market Price (b)	This Year Amount of profit/ (Loss) (b-a)	Remarks	Previous Year Gain/ (Loss)
1. Govt. of Nepal Treasury Bills	-	-	-	-		-
2. Govt. of Nepal Saving Bonds	-	-	-	-		-
3. Govt. of Nepal Other Bonds	-	-	-	-		-
4. Nepal Rastra Bank Bonds	-	-	-	-		-
5. Foreign Bonds	-	-	-	-		-
6. Local Licensed Institutions Shares	-	-	-	-		-
7. Local Licensed Institutions Debenture & Bonds	-	-	-	-		-
8. Local Corporate's Shares, Debenture & Bonds	-	-	-	-		-
9. Investment /Placement in Foreign Banks	-	-	-	-		-
10. Interbank Lending	-	-	-	-		-
11. Other Investment	-	-	-	-		-
Total Investment	-	-	-	-		-

Schedule - 4.12-2

Machhapuchchhre Bank Limited Held to Maturity As on 15th July 2016

Amt. in NPR

Particulars	Cost Price	Previous Market Price (a)	Current Market Price (b)	This Year Amount of profit/ (Loss) (b-a)	Remarks	Previous Year Gain/ (Loss)
1. Govt. of Nepal Treasury Bills	-	-	-	-		-
2. Govt. of Nepal Saving Bonds	-	-	-	-		-
3. Govt. of Nepal Other Bonds	-	-	-	-		-
4. Nepal Rastra Bank Bonds	-	-	-	-		-
5. Foreign Bonds	-	-	-	-		-
6. Local Licensed Institutions Shares	-	-	-	-		-
7. Local Licensed Institutions Debenture & Bonds	-	-	-	-		-
8. Local Corporate's Shares, Debenture & Bonds	-	-	-	-		-
9. Investment /Placement in Foreign Banks	-	-	-	-		-
10. Interbank Lending	-	-	-	-		-
11. Other Investment	-	-	-	-		-
Total Investment	-	-	-	-		-

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Schedule - 4.12-3

Machhapuchchhre Bank Limited Available for Sale As on 15th July 2016

Amt. in NPR

Particulars	Cost Price	Previous Market Price (a)	Current Market Price (b)	This Year Amount of Fund Adjustment	Previous Year Gain/ (Loss)	Remarks
1. Govt. of Nepal Treasury Bills	-	-	-	-	-	
2. Govt. of Nepal Saving Bonds	-	-	-	-	-	
3. Govt. of Nepal Other Bonds	-	-	-	-	-	
4. Nepal Rastra Bank Bonds	-	-	-	-	-	
5. Foreign Bonds	-	-	-	-	-	
6. Local Licensed Institutions Shares	-	-	-	-	-	
7. Local Licensed Institutions Debenture & Bonds	-	-	-	-	-	
8. Local Corporate's Shares, Debenture & Bonds	24,869,157				-	
9. Investment/Placement in Foreign Banks	-	-	-	-	-	
10. Other Investment	-	-	-	-	-	
Total Investment	24,869,157	-	-	-	-	-



Machhapuchchhre Bank Limited Classification of Loans, Advances and Bills Purchased and Provisioning As on 15th July 2016

										AIIII. III INL
			Loan and Advances	sec		Bills Pu	Bills Purchased and Discounted	scounted		
		Domestic								
Particulars	Depriv Insured	Deprived Sector ared Uninsured	Others	Foreign	Total	Domestic	Foreign	Total	This Year	Previous Year
1. Performing Loans	'	1,974,728,292	41,568,238,397	'	43,542,966,689	1	449,768,427	449,768,427	43,992,735,116	34,597,272,563
1.1 Pass Loan	1	1,974,463,436	40,997,876,235	1	42,972,339,671	1	449,768,427	449,768,427	43,422,108,098	32,564,185,973
1.1 Watchlist Loan	1	264,855	570,362,162	1	570,627,018	1	1	ı	570,627,018	2,033,086,591
2. Non Performing Loan	1	37,160,458	204,336,070	•	241,496,528	1	•	ı	241,496,528	222,179,730
2.1 Restructured loan		•	1,469,656	1	1,469,656	ı	ı	ı	1,469,656	1
2.2 Sub standard	1	733,032	121,456,950	1	122,189,983	1	1	1	122,189,983	25,757,942
2.3 Doubtful	1	195,882	14,941,630	1	15,137,512	1	1	1	15,137,512	27,951,861
2.4 Loss	1	36,231,544	66,467,833	1	102,699,377	1	•	1	102,699,377	168,469,927
(A) Total Loans (1+2)	'	2,011,888,749	41,772,574,468	•	43,784,463,217	1	449,768,427	449,768,427	44,234,231,644	34,819,452,293
3. Loan Loss Provision										
3.1 Pass	1	19,744,634	409,978,762	1	429,723,397	1	4,497,684	4,497,684	434,221,081	325,705,916
3.2 Watchlist	1	10,594	22,814,486	'	22,825,081	1	1	1	22,825,081	40,655,631
3.3 Restructured	1	1	183,707	1	183,707	ı	ı	1	183,707	1
3.4 Sub standard	1	183,258	30,364,238	1	30,547,496	1	1	1	30,547,496	9,342,047
3.5 Doubtful	1	97,941	7,470,815	1	7,568,756	1	1	1	7,568,756	13,975,930
3.6 Loss	1	36,231,544	66,467,833	1	102,699,377	1	1	1	102,699,377	168,469,927
(B) Total Loan Loss Provision	•	56,267,971	537,279,842	1	593,547,813	1	4,497,684	4,497,684	598,045,497	558,149,452
4. Provision upto Previous Year										
4.1 Pass	1	18,143,844	297,062,156		315,206,000	12,206	10,487,711	10,499,916	325,705,916	294,355,998
4.2 Watchlist	1	4,754	40,650,877	•	40,655,631	ı	ı	ı	40,655,631	1
4.3 Restructured	ı	1	•	ı	1	ı	1	1	1	1
4.4 Sub standard	1	1	9,342,047	1	9,342,047	ı	ı	1	9,342,047	104,085,897
4.5 Doubtful	1	ı	13,975,930	1	13,975,930	1	1	1	13,975,930	19,228,000
4.6 Loss	1	35,994,046	132,475,881	1	168,469,927	ı	1	1	168,469,927	70,496,353
4.7 Additional Loan Loss Provision	1	1	1	•	•	1	1	1	1	1
(C) Total Previous Year Provision	1	54,142,643	493,506,892	1	547,649,535	12,206	10,487,711	10,499,916	558,149,452	488,166,247
(D) Written Back from Previous Year's Provision	ı		91,004,738	•	91,004,738	1	5,990,027	5,990,027	96,994,765	126,775,065
(E) Additional Provision of This Year	•	2,125,328	134,777,688	•	136,903,016	(12,206)	1	(12,206)	136,890,810	196,758,270
Changes This Year	1	2,125,328	43,772,950	'	45,898,278	(12,206)	(5,990,027)	(6,002,232)	39,896,046	69,983,205
Net Loan (A-B)	•	1,955,620,778	41,235,294,626	•	43,190,915,404	•	445,270,743	445,270,743	43,636,186,147	34,261,302,841

Schedule - 4.13 (A)

Machhapuchchhre Bank Limited Securitywise Loans, Advances & Bills Purchased As on 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
A. Secured	44,234,231,644	34,819,452,293
1. Collateral of Movable/Immovable Assets	41,710,878,380	31,520,477,461
2. Guarantee of Local Licensed institutions	1,610,762,226	1,446,700,942
3. Govt. Guarantee	129,844,594	129,844,594
4. Internationally Rated Bank Guarantee	-	-
5. Collateral of Export Documents	451,168,427	-
6. Fixed Deposit Receipts	87,988,553	436,271,285
(a) Own FDR	45,386,553	436,271,285
(b) FDR of Other Licensed Institutions	42,602,000	-
7. Government Bonds	-	-
8. Counter Guarantee	-	-
9. Personal Guarantee	1,500,000	14,512,808
10. Other Securities	242,089,465	1,271,645,204
B. Unsecured	-	-
Total	44,234,231,644	34,819,452,293



Machhapuchchhre Bank Limited Fixed Assets As on 15th July 2016

Particulars			Assets				This Year	Previous Year
	Building	Vehicles	Plant and Machinery	Office Equipments, Furniture and Fixture	Software	Others		
1. At Cost								
(a) Previous Year's Balance	214,298,253	146,547,209	1	480,168,423	85,744,880	1,750,717	928,509,482	882,214,885
(b) Addition This Year	1	29,090,462	1	47,459,928	1,121,524	636,143	78,308,057	86,482,087
(c) Revaluation/Write Back This Year	1	1	1	1	1	1	I	1
(d) This Year Sold	1	(13,465,783)	1	(9,765,163)	1	1	(23,230,946)	(40,187,490)
(e) This Year written off	1	1	1	1	ı	I	ı	ı
(f) Standard Finance Limited - Addition	1	1	1	1	1	1	I	1
Total Cost (a+b+c+d+e)	214,298,253	162,171,888	•	517,863,188	86,866,404	2,386,860	983,586,593	928,509,482
2. Depreciation								
(a) Upto Previous Year	25,130,122	49,316,291	1	326,688,494	36,069,861	1,397,339	438,602,107	395,992,664
(b) For This Year	4,285,963	20,318,500	1	38,353,212	6,428,443	143,327	69,529,445	69,761,614
(c) Depreciation on Revaluation/ Write back	1	1	1	1	1	ı	I	I
(d) Depreciation Adjustment/Written Back	1	(8,495,027)	1	(9,125,758)	1	1	(17,620,785)	(27,152,171)
Total Depreciation(a+b+c+d)	29,416,085	61,139,764	1	355,915,948	42,498,304	1,540,666	490,510,767	438,602,107
3. Book Value (WDV) (1-2)	184,882,168	101,032,124	•	161,947,240 44,368,100	44,368,100	846,194	493,075,826	489,907,375
4. Land	1	1	1	,	ı	1	198,510,473	198,510,473
5. Capital Work in Progress	•	1	1	•	1	1	1	1
6. Leashold Assets	1	1	1	1	1	1	67,366,359	67,777,175
Total (3+4+5+6)	184,882,168	101,032,124	•	161,947,240 44,368,100	44,368,100	846,194	758,952,659	756,195,023

Machhapuchchhre Bank Limited Non-Banking Assets As on 15th July 2016

Amt. in NPR

Name & Address of Borrower/	Date of			Provision	Net Non-	Previous
Party	Acquisition of Non-Banking Assets	Banking Assets	Percent	Amount	Banking Assets	Year
MANAKAMANA ENTERPRISES	5/5/2003	285,824	100%	285,824	-	-
KESHAB PRASAD RIJAL	2/10/2011	375,000	100%	375,000	-	-
SANJAY KAKCHHAPATI	1/14/2014	5,210,408	100%	5,210,408	-	
COSMIC AUTOMOBILE	9/3/2012	24,210,000	100%	24,210,000	-	-
BASHU B. SHRESTHA	4/11/2013	89,438,313	100%	89,438,313	-	-
Total		119,519,545		119,519,545	-	-

Machhapuchchhre Bank Limited Other Assets As on 15th July 2016

Schedule - 4.16

Amt. in NPR

Particulars		This Year	Previous Year
1. Stationery at Stock		8,205,363	7,487,322
2. Income Receivable on Investments		35,021,126	13,402,758
3. Accrued Interest on Loan	168,331,541	4,428,661	-
Less: Interest Suspense amount	(163,902,879)		
4. Commission Receivable		-	-
5. Sundry Debtors		28,179,100	38,170,359
6. Staff Loans and Advances		436,578,454	355,734,000
7. Advance Payment		283,653,916	293,647,976
8. Cash in Transit		-	-
9. Other Transit Items (including cheques)		-	-
10. Draft Paid Without Notice		-	-
11. Expenses Not Written-off		-	-
12. Branch Adjustment Account		3,128,409	-
13. Deferred Tax Assets		43,645,632	52,937,908
14 Others		209,221,778	108,930,251
Total		1,052,062,439	870,310,575

Schedule - 4.16 (A)

Machhapuchchhre Bank Limited Other Assets (Additional Statement) As on 15th July 2016

Amt. in NPR

Particulars		This Year				
	Upto 1 Year	1 to 3 Years	Above 3 Years	Total	Year	
1. Accrued Interest on Loans	123,793,067	32,039,384	12,499,090	168,331,541	140,455,311	
2. Drafts Paid without notice	-	-	-	-	-	
3. Branch Adjustment Account	-	-	-	-	-	
4. Nostro Reconciliation Account	-	-	-	-	-	
Total	123,793,067	32,039,384	12,499,090	168,331,541	140,455,311	

Machhapuchchhre Bank Limited Contingent Liabilities As on 15th July 2016

Schedule - 4.17

Particulars	This Year	Previous Year
1. Claims on bank but not accepted by the Bank	-	-
2. Letters of Credit (Full Amount)	1,559,997,061	1,278,546,291
(a) Less than 6 months maturity	1,348,615,323	1,066,093,619
(b) More than 6 months maturity	211,381,738	212,452,672
3. Rediscounted bills	-	-
4. Unmatured Guarantees/Bonds	1,268,056,466	1,898,612,104
(a) Bid Bonds	138,390,857	131,114,258
(b) Performance Bonds	1,129,665,609	1,767,497,846
(c) Other Guarantees/ Bonds	-	-
5. Unpaid Shares in Investment	-	-
6. Forward Exchange Contract Liabilities	203,614,015	377,402,672
7. Bills Under Collection	8,045,789	12,413,972
8. Acceptance & Endorsements	-	-
9. Underwriting Commitment	-	-
10. Irrevocable Loan Commitment	3,648,661,101	2,934,932,226
11. Counter guarantees against the guarantees of Internationally Rated Bank	796,500,992	759,123,222
12. Advance Payment Guarantee	500,009,927	471,637,225
13. Financial Guarantee	-	2,150,000
14. Contingent Liabilities on Income Tax (Disputed)	16,814,787	22,293,601
15. Others	-	-
Total	8,001,700,138	7,757,111,314

Machhapuchchhre Bank Limited Interest Income For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
A. On Loan, Advances and Overdraft	3,381,400,816	3,065,573,499
1) Loan and Advances	2,417,031,477	2,105,334,596
2) Overdraft	964,369,338	960,238,903
B. On Investment	82,895,027	24,607,476
1. Govt. Securities	70,794,368	19,453,302
a) Treasury Bills	16,821,162	15,715,640
b) Development Bonds	53,973,205	3,737,662
c) National Saving Bonds	-	-
2. Foreign Securities	983,113	-
a) Bank of Ceylon	983,113	-
b)		
3. Nepal Rastra Bank Bonds	-	-
4. Debenture and Bonds	-	-
5. Interest on Inter Bank Lendings	11,117,545	5,154,174
a) Banks/ Financial Institutions	11,117,545	5,154,174
b) Other Institutions	-	-
C. On Agency Balances	-	-
1. Local Banks/ Financial Institution	-	-
2. Foreign Banks	-	-
D. On Manage at Call and Chart Nation		
D. On Money at Call and Short Notice 1. Local Banks/ Financial Institutions	-	-
	-	-
2. Foreign Banks	-	-
E. On Others	31,004,392	19,089,210
1. Certificate of Deposits (NRB Term Deposit)	4,026,748	-
2. Inter Bank/ Financial Institution Loan	-	-
3. Others (Staff home loan)	26,977,645	19,089,210
Total	3,495,300,235	3,109,270,185

Machhapuchchhre Bank Limited Interest Expenses For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
A. On Deposit Liabilities	1,631,570,549	1,752,397,942
1. Fixed Deposits	817,888,221	810,900,024
1.1 Local Currency	817,365,848	806,538,472
1.2 Foreign Currency	522,372	4,361,552
2. Saving Deposits	504,126,506	555,790,243
2.1 Local Currency	503,581,695	555,105,841
2.2 Foreign currency	544,811	684,402
3. Call Deposits	309,555,822	385,707,675
3.1 Local Currency	291,077,201	370,172,623
3.2 Foreign Currency	18,478,620	15,535,052
4. Certificate of Deposits	-	-
B. On Borrowings	6,409,260	949,840
1. Debenture & Bonds	-	-
2. Loan from NRB	1,198,904	
3. Inter Bank/Financial Institutions Loan	5,210,356	949,840
4. Other Corporate Body	-	-
5. Other Loans	-	-
C. On Others	-	-
1. IBT Interest	-	-
2. Capitalized Interest		
Total	1,637,979,809	1,753,347,782

Schedule - 4.20

Machhapuchchhre Bank Limited Commission & Discount For the period from 17th July 2015 to 15th July 2016

Particulars	This Year	Previous Year
A. Bills Purchased & Discounted	14,570,594	26,353,792
1. Local	1,090,478	1,721,616
2. Foreign	13,480,116	24,632,175
B. Commission	53,938,943	51,936,601
1. Letters of Credit	19,771,311	16,450,905
2. Guarantees	24,129,145	25,295,585
3. Collection Fee	298,073	425,627
4. Remittance Fee	7,752,949	6,098,898
5. Credit Cards	-	-
6. Share Underwriting/Issues Market maker	-	-
7. Government Transactions	-	-
8. Agency Commission	1,987,464	3,665,587
9. Exchange Fee	-	-
C. Others	22,910,052	13,335,048
Total	91,419,588	91,625,441

Machhapuchchhre Bank Limited Other Operating Income For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Safe Deposit Lockers Rental	3,129,580	2,973,200
2. Issue & Renewals of Credit Cards	-	-
3. Issue & Renewals of ATM Cards	56,181,692	40,312,271
4. Telex/T.T	5,406,621	4,733,806
5. Service Fee	123,120,975	98,770,779
6. Renewal Fees	-	-
7. Others	38,318,751	32,399,262
Total	226,157,619	179,189,318

Schedule - 4.22

Machhapuchchhre Bank Limited Exchange Fluctuation Gain/Loss For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Revaluation Gain / (Loss)	(2,015,550)	331,352
2. Trading Gain (Except Exchange Income)	118,526,409	79,013,244
Total Gain/(Loss)	116,510,859	79,344,596

Schedule - 4.23

Machhapuchchhre Bank Limited Staff Expenses For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Salary	189,379,081	144,806,976
2. Allowances	95,648,795	71,101,757
3. Contribution to Provident Fund	18,935,504	14,480,714
4. Training Expenses	1,598,341	1,898,128
5. Uniform	9,461,650	8,410,729
6. Medical	-	-
7. Insurance	2,136,409	2,077,972
8. Pension and Gratuity Provision	48,687,150	30,827,606
9. Others	104,250,847	76,029,885
a) Dashain	21,821,423	16,451,622
b) Leave Encashment	64,157,840	41,227,840
c) Others	18,271,583	18,350,423
Total	470,097,776	349,633,767

Machhapuchchhre Bank Limited Other Operating Expenses For the period from 17th July 2015 to 15th July 2016

	B	- 1. 24	AIII. III NI I
	Particulars	This Year	Previous Year
1	House Rent	55,337,182	50,863,649
2	Light, Electricity & Water	12,353,500	12,840,015
3	Repairs and Maintenance	8,208,735	5,645,672
	a) Building	597,027	1,057,400
	b) Vehicles	1,162,488	1,797,255
	c) Others	6,449,220	2,791,017
4	Insurance	25,589,794	26,187,614
5	Postage, Telex, Telephone, Fax, SWIFT	33,636,510	35,072,960
6	Office Equipment, Furniture & Repairs	11,719,644	15,586,352
7	Traveling Allowances and Expenses	7,494,513	7,009,106
8	Stationery and Printing	18,208,642	15,101,535
9	Periodicals and Books	18,589	87,757
10	Advertisements	11,812,491	17,433,904
11	Legal Expenses	3,088,810	2,675,812
12	Donations	322,055	3,249,632
13	Expenses relating to Board of Directors	2,700,722	1,842,090
	a) Meeting Fees	1,162,800	761,000
	b) Other Expenses	1,537,922	1,081,090
14	Annual General Meeting Expenses	641,174	711,798
15	Expenses relating to Audit	1,469,000	800,730
	a) Audit Fees	1,469,000	310,750
	b) Other Expenses	-	489,980
16	Commission on Remittances	-	-
17	Depreciation on Fixed Assets	69,529,445	69,761,614
18	Amortization of Preliminary Expenses	-	-
19	Share Issue Expenses	-	-
20	Technical/Consultancy Services Fee	15,490,033	18,585,639
21	Entertainment Expenses	819,259	510,490
22	Amortization of Leasehold Assets and Deferred Exp.	16,527,546	18,658,645
23	Security Expenses	44,698,257	41,385,897
24	Credit Guarantee Premium	-	-
25	Commission and Discount	25,131,729	17,881,617
26	Other Expenses	61,068,664	50,234,590
	a. Fuel Expenses	14,680,938	19,909,984
	b.Other Committee Meeting Fee	364,000	250,600
	c. Other Committee Meeting Expenses	3,895	35,982
	d.Anniversarry Expenses	3,415,338	2,337,087
	e. Business Promotion Expenses	1,240,183	1,039,000
	f. Rate and Taxes	5,231,797	10,969,499
	g. Membership fees	3,357,645	3,726,898
	h. Office Cleaning Expenses	5,649,210	5,278,753
	i. Branch Expansion Expense	153,261	468,927
	j. Debit Card Expenses	19,535,801	-
	k. Miscellaneous Expenses	7,436,597	6,217,860
	Total	425,866,293	412,127,118
		.,,	, , , , , , , , , , , , , , , , , , , ,

Machhapuchchhre Bank Limited Provision for Possible Losses For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Loans and Advances	136,890,810	196,758,270
2. Investments	-	-
3. Non- Banking Assets	-	-
4. Other Assets	-	-
Total	136,890,810	196,758,270

Schedule - 4.26

Machhapuchchhre Bank Limited Non-Operating Income/(Loss) For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Profit (Loss) on sale of Investment	15,008,820	-
2. Profit (Loss) on sale of assets	(3,225,346)	87,241,381
3. Dividend	1,018,566	998,826
4. Subsidies Received from Nepal Rastra Bank		
a. Reimbursement of losses of specified branches	-	-
b. Interest Subsidy	-	-
c. Exchange Counter	-	-
5. Others		
a. Gain on Sale of NBA	2,905,091	3,774,207
b. Others	16,577,490	(13,372)
Total Non-Operating Income/(Loss)	32,284,621	92,001,042

Schedule - 4.27

Machhapuchchhre Bank Limited Possible Loss Provision Written Back For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Loan Loss Provision Written Back	96,994,765	126,775,065
2. Provision against Non- Banking Assets' Written Back	27,541,410	23,850,794
3. Provision on Investment Written Back	1,463,391	571,514
4. Provision against Other Assets Written Back	101,726	-
Total	126,101,292	151,197,373

Machhapuchchhre Bank Limited Income/(Expenses) From Extraordinary Activities For the period from 17th July 2015 to 15th July 2016

Amt. in NPR

Particulars	This Year	Previous Year
1. Recovery of Written off Loan	9,850,010	5,770,421
2. Volunteering Retirement Scheme Expenses	-	-
3. Irrecoverable Loans Written Off (4.28 a)	(3,999,876)	-
4. Other (Expenses)/Income	-	-
Total	5,850,134	5,770,421

Schedule - 4.28(a)

Machhapuchchhre Bank Limited Statement of Loans written off For the period from 17th July 2015 to 15th July 2016

S.N.	Loan Category	Writen off Amount	Types of Security and Amount	Basis of Security Valuation	Loan Sanctioning Official/ Rank	Efforts made for Recovery	Remarks
1	Working Capital Loan	3,999,876					-
2	Real Estate	-					-
3	Hire Purchase	-					-
4	Personal Loan	-					-
5	Other Loans(STL)	-					
	Total Loans	3,999,876	-	-	-	-	-

Machhapuchchhre Bank Limited Statement of Loans and Advances Extended to Directors/Chief Executive/Promoters/Employee and Shareholders For the period from 17th July 2015 to 15th July 2016

The Statement of loans under total amount of Bills Purchased and Discounted, Loans, Advances and Overdraft, provided to the Directors, Chief Executive, Promoters, Employees, Shareholders and to the individual members of "their undivided family" OR against the guarantee of such persons OR to the organizations or companies in which such individuals are managing agent, are as follows:

	Name of Promoter/ Director/ Chief Executive	Previous Year's Balance		This Year's Recovery				This Year Additions	Balance as on 15th July 2016	
		Principal	Interest	Principal	Interest		Principal	Interest		
(A)	<u>Directors</u>									
	1									
	2									
(B)	Chief Executive									
	1									
	2									
(C)	Promoters (Family)									
	1. Classic Holding Company Pvt Ltd*	28,441,142		28,441,142						
	2									
(D)	Employees									
	1									
	2									
(E)	Shareholders									
	<u>1</u>									
	2									
	Total	28,441,142	-	28,441,142	-	-	-	-		

^{*} Loan against Fixed Deposit of Promoter Dr. Upendra Mahato's family.

Schedule - 4.30A

Machhapuchchhre Bank Limited ANNEXURE: REPORTING FORMS FORM NO.1 CAPITAL ADEQUACY TABLE As on 15th July 2016

Rs. (In full figure)

		This Year	Previous Year
1.1 RISK WEIG	GHTED EXPOSURES		
а	Risk Weighted Exposure for Credit Risk	42,751,877,785	32,801,933,437
b	Risk Weighted Exposure for Operational Risk	2,214,018,700	1,694,806,216
С	Risk Weighted Exposure for Market Risk	26,895,537	12,357,262
	Total Risk Weighted Exposures (Before adjustments of Pillar II)	44,992,792,021	34,509,096,914
	Adjustments under Pillar II		-
	Add: 3% of Total RWE due to Supervisory Review Process	1,349,783,761	1,035,272,907
	Add: % of Total RWE due to non compliance to disclosure requirement		-
Total Risk Wei	ghted Exposures (a+b+c)	46,342,575,782	35,544,369,822

1.2 CAPITAL		This Year	Previous Year
(A) Core Capita	al (Tier 1)	5,245,116,527	3,959,269,039
а	Paid up Equity Share Capital	3,864,540,000	2,951,083,196
b	Irredeemable non-cumulative preference shares		-
С	Share Premium	-	-
d	Proposed Bonus Equity Share	801,890,000	533,040,000
е	Statutory General Reserve	603,689,331	424,044,794
f	Retained Earnings	2,547,684	3,585,453
g	Un-audited current year cumulative profit		-
h	Capital Redemption Reserve		-
i	Capital Adjustment Reserve	-	-
j	Dividend Equalization Reserve		-
k	Other Free Reserve	43,645,633	52,937,909
1	Less : Goodwill	-	-
m	Less: Deferred Tax Assets	43,645,633	-
n	Less : Fictitious Assets	7,673,189	5,422,312
0	Less: Investment in equity in licensed Financial Institutions		-
р	Less: Investment in equity of institutions with Financial interests	15,000,000	-
q	Less: Investment in equity of institutions in excess of limits		-
r	Less: Investments arising out of underwriting commitments		-
S	Less: Reciprocal crossholdings		-
t	Less: Purchase of Land& Building in excess of limit and unutilized	4,877,300	-
u	Less: Other Deductions		-
	Adjustment Under Pillar II		
SRP 6.4.a(1)	Less: Shortfall in provision (6.4 a1)		
SRP 6.4.a(2)	Less: Loans and facilities extended to related parties and restricted lending (6.4 a 2)		

(B)Supplemen	tary Capital (Tier 2)	480,936,265	392,645,865
а	Cumulative and/or Redeemable Preference Shares		
b	Subordinated Term Debt		
С	Hybrid Capital Instruments		
d	General Loan Loss Provision	457,046,162	366,361,547
е	Exchange Equalization Reserve	8,793,320	10,808,870
f	Investment Adjustment Reserve	15,096,783	15,475,447
g	Assets Revaluation Reserve		
h	Other Reserves		
Total Capital F	und (Tier 1 and Tier 2)	5,726,052,792	4,351,914,904

1.3 CAPITAL A	ADEQUACY RATIOS	This Year	Previous Year
а	Tier 1 Capital to Total Risk Weighted Exposures	11.32	11.14
b	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	12.36	12.24

Schedule - 4.30B

Machhapuchchhre Bank Limited FORM NO.2 RISK WEIGHTED EXPOSURE FOR CREDIT RISK For the period from 17th July 2015 to 15th July 2016

Rs. (In full figure)

				Current Year	Year				Previous Year	ear
	Particulars	Book Value (a)	Specific Provision (b)	Eligible CRM (c)	Net Value (d=a-b-c)	Risk Weight (e)	Risk Weighted Exposures (f=d*e)	Net Value (d=a-b-c)	Risk Weight (e)	Risk Weighted Exposures (f=d*e)
	A. Balance Sheet Exposure				1		•	•		•
-	Cash Balance	2,107,171,464			2,107,171,464	%0	,	2,096,962,830	%0	1
N	Balance With Nepal Rastra Bank	3,808,028,939			3,808,028,939	%0	1	4,616,007,818	%0	1
က	Gold				ı	%0	ı	1	%0	1
4	Investment in Nepalese Government Securities	2,971,900,000			2,971,900,000	%0	1	1,071,900,000	%0	1
5	All other Claims on Government of Nepal	133,723,338	1		133,723,338	%0	1	129,844,594	%0	1
9	Investment in Nepal Rastra Bank Securities	1,652,483,482			1,652,483,482	%0	1	1,570,296,745	%0	1
7	All other Claims on Nepal Rastra Bank	32,949,269			32,949,269	%0	ī	12,694,422	%0	1
∞	Claims on Foreign Government and Central Bank (ECA 0-1)	1			ı	%0	1	1	%0	1
တ	Claims on Foreign Government and Central Bank (ECA 2)	1			ı	20%	ſ	1	20%	1
10	Claims on Foreign Government and Central Bank (ECA 3)	ı			ı	%09	ı	1	20%	ı
Ξ	Claims on Foreign Government and Central Bank (ECA 4-6)	ı			ľ	100%	ſ	1	100%	ı
12	Claims on Foreign Government and Central Bank (ECA 7)	ı			ı	150%	ı	1	150%	ı
13	Claims On BIS, IMF, ECB, EC and On Multitateral Development Banks(MDB's) Recognised by the framework	1			1	%0	1	ı	%0	1
4	Claims on Other Multilateral Development Banks	1			1	100%	1	1	100%	1
15	Claims on Public Sector Entity (ECA 0-1)	1			ı	70%	r	1	20%	ı
16	Claims on Public Sector Entity (ECA 2)	ı			ı	%09	r	1	20%	ı
17	Claims on Public Sector Entity (ECA 3-6)	ı			ı	100%	ı	1	100%	ı
18	Claims on Public Sector Entity (ECA 7)	1			ı	150%	1	1	150%	1
10	Claims on domestic banks that meet capital adequacy requirements	1,536,708,219	1		1,536,708,219	50%	307,341,644	554,900,501	20%	110,980,100
20	Claims on domestic banks that do not meet capital adequacy requirements	209,830,657			209,830,657	100%	209,830,657	583,556,616	100%	583,556,616
21	Claims on Foreign bank (ECA Rating 0-1)	1,525,620,486			1,525,620,486	20%	305,124,097	975,153,324	20%	195,030,665
22	Claims on Foreign bank(ECA Rating 2)	697,755,700			697,755,700	%09	348,877,850	424,045,583	%09	212,022,791
23	Claims on Foreign bank (ECA Rating 3-6)	1			ı	100%	•	1	100%	•
24	Claims on Foreign bank (ECA Rating7	1			İ	150%	ı	1	150%	1
25	Claims on foreign bank incorporatedin SAARC Region operating with a buffer of 1% above their respective regulatory capital requirement	410,148,106			410,148,106	50%	82,029,621	483,747,000	20%	96,749,400
26	Claims on Domestic Corporates	23,133,618,618	65,179,408		23,068,439,210	100%	23,068,439,210	12,353,912,463	100%	12,353,912,463

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	ר מוניטנונט איני פוני פוני פוני פוני פוני פוני פוני פ	Book Value (a)	Specific Provision (b)	Eligible CRM (c)	Net Value (d=a-b-c)	Risk Weight (e)	Risk Weighted Exposures (f=d*e)	Net Value (d=a-b-c)	Risk Weight (e)	Risk Weighted Exposures (f=d*e)
	Claims on Foreign Corporates (ECA 0-1)	•			1	20%	1	1	20%	•
	Claims on Foreign Corporates (ECA 2)	1			ı	20%	1	1	20%	1
	Claims on Foreign Corporates (ECA 3-6)	1			1	100%	1	1	100%	1
30 CI	Claims on Foreign Corporates (ECA 7)	1			1	150%	1	1	150%	1
31 R	Regulatory Retail Portfolio (Not Overdue)	12,092,593,362	46,982,479	46,058,553	11,999,552,330	75%	8,999,664,248	10,884,786,242	75%	8,163,589,682
32 CI	Claim fulfillingall criterion of Regulatory Retail except granularity				1	100%	1	3,060,838,235	100%	3,060,838,235
33 O	Claims secured by residential properties	5,838,730,290	1		5,838,730,290	%09	3,503,238,174	4,363,521,095	%09	2,618,112,657
34 O	Claims not fully secured by residential properties				1	150%	1	1	150%	1
35 CI	Claims secured by residential properties (Overdue)	4,012,271	3,165,611		846,660	100%	846,660	4,765,426	100%	4,765,426
36 CI	Claims secured by Commercial real estate	577,154,774	1		577,154,774	100%	577,154,774	950,834,618	100%	950,834,618
37 Pg	Past due claims (except for claim secured by residential properties)	93,407,362	23,351,841		70,055,522	150%	105,083,282	28,303,486	150%	42,455,229
38 H	High Risk claims	613,003,892	2,319,997		610,683,895	150%	916,025,842	282,634,486	150%	423,951,728
39 Institution	Investment in equity and other capital instrument of institutions listed in the stock exchange	4,839,157			4,839,157	100%	4,839,157	23,772,357	100%	23,772,357
40 In	investment in equity and other capital instrument of institutions not listed in the stock	20,030,000			20,030,000	150%	30,045,000	20,030,000	150%	30,045,000
41 St	Staff Loan Secured by Residential Property	361,451,345			361,451,345	%09	216,870,807	295,072,835	%09	177,043,701
42 In	Interest Receivable/Claim on Government Securities	1			1	%0	1	2,140,000	%0	1
43 C	Cash in transit and other cash items in the process of collection	465,757,081	1		465,757,081	20%	93,151,416	1,049,991,640	20%	209,998,328
44	Other Assets (as per attachment)	1,400,625,830	1		1,400,625,830	100%	1,400,625,830	1,291,988,410	100%	1,291,988,410
ı	Total	59,691,543,641	140,999,336	46,058,553	59,504,485,753		40,169,188,270	47,131,700,725		30,549,647,407
m m	B. Off Balance Sheet Exposures					Risk Weight e	Risk Weighted Exposures f=d*e	Net Value d=a-b-c	Risk Weight e	Risk Weighted Exposures f=d*e
- E	Revocable Commitments				ı	%0	ı	1	%0	1
2 Bi	Bills Under Collection	8,045,789			8,045,789	%0	ı	12,413,972	%0	1
3 Fc	Forward Exchange Contract Liabilities	203,614,015			203,614,015	10%	20,361,402	376,875,037	10%	37,687,504
4 L(LC Commitments with original maturity upto 6 months	1,348,615,323		266,703,809	1,081,911,515	20%	216,382,303	926,225,841	20%	185,245,168
2	Foreign Counterparty (ECA 0 -1)				1	20%	1	1	20%	1
9	Foreign Counterparty (ECA 2)				1	%09	1	1	20%	1
7	Foreign Counterparty (ECA 3 -6)				1	100%	1	1	100%	1
ω	Foreign Counterparty (ECA 7)				•	150%	1	•	150%	1
0	LC Commitments with original maturity over 6 months (domestic Counterparty	211,381,738		229,342	211,152,395	20%	105,576,198	211,222,294	20%	105,611,147
9	Foreign Counterparty (ECA 0 -1)				1	20%	1	1	20%	1
=	Foreign Counterparty (ECA 2)				1	%09	1	1	%09	1
12	Foreign Counterparty (ECA 3 -6)				1	100%	1	ı	100%	1
13	Foreign Counterparty (ECA 7)				1	150%	1	•	150%	1

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				Current Year	Year				Previous Year	/ear
	Particulars	Book Value (a)	Specific Provision (b)	Eligible CRM (c)	Net Value (d=a-b-c)	Risk Weight (e)	Risk Weighted Exposures (f=d*e)	Net Value (d=a-b-c)	Risk Weight (e)	Risk Weighted Exposures (f=d*e)
4	Bid Bond, Performance Bond and Counter Guarantee	2,064,557,457		63,087,200	2,001,470,257	%09	1,000,735,129	1,745,938,658	20%	872,969,329
15	Foreign Counterparty (ECA 0 -1)				1	20%	ı	1	20%	1
16	Foreign Counterparty (ECA 2)				1	20%	ī	1	20%	1
17	Foreign Counterparty (ECA 3 -6)				1	100%	1	1	100%	1
18	Foreign Counterparty (ECA 7)				1	150%	ī	1	150%	1
19	Underwriting Commitments				1	20%	1	1	20%	1
20	Lending of Bank's Securities or Posting of Securities as collateral				1	100%	ſ	1	100%	1
21	Repurchase Agreements, Assets sale with recourse				1	100%	ſ	1	100%	1
22	Advance Payment Guarantee	500,009,927		6,017,450	493,992,477	100%	493,992,477	464,154,245	100%	464,154,245
23	Advance Payment Guarantee (Upper Tamakoshi)							1		1
24	Financial Guarantee	Γ		905,000	(902,000)	100%	(902,000)	2,150,000	100%	2,150,000
25	Acceptances and Endorsements				1	100%	ı	1	100%	1
26	Unpaid portion of Partly paid shares and securities				1	100%	ſ	1	100%	1
27	Irrevocable Credit commitments(Short term)	3,648,661,101			3,648,661,101	20%	729,732,220	2,922,343,182	20%	584,468,636
28	Irrevocable Credit commitments(Long term)				1	20%	1	1	20%	1
29	Claims on foreign bank incorporatedin SAARC Region operating with a buffer of 1% above their respective regulatory capital requirement				1	20%	1	1	20%	•
30	Other Contingent Liabilities	16,814,787			16,814,787	100%	16,814,787	1	100%	1
31	Unpaid Guranatee claims				-	200%	1	1	200%	1
	TOTAL	8,001,700,138	•	336,942,802	7,664,757,336		2,582,689,515	6,661,323,229		2,252,286,029
	Total RWE for Credit Risk Before adjustment (A) +(B)	67,693,243,779	140,999,336	383,001,354	67,169,243,088		42,751,877,785	53,793,023,953		32,801,933,437
	Adjustment under pillar II							•		1
	Add: 10% of the loan and facilities in excess of Single obligor Limits (6.4 a 3)				1		1	ı		1
	Add: 1% of contract (sale) value in case of the sale of credit with recourse (6.4 a 4)						1	ı		1
	Total RWE for Credit Risk (After bank's adjustments of Pillar II)	67,693,243,779	140,999,336 383,001,354		67,169,243,088		42,751,877,785	53,793,023,953		32,801,933,437

Schedule - 4.30C

Machhapuchchhre Bank Limited FORM NO.3 ELIGIBLE CREDIT RISK MITIGANTS (CRM)

Rs. (In full figure)

Credit Exposures	Deposits with Bank	Deposits with other banks/FI	Gold	Govt. & NRB Securities	G'tee of Govt.of Nepal	Sec/G'tee of Other Sovereigns	G'tee of domestic banks	G'tee of MDBs	Sec/G'tee of Foreign Banks	Total
	(a)	(q)	(2)	(p)	(e)	(t)	(g)	(h)	()	
Balance Sheet Exposures										1
Claims on Foreign Government and Central Bank (ECA 2)										İ
Claims on Foreign Government and Central Bank (ECA 3)										ı
Claims on Foreign Government and Central Bank (ECA 4-6)										1
Claims on Foreign Government and Central Bank (ECA 7)										1
Claims on Other Multilateral Development Banks										1
Claims on Public Sector Entity (ECA 0-1)										1
Claims on Public Sector Entity (ECA 2)										1
Claims on Public Sector Entity (ECA 3-6)										1
Claims on Public Sector Entity (ECA 7)										1
Claims on domestic banks that meet capital adequacy requirements										ı
Claims on domestic banks that do not meet capital adequacy requirements										1
Claims on foreign bank ECA Rating 0-1)										1
Claims on foreign bank (ECA Rating 2)										1
Claims on foreign bank (ECA Rating 3-6)										1
Claims on foreign bank (ECA Rating 7)										ı
Claims on foreign bank incorporatedin SAARC Region operating with a buffer of 1% above their respective regulatory capital requirement										1
Claims on Domestic Corporates										ı
Claims on Foreign Corporates ECA Rating 0-1)										1
Claims on Foreign Corporates (ECA Rating 2)										1
Claims on Foreign Corporates (ECA Rating 3-6)										1
Claims on Foreign Corporates (ECA Rating 7)										ľ
Regulatory Retail Portfolio (Not Overdue)	46,058,553									46,058,553
Claim fulfilling all criterion of Regulatory Retail except granularity										ı
Claims secured by residential properties										ı
Claims not fully secured by residential properties										ı
Claims secured by residential properties (Overdue)										ı
Claims secured by Commercial real estate										1
Past due claims (except for claim secured by residential properties)										1
High Risk claims										1

Credit Exposures	Deposits with Bank	Deposits with other banks/FI	Gold	Govt. & NRB Securities	G'tee of Govt.of Nepal	Sec/G'tee of Other Sovereigns	G'tee of domestic banks	G'tee of MDBs	Sec/G'tee of Foreign Banks	Total
	(a)	(q)	(2)	(p)	(e)	(J)	(b)	(h)	()	
Investment in equity and other capital instrument of institutions listed in the stock exchange										1
Investment in equity and other capital instrument of institutions not listed in the stock exchange										1
Other Assets (as per attachment)										1
Off Balance Sheet Exposures										46,058,553
Forward Exchange Contract										ı
LC Commitments with original maturity upto 6 months	266,703,809									266,703,809
Domestic Counterparty										ı
Foreign Counterparty (ECA 0 -1)										I
Foreign Counterparty (ECA 2)										ı
Foreign Counterparty (ECA 3-6)										1
Foreign Counterparty (ECA 7)										ı
LC Commitments with original maturity over 6 months (domestic)	229,342									229,342
Domestic Counterparty										ı
Foreign Counterparty (ECA 0 -1)										1
Foreign Counterparty (ECA 2)										ı
Foreign Counterparty (ECA 3-6)										1
Foreign Counterparty (ECA 7)										1
Bid Bond, Performance Bond and Counter Guarantee	63,087,200									63,087,200
Domestic Counterparty										1
Foreign Counterparty (ECA 0 -1)										1
Foreign Counterparty (ECA 2)										1
Foreign Counterparty (ECA 3-6)										1
Foreign Counterparty (ECA 7)										1
Underwriting Commitments										1
Lending of Bank's Securities or Posting of Securities as collateral										1
Repurchase Agreements, Assets sale with recourse										1
Advance Payment Guarantee	6,017,450									6,017,450
Financial Guarantee	905,000									905,000
Acceptances and Endorsements										1
Unpaid portion of Partly paid shares and securities										1
Irrevocable Credit commitments										i
Other Contingent Liabilities										1
Total	336,942,802									336,942,802

Schedule - 4.30D

Machhapuchchhre Bank Limited Risk Weighted Exposure for Operational Risk As on 15th July 2016

Rs. (In full figure)

S.N.	Particulars		Fiscal Year		Previous Year
		2012-13	2013-14	2014-15	
1	Net Interest Income	934,340,000	1,115,996,835	1,355,922,403	
2	Commission and Discount Income	58,880,000	61,254,614	91,625,441	
3	Other Operating Income	150,770,000	181,018,231	179,189,318	
4	Exchange Fluctuation Income	35,313,621	45,798,108	79,344,596	
5	Addition/Deduction in Interest Suspense during the period	120,180,000	4,170,499	14,233,734	
6	Gross income (a)	1,299,483,621	1,408,238,287	1,720,315,492	
7	Alfa (b)	15%	15%	15%	
8	Fixed Percentage of Gross Income [c=(a×b)]	194,922,543	211,235,743	258,047,324	
9	Capital Requirement for operational risk (d) (average of c)	221,401,870			169,480,622
10	Risk Weight (reciprocal of capital requirement of 10%) in times (e)	10			10
11	Equivalent Risk Weight Exposure [f=(d×e)]	2,214,018,700			1,694,806,216

SRP 6.4a (8) Adjustments under Pillar II (If Gross Income for the last three years is negative)

1		Total Credit and Investment (net of Specific Provision) of releted month	-		-
2	2	Capital Requirement for Operational Risk (5% of net credit and investment)	-		-
3	}	Risk Weight (reciprocal of capital requirement of 10%) in times	10		10
4		Equivalent Risk Weight Exposure (g)	-		-
5	i	Equivalent Risk Weight Exposure [h=f+g]	2,214,018,700		1,694,806,216

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Schedule - 4.30E

Machhapuchchhre Bank Limited Risk Weighted Exposure for Market Risk As on 15th July 2016

Rs. (In full figure)

S.No.	Currency	Open Position (FCY)	Open Position (NPR)	Relevant Open Position	Previous Year Relevant Open Position
1	INR	18,282,491	29,265,699	29,265,699	2,606,164
2	USD	112,415	11,455,007	11,455,007	3,154,722
3	GBP	(5,647)	(807,326)	807,326	1,078,989
4	EUR	(31,561)	(3,757,373)	3,757,373	3,312,752
5	THB	11,520	35,101	35,101	89,854
6	CHF	2,620	286,090	286,090	26,532
7	AUD	(2,326)	(189,802)	189,802	1,403,761
8	CAD	1,875	155,596	155,596	171,731
9	SGD	3,151	250,772	250,772	214,873
10	JPY	2,027,461	2,042,667	2,042,667	5,731,691
11	HKD	24,260	333,089	333,089	300,140
12	DKK	1,150	18,331	18,331	75,327
13	SEK	2,060	25,853	25,853	119,110
14	SAR	37,809	1,074,456	1,074,456	2,238,224
15	QAR	22,329	653,234	653,234	784,777
16	AED	49,284	1,429,925	1,429,925	1,292,471
17	MYR	55,928	1,509,776	1,509,776	1,268,158
18	KRW	160,000	14,736	14,736	73,398
19	CNY	8,120	129,530	129,530	601,318
20	KWD	1,017	356,570	356,570	150,531
21	BHD	1	140	140	20,000
(a)	Total Open F	Position	44,282,071	53,791,073	24,714,524
` '	Fixed Perce			5%	5%
(c) (Capital Char	ge for Market Risk (=a×	b)	2,689,554	1,235,726
(d) I	Risk Weight	(reciprocal of capital re-	quirement of 10%) in times	10	10
(e) I	Equivalent R	lisk Weight Exposure (=	c×d)	26,895,537	12,357,262

MACHHAPUCHCHHRE BANK LIMITED PRINCIPAL INDICATORS

Particulars	Indicators	ъ.	У.	Y.	Ϋ́	Α,
		2011/12	2012/13	2013/14	2014/15	2015/16
1. Net Profit/Gross Income	%	1.62%	5.54%	13.66%	16.65%	21.96%
2. Earnings Per Share	Rs.	1.54	5.98	18.34	22.20	25.04
3. Market Value per Share	Rs.	107.00	203.00	92.00	564.00	00.089
4. Price Earning Ratio	Ratio	69.41	33.96	31.40	25.40	27.15
5. Dividend (including bonus) on share capital	%	%00.0	%00.0	12.63%	16.84%	21.84%
6. Cash Dividend on share Capital	%	%00.0	%00.0	0.63%	0.84%	1.09%
7. Interest Income/Loans & Advances	%	11.98%	11.29%	%09.6	8.93%	%06'.2
8. Employee Expenses/Total Operating Exps	%	8.35%	11.18%	11.75%	13.90%	18.54%
9. Interest Exps on Total Deposit and Borrowings	%	%26.9	5.46%	4.63%	3.97%	3.13%
10. Exchange Fluctuation Gain/Total Income	%	2.25%	1.32%	1.62%	2.23%	2.99%
11. Staff Bonus/ Total Employee Expenses	%	%00.0	9.30%	23.01%	25.91%	27.51%
12. Net Profit/Loans & Advances	%	0.24%	%89.0	1.54%	1.77%	2.03%
13. Net Profit/ Total Assets	%	0.16%	0.49%	1.12%	1.26%	1.51%
14. Total Credit/Deposit	%	74.62%	79.79%	79.56%	78.77%	84.59%
15. Total Operating Expenses/Total Assets	%	1.95%	1.98%	1.64%	1.56%	4.27%
16. Adequacy of Capital Fund on Risk Weightage Assets						
a. Core Capital	%	14.11%	11.59%	%69'6	11.14%	11.32%
b. Supplementary Capital	%	0.93%	%56.0	0.94%	1.10%	1.04%
c. Total Capital Fund	%	15.04%	12.54%	10.63%	12.24%	12.36%
17. Liquidity (CRR)	%	15.34%	11.07%	9.24%	11.02%	6.84%
18. Non Performing Loans/Total Loans	%	2.84%	2.84%	1.78%	0.64%	0.55%
19. Base Rate	%	%00.0	10.26%	8.25%	%69.2	6.18%
20. Weighted Average Interest Rate Spread	%	5.01%	4.63%	4.97%	4.65%	4.59%
21. Book Net worth	Rs.	2,648,076,726	2,796,260,797	3,235,708,172	3,816,142,380	5,340,202,752
22. Total Shares	Number	24,787,946	24,787,946	24,787,946	27,762,499	38,645,400
23. Total Employees	Number	669	295	614	265	699
24. Productivity per Staff	Rs.'000	63.79	263.67	740.53	1032.45	1354.79
25. Book Value Per Share	Rs.	106.83	112.81	130.54	137.46	138.18

Schedule - 4.34

Statements of Loans availed by promoters/shareholders classified under promoter's group from other banks and financial institutions by pledging shares under their ownership **MACHHAPUCHCHHRE BANK LIMITED**

S. N.	Promoters/Shareholders classified under Promoter	Promoter's Shar Ownership	omoter's Share Ownership	Loan Details			Remarks
	group	Total No. of Shares	% of Total Paid up Capital	Name of the Bank & Financial Institutions	Loan Amount	Total no. of Pledged Shares	
-	Dr. Dharma Raj Shrestha	676,428	2.03	Nepal Share Market And Finance Ltd.	1	20,000	
2	Ganesh Bahadur Shrestha	395,404	1.19	NIC Asia Bank Ltd	1	146,969	
				Kumari Bank Ltd.	25,000,000	16,239	
				Prime Bank Ltd		006'59	
က	Indra Bahadur Manandhar	23,968	0.07	NIC Asia Bank Ltd	1,596,530	17,715	
4	Jagat Mohan Gauchan	65,269	0.20	Prime Commercial Bank Ltd.		33,593	
				Star Saving And Credit Co-operative Ltd.		22,370	
2	Kiran K.c.	494,251	1.48	Citizen Bank International Ltd.	34,328,969	183,903	
9	Laxmi Narayan Manandhar	23,809	0.07	NIC Asia Bank Ltd	4,965,000	17,715	
7	Mayur Mohan Gauchan	27,866	0.08	Star Saving And Credit Co-operative Ltd.	7,500,000	4,841	
∞	Rustam Baniya	39,873	0.12	Yeti Development Bank Ltd.	1,600,000	29,668	
0	Shanker Man Dongol	060,09	0.18	Goodwill Finance Ltd.		15,951	
				Jme Multipurpose	2,000,000	20,439	
9	Sushila Gauchan	6,879	0.05	Star Saving And Credit Co-operative Ltd.		4,487	
=	Ajad Shrestha	219,120	0.66	NIC Asia Bank Ltd		144,785	
12	Dr.upendra Mahato	3,043,956	9.14	Citizen Bank International Ltd.	18,000,000	1,518,978	
13	Santa Bahadur Gurung	67,647	0.20	Kaski Finance Ltd	2,000,000	50,333	
4	Dr. Surendra mahato	4,761,081	14.29	NMB Bank Ltd	100,000,000	1,983,784	
15	Hiranya Prakash Dhar	442,234	1.33	Clean Energy Devlopment	9,081,587	164,521	
16	Arjun Bandhu Regmi	49,750	0.15	Nepal Bangladesh Bank		49,750	
17	Bandana Karki	138,658	0.42	Prime Commercial Bank Ltd.	19,000,000	115,549	
8	Praneshwor Pokharel	338,085	1.01	NMB BANK LTD		40,000	
19	Prem Kumari K.C.	2,917,176	8.76	Nepal Express Finance Ltd	40,000,000	1,458,588	
	Total	13,791,544	41.40		265,072,086	6,156,078	

Machhapuchchhre Bank Limited Comparision of Unaudited and Audited Financial Statement As on 16th July 2015

Total Capital and Liabilities (11 to 1.7) G0042834.22 G0011308.589 (31,525,679) G054 G054 G054 G054 G054 G0042834.22 G0011308.589 (31,525,679) G054	S.N.	Particulars	As per Unaudited	As per Audited	Variance	90	Reasons for Variance
Total Capital and Llabilities (1.1 to 1.7) 60,042,834,262 60,011,308,589 (31,526,73) (0.05) Paid Up Capital 3,864,540,000 4,666,430,000 801,890,000 20.75 Paid Up Capital 1,511,452,625 673,772,751 (837,679,874) (6.542) Bornowings 1,234,291,000 1,234,291,000 1,234,291,000			Financial Statement	Financial Statement	in Amount	% ui	
Paid Up Capital 3,864,540,000 4,666,430,000 801,890,000 20,75 Reserve and Surplus 1,511,452,625 673,772,751 (837,679,874) (55.42) Debenture and Bond 1,234,291,000 1,234,291,000 1,234,291,000 1,234,291,000 1,234,291,000 Borrowings 52,291,877,270 52,291,877,270 52,291,877,270 1,746,977,270 1,776,977,270 1,746,977,270 1,776,977,270	-	Total Capital and Liabilities (1.1 to 1.7)	60,042,834,262	60,011,308,589	(31,525,673)	(0.05)	
Debenture and Surplus	1.1	Paid Up Capital	3,864,540,000	4,666,430,000	801,890,000	20.75	Due to proposed bonus share
Debenture and Bond	1.2	Reserve and Surplus	1,511,452,625	673,772,751	(837,679,874)	(55.42)	Due to tax calculation as per income tax and proposed bonus share
Borrowings 1,234,291,000 1,234,291,000 - Deposits (a-b) a. Domestic Currency 52,291,877,270 52,291,877,270 - a. Domestic Currency 1,746,974,375 60,630,229,525 85,326,571 (4.88) b. Foreign Currency 1,746,974,367 1,144,937,568 86,326,571 (4.88) Income Tax Liability 1,140,673,367 1,144,937,568 4,264,201 0,37 Other Liabilities Cash and Bank Balance 7,997,353,448 7,997,353,448 1,0679,064 0,02 Cash and Bank Balance 7,997,353,448 7,997,353,448 7,997,353,448 1,0679,064 0,02 Cash and Bank Balance 6,007,981,826 6,010,913,137 2,951,311 0,05 Investments a. Real Estate Loan(Except personal home 2,335,736,645 2,355,736,645 - Loans and Advances a. Beat Estate Loan(Except personal home 2,335,736,645 2,357,766,64 - Construction Loan 3. Income Generating Commercial Complex Loan 368,707,667 368,707,667 - A. Other Real Estate Loan (including Lean (including Lean (includ	1.3	Debenture and Bond	1	1	1	1	
a. Deposits (a+b) a. Deposits (a+b) a. Deposits (a+b) a. Deposits (a+b) a. Domestic Currency a. Deposits (a+b) b. Foreign Currency b. Foreign Currency b. Foreign Currency correction Curr	4.1	Borrowings	1,234,291,000	1,234,291,000	1	1	
a. Domestic Currency b. Foreign Currency content and Labilities content and Bank Balance cash and Bank Balance cash and Bank Balance cash and Bank Balance construction constr	1.5	Deposits (a+b)	52,291,877,270	52,291,877,270	1	1	
b. Foreign Currency Income Tax Liability Income Tax Liabilities Inco		a. Domestic Currency	50,544,902,955	50,630,229,525	85,326,571	0.17	Due to regrouping
Other Liabilities		b. Foreign Currency	1,746,974,315	1,661,647,745	(85,326,571)	(4.88)	Due to regrouping
Other Liabilities 1,140,673,367 1,144,937,568 4,264,201 0.03 Total Assets (2.1 to 2.7) 60,042,834,262 60,063,513,326 10,679,064 0.02 Cash and Bank Balance 7,997,353,448 7,997,353,448 7,997,353,448 - - Money at Call and Short Notice 6,007,961,826 6,010,913,137 2,951,311 0.05 Loans and Advances 44,234,231,644 44,234,231,644 - - Loans and Advances 44,234,231,644 44,234,231,644 - - a. Real Estate Loan 476,260,202 476,260,202 - - 1. Residential Real Estate Loan(Except personal home 476,260,202 476,260,202 - - 2. Business Complex & Residential Apartment 119,954,092 476,260,202 - - 3. Income Generating Commercial Complex Loan 368,707,667 368,707,667 - - 4. Other Real Estate Loan (including Land purchase & 1,370,814,685 1,370,814,685 - - - b. Personal home loan of Rs. 10 Millions less 5,440,026,917 5,440,026,917	1.6	Income Tax Liability	1	1	1	1	
Total Assets (2.1 to 2.7) 60,042,834,262 60,063,513,326 10,679,064 0.02 Cash and Bank Balance 7,997,353,448 7,997,353,448 - - Money at Call and Short Notice 6,007,961,826 6,010,913,137 2,951,311 0.05 Investments 44,234,231,644 44,234,231,644 - - Loans and Advances 44,234,231,644 44,234,231,644 - - a. Real Estate Loan 44,234,231,644 44,234,231,644 - - 1. Residental Real Estate Loan 476,260,202 476,260,202 - - 2. Business Complex & Residential Apartment 119,954,092 119,954,092 - - 2. Business Complex & Residential Apartment 388,707,667 388,707,667 - - 4. Other Real Estate Loan (including Land purchase & 1,370,814,685 1,370,814,685 - - - b. Personal home loan of Rs. 10 Millions less 5,440,026,917 5,440,026,917 - - c. Margin Type Loan 6. Tem Loan 5,426,476,418 5,426,476,418 - -	1.7	Other Liabilities	1,140,673,367	1,144,937,568	4,264,201	0.37	
Cash and Bank Balance 7,997,353,448 7,997,353,448 - - Money at Call and Short Notice - - - - Investments 6,007,961,826 6,010,913,137 2,351,311 0.05 Loans and Advances 44,234,231,644 44,234,231,644 - - a. Real Estate Loan 2,335,736,645 - - - 1. Residential Real Estate Loan(Except personal home upto 10 Millions) 119,954,092 476,260,202 - - 2. Business Complex & Residential Apartment Construction Loan 388,707,667 368,707,667 - - 3. Income Generating Commercial Complex Loan 388,707,667 368,707,667 - - 4. Other Real Estate Loan (including Land purchase & 1,370,814,685 1,370,814,685 - - Plotting) b. Personal home loan of Rs. 10 Millions less 5,440,026,917 5,440,026,917 - c. Margin Type Loan 5,426,476,418 5,426,476,418 - - d. Term Loan 5,426,476,418 - -	2	Total Assets (2.1 to 2.7)	60,042,834,262	60,053,513,326	10,679,064	0.05	
Money at Call and Short Notice - <th< td=""><td>2.1</td><td>Cash and Bank Balance</td><td>7,997,353,448</td><td>7,997,353,448</td><td>1</td><td>1</td><td></td></th<>	2.1	Cash and Bank Balance	7,997,353,448	7,997,353,448	1	1	
Investments	2.2	Money at Call and Short Notice	1	1	1	1	
Loans and Advances a. Real Estate Loan 1. Residental Real Estate Loan(Except personal home and point of Millians) 2. Business Complex & Residential Apartment construction Loan 3. Income Generating Commercial Complex Loan 4. Other Real Estate Loan (including Land purchase & 1,370,814,685 Plotting) b. Personal home loan of Rs. 10 Millians less c. Margin Type Loan d. Term Loan 4. At 240,026,917 c. Margin Type Loan d. Term Loan 4. Term Loan 5,426,476,418	2.3	Investments	6,007,961,826	6,010,913,137	2,951,311	0.05	Due to provision for investment & regrouping of premium paid on bond
istate Loan 2,335,736,645 antal Real Estate Loan(Except personal home 476,260,202 to 10 Millions) 119,954,092 119,954,092 1100 Allinos	2.4	Loans and Advances	44,234,231,644	44,234,231,644	1	1	
antal Real Estate Loan(Except personal home to 10 Millions) ses Complex & Residential Apartment ass Complex & Residential Apartment ass Complex Coan e Generating Commercial Complex Loan (including Land purchase & 1,370,814,685) nal home loan of Rs. 10 Millions less 65,440,026,917 or Type Loan 5,426,476,418		a. Real Estate Loan	2,335,736,645	2,335,736,645	1	1	
ses Complex & Residential Apartment stion Loan e Generating Commercial Complex Loan 368,707,667 Real Estate Loan (including Land purchase & 1,370,814,685 nal home loan of Rs. 10 Millions less 65,440,026,917 Type Loan 5,426,476,418		1. Residental Real Estate Loan(Except personal home loan upto 10 Millions)	476,260,202	476,260,202	1	1	
e Generating Commercial Complex Loan 368,707,667 Real Estate Loan (including Land purchase & 1,370,814,685 nal home loan of Rs. 10 Millions less 5,440,026,917 oan 65,751,171 Loan 5,426,476,418		2. Business Complex & Residential Apartment Construction Loan	119,954,092	119,954,092	1	1	
Real Estate Loan (including Land purchase & 1,370,814,685 nal home loan of Rs. 10 Millions less 5,440,026,917 Type Loan 65,751,171 Loan 5,426,476,418		3. Income Generating Commercial Complex Loan	368,707,667	368,707,667	1	1	
ome loan of Rs. 10 Millions less 5,440,026,917 e Loan 65,751,171 5,426,476,418		 Other Real Estate Loan (including Land purchase & Plotting) 	1,370,814,685	1,370,814,685	1	ı	
e Loan 65,751,171 5,426,476,418		b. Personal home loan of Rs. 10 Millions less	5,440,026,917	5,440,026,917	1	1	
5,426,476,418		c. Margin Type Loan	65,751,171	65,751,171	1	1	
		d. Term Loan	5,426,476,418	5,426,476,418	ı	1	

S. N.	Particulars	As per Unaudited	As per Audited	Variance	Se	Reasons for Variance
		Financial Statement	Financial Statement	in Amount	% ui	
	e. Overdraft Loan/TR Loan/ WC Loan	13,461,503,429	13,461,503,429	1	1	
	f. Others	17,504,737,063	17,504,737,063	1	1	
2.5	Fixed Assets	647,218,197	758,952,659	111,734,461	17.26	Due to regrouping of leasehold assets
2.6	Non- Banking Assets	1	1	1	1	
2.7	Other Assets	1,156,069,147	1,052,062,439	(104,006,708)	(9.00)	Due to regrouping of leasehold assets
ဗ	Profit and Loss Account			1	•	
				1	1	
3.1	Interest Income	3,495,352,864	3,495,300,235	(52,630)	(00.00)	
3.2	Interest Expenses	1,637,979,809	1,637,979,809	1	1	
	A. Net Interest Income (3.1 -3.2)	1,857,373,055	1,857,320,426	(52,630)	(0.00)	
3.3	Fees, Commission and Discount	92,297,329	91,419,588	(877,741)	(0.95)	Due to unearned income transfer
3.4	Other Operating Income	231,930,262	226,157,619	(5,772,643)	(2.49)	Due to net off of CIC charges
3.5	Foreign Exchange Gain/Loss (Net)	116,510,859	116,510,859	1	1	
	B. Total Operating Income (A.+3.3+3.4+3.5)	2,298,111,506	2,291,408,492	(6,703,014)	(0.29)	
3.6	Staff Expenses	469,881,134	470,097,776	216,642	0.05	Due to salary adjustment
3.7	Other Operating Expenses	431,539,785	425,866,293	(5,673,492)	(1.31)	Due to CIC charge netted off against income
	C. Operating Profit Before Provision (B3.6-3.7)	1,396,690,586	1,395,444,422	(1,246,164)	(0.09)	
3.8	Provision for Possible Losses	130,981,031	136,890,810	5,909,779	4.51	Due to regrouping of write back provision
	D. Operating Profit (C3.8)	1,265,709,555	1,258,553,612	(7,155,943)	(0.57)	
3.9	Non- Operating Income/Expenses (Net)	32,278,363	32,284,621	6,259	0.05	
3.10	Write Back of Provision for Possible Loss	120,191,512	126,101,292	5,909,780	4.92	Due to regrouping of write back provision
	E. Profit from Regular Activities (D+3.9+3.10)	1,418,179,429	1,416,939,525	(1,239,905)	(0.09)	
3.11	Extraordinary Income/Expenses (Net)	5,853,765	5,850,134	(3,632)	(0.06)	
	F. Profit Before Bonus and Taxes (E+3.11)	1,424,033,195	1,422,789,658	(1,243,536)	(0.09)	
3.12	Provision for Staff Bonus	129,457,563	129,344,514	(113,049)	(0.09)	
3.13	Provision for Taxes	402,767,812	395,222,462	(7,545,349)	(1.87)	Due to tax calculation as per income tax
	G. Net Profit/Loss (F 3.12-3.13)	891,807,820	898,222,681	6,414,862	0.72	

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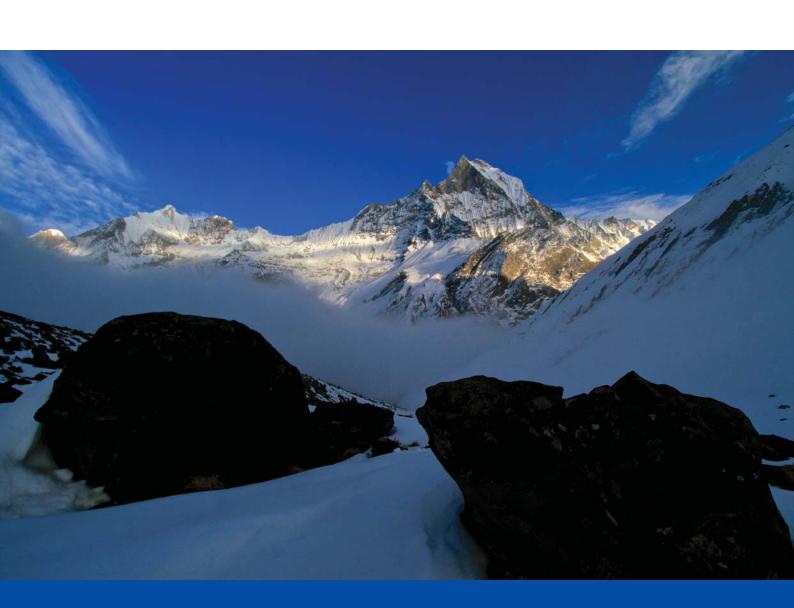
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