



Unaudited Financial Results (Quarterly)
2nd Quarter ended of Fiscal Year 2075/76

Rs. in '000

Statement of Financial Position	This Quarter Ending		Previous Quarter Ending		Corresponding Previous Quarter Ending	
	Group	Siddhartha Bank	Group	Siddhartha Bank	Group	Siddhartha Bank
Assets						
Cash and cash equivalent	8,142,180	8,120,867	6,226,051	6,211,659	4,417,683	4,280,399
Due from NRB and placements with BFI	6,897,710	6,897,710	6,413,181	6,413,181	5,166,031	5,166,031
Loan and advances	97,508,526	97,507,052	90,672,086	90,670,512	76,914,719	76,913,132
Investments Securities	13,258,150	12,970,466	13,926,927	13,613,476	13,275,610	13,059,298
Investment in subsidiaries and associates	-	51,000	-	51,000	-	51,000
Goodwill and intangible assets	12,725	11,756	13,327	12,195	12,673	11,968
Other assets	2,057,355	1,998,235	1,928,395	1,883,237	1,593,381	1,471,570
Total Assets	127,876,645	127,557,086	119,179,968	118,855,260	101,380,097	100,953,399
Capital and Liabilities						
Paid up Capital	8,887,605	8,887,605	8,464,385	8,464,385	7,056,515	7,056,515
Reserves and surplus	5,329,873	5,197,228	5,783,190	5,627,729	5,299,904	5,165,661
Deposits	105,970,257	106,384,918	99,907,730	100,253,140	85,319,737	85,566,023
Borrowings	1,774,541	1,774,541	623,771	623,771	445,752	445,752
Bond and Debenture	3,366,079	3,366,079	1,203,520	1,203,520	1,203,520	1,203,520
Other liabilities and provisions	2,548,291	1,946,716	3,197,372	2,682,715	2,054,670	1,515,928
Total Capital and Liabilities	127,876,645	127,557,086	119,179,968	118,855,260	101,380,097	100,953,399

Statement of Profit or Loss	Up to this Quarter		Up to Previous Quarter		Up to Corresponding Previous Quarter	
	Group	Siddhartha Bank	Group	Siddhartha Bank	Group	Siddhartha Bank
Interest income	6,105,560	6,087,682	3,087,270	3,077,382	4,521,986	4,508,199
Interest expense	3,787,072	3,798,846	1,828,242	1,835,408	2,960,489	2,974,150
Net interest income	2,318,488	2,288,837	1,259,028	1,241,974	1,561,496	1,534,050
Fee and commission income	497,866	460,302	240,638	222,724	387,822	342,858
Fee and commission expense	79,143	76,204	34,110	32,038	59,779	56,981
Net fee and commission income	418,723	384,098	206,528	190,686	328,043	285,877
Other operating income	285,324	280,551	122,744	122,558	316,659	276,018
Total operating income	3,022,536	2,953,485	1,588,300	1,555,218	2,206,199	2,095,944
Impairment charge/(reversal) for loans and other losses	334,169	334,169	302,726	302,726	103,739	103,739
Net operating income	2,688,367	2,619,316	1,285,574	1,252,492	2,102,460	1,992,206
Personnel expenses	732,326	715,044	345,209	335,847	502,577	485,402
Other operating expenses	395,589	382,329	179,373	172,372	278,907	265,236
Operating profit	1,560,452	1,521,943	760,992	744,273	1,320,976	1,241,568
Non operating income/(expense)	5,945	5,834	5,834	5,834	509	400
Profit before tax	1,566,397	1,527,777	766,826	750,107	1,321,485	1,241,968
Income tax	469,919	458,333	230,048	225,032	386,445	372,590
Profit/(loss) for the period	1,096,478	1,069,444	536,778	525,075	935,040	869,377
Other comprehensive income	3,254	3,254	(30,699)	(30,699)	(300,103)	(273,838)
Total comprehensive income	1,099,732	1,072,698	506,079	494,375	634,938	595,539

Distributable Profit

Net profit/(loss) as per profit or loss	1,096,478	1,069,444	536,778	525,075	935,040	869,377
Add/Less: Regulatory adjustment as per NRB Directive	(198,942)	(198,942)	(211,842)	(211,842)	(151,919)	(151,919)
Free profit/(loss) after regulatory adjustments	897,535	870,501	324,936	313,233	783,121	717,458

Ratios

Capital fund to RWA	13.18%	13.16%	12.07%	12.06%	12.47%	12.42%
Non performing loan (NPL) to Total loan (As per NRB Directive)	1.64%	1.64%	1.40%	1.40%	1.50%	1.50%
Total loan loss provision to Total NPL (As per NRB Directive)	115.34%	115.34%	135.96%	135.96%	117.15%	117.15%
Cost of Funds	7.42%	7.42%	7.20%	7.20%	7.28%	7.28%
Credit to Deposit Ratio (As per NRB Directive)	78.77%	78.77%	79.47%	79.47%	78.33%	78.33%
Base Rate	10.59%	10.59%	10.62%	10.62%	10.58%	10.58%
Basic Earning Per Share	25.32	24.70	25.37	24.81	26.57	24.71
Diluted Earning Per Share	25.32	24.70	25.37	24.81	26.57	24.71

Notes

- The above figures are subject to change as per the direction of the Regulators/ External auditor.
- On implementation of NFRS, the figures of corresponding previous quarter have been revised, wherever necessary in accordance with the NFRS Compliant Financial Statement format provided by NRB and the principles and policies adopted by the Bank in accordance with NFRS.
- The figures for previous quarter have been restated, regrouped wherever necessary which might vary from previous quarter published figures.
- Loans and advances includes accrued interest receivable & staff loans and are presented net of impairment charges. Impairment loss on loans and advances has been measured at higher of amount derived as per norms prescribed by NRB and as per Para 63 of NAS 39.
- Personnel Expenses include employment bonus provision calculated at 10 percent of Profit before bonus and tax for this quarter and previous quarter.
- Provision for Gratuity and Leave encashment have been provided for as per estimated actuarial valuation and hence actuarial gain/loss has not been separately disclosed. The provision created and expense booked might vary if actuarial valuation is conducted by a certified actuary.
- Tangible Property, Plant and Equipment have been included in Other Assets.
- Group financial statements include Siddhartha Bank Limited (Parent Company) and Siddhartha Capital Limited (Subsidiary Company) and all Intra group transactions are conducted on arm's length basis.
- Share of Non Controlling Interest in Profits of the group stand at Rs. 13.25 million for the current quarter. Similarly, total share of Non Controlling Interest in equity of the group stand at Rs. 176.44 million at the end of current quarter, which has been presented under Other liabilities and provisions.

Segmental Reporting

The Bank has identified the key segments of business on the basis of nature of operations that assist the Executive Committee of the bank in decision making process and to allocate the resources. It will help the management to assess the performance of the business segments. The business segments identified are Banking (including loans, deposits and trade operations), Payment Solutions (Cards), Remittance, Treasury and Micro Banking. Treasury Department acts as the fund manager of the Bank.

Information about profit or loss, assets and liabilities

Rs. in '000

Particulars		Payment Solutions	Remittance	Treasury	Microbanking	Banking	Total
(a)	Revenues from external customers	111,612	15,187	540,907	127,482	6,039,181	6,834,369
(b)	Intersegment revenues	-	10,062	13,810	-	2,409,167	2,433,038
(c)	Net Revenue	111,612	25,249	554,717	127,482	8,448,347	9,267,407
(d)	Interest revenue*	9,440	10,062	336,709	108,793	8,041,288	8,506,292
(e)	Interest expense*	(2,099)	(3,652)	(268,836)	(69,941)	(5,872,927)	(6,217,455)
(f)	Net interest revenue	7,341	6,410	67,872	38,852	2,168,361	2,288,837
(g)	Depreciation and amortisation	(1,124)	(443)	(97)	(1,056)	(60,968)	(63,688)
(h)	Segment profit/(loss)	28,357	4,004	278,736	33,383	724,963	1,069,444
(i)	Entity's interest in the profit or loss of associates accounted for using equity method	-	-	-	-	-	-
(j)	Other material non-cash items	-	-	-	-	-	-
(k)	Impairment of assets	(3,602)	-	-	(7,699)	(322,868)	(334,169)
(l)	Segment assets	183,159	291,389	1,591,679	45,774	125,445,084	127,557,086
(m)	Segment liabilities	150,956	286,140	1,349,329	12,187	125,758,473	127,557,086

Note

* Interest revenue and Interest expense include Intersegment interest of Rs. 2,418.61 million.

Reconciliation of Segmental Interest income and Segmental Interest expense to the Bank's Interest Income and Interest expense

Rs. in '000

Particulars		Payment Solutions	Remittance	Treasury	Microbanking	Banking	Total
A	Segmental Interest revenue	9,440	10,062	336,709	108,793	8,041,288	8,506,292
Less:	Intersegment interest revenue	-	(10,062)	-	-	(2,408,547)	(2,418,609)
Interest revenue of the Bank							6,087,682
B	Segmental Interest expense	(2,099)	(3,652)	(268,836)	(69,941)	(5,872,927)	(6,217,455)
Less:	Intersegment interest expense	2,099	-	266,345	69,941	2,080,225	2,418,609
Interest expense of the Bank							(3,798,846)

Statement of Profit or (Loss) after Regulatory Adjustments for the 2nd Quarter ended of Fiscal Year 2075/76

Rs. in '000

Particulars	This Quarter Ending
Net Profit or (loss) as per Statement of Profit or Loss	1,069,444
<u>Regulatory Adjustments:</u>	
a. Interest receivable (-)/previous accrued interest received (+)	(161,719)
b. Short loan loss provision in accounts (-)/reversal (+)	-
c. Short provision for possible losses on investment (-)/reversal (+)	(46,685)
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	-
e. Deferred tax assets recognised (-)/ reversal (+)	-
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-
g. Bargain purchase gain recognised (-)/reversal (+)	-
h. Actuarial loss recognised (-)/reversal (+)	-
i. Fair Value Recognition of Financial Assets classified as Held for Trading	9,461
j. Other (+/-)	-
Profit or (loss) after Regulatory Adjustments	870,501