INTERIM FINANCIAL STATEMENTS

AS ON 30th CHAITRA 2082

(13th APRIL 2026)

(3rd QUARTER FY 2082-83)

Global IME Bank Ltd
Condensed Consolidated Statement of Financial Position
As on 30th Chaitra 2082 (13/04/2026)

Amount in NPR

	Group		Bank	
Assets	**This Quarter Ending**	**Immediate Previous Year Ending**	**This Quarter Ending**	**Immediate Previous Year Ending**
Cash and Cash Equivalents	95,650,860,341	53,053,088,913	95,264,230,209	52,688,974,287
Due from Nepal Rastra Bank	29,000,850,982	22,189,468,521	28,950,850,982	22,144,468,521
Placements with BFIs	-	-	-	-
Derivative Financial Instruments	19,851,901,833	11,071,926,976	19,851,901,833	11,071,926,976
Other Trading Assets	1,755,389,761	1,544,461,768	-	-
Loans and Advances to BFIs	13,040,452,742	12,314,273,736	17,043,422,785	15,787,163,343
Loans and Advances to Customers	449,471,262,983	419,852,566,927	439,044,882,812	410,113,933,500
Investment Securities	147,532,251,424	148,846,164,171	147,500,051,424	148,805,835,221
Current Tax Assets	2,530,348,912	2,647,578,735	2,460,672,383	2,441,471,189
Investment in Subsidiaries	-	-	728,395,250	728,395,250
Investment in Associates	2,124,797,808	2,016,153,875	1,395,771,233	1,395,771,273
Investment Property	5,933,286,163	6,067,606,415	5,921,840,519	6,056,160,771
Property and Equipment	8,053,592,160	8,392,718,704	7,936,678,081	8,264,147,405
Goodwill and Intangible Assets	862,038,781	868,203,425	860,491,619	865,927,941
Deferred Tax Assets	1,529,424,752	815,558,312	1,500,234,712	778,987,033
Other Assets	6,680,962,481	8,038,756,779	6,428,265,170	7,716,222,322
Total Assets	**784,017,421,123**	**697,718,527,257**	**774,887,689,012**	**688,859,385,032**
Liabilities				
Due to BFIs	29,041,637,785	24,383,936,432	28,067,847,954	24,423,550,333
Due to Nepal Rastra Bank	311,103,421	331,843,649	311,103,421	331,843,649
Derivative Financial Instruments	20,140,678,698	11,072,389,917	20,140,678,698	11,072,389,917
Deposit from Customers	629,355,565,923	553,746,057,659	626,003,216,530	550,628,587,849
Borrowings	9,033,678,758	13,905,641,037	9,033,678,758	12,416,419,704
Current Tax Liabilities	2,580,958,839	2,786,419,163	2,578,089,108	2,628,672,188
Provisions	-	-	-	-
Deferred tax Liabilities	880,172,709	916,871,137	880,172,709	904,118,600
Other Liabilities	11,393,352,694	11,007,180,657	9,136,191,967	9,139,078,797
Debt Securities Issued	10,689,484,111	10,687,316,510	10,689,484,111	10,687,316,510
Subordinated Liabilities	-	-	-	-
Total Liabilities	**713,426,632,937**	**628,837,656,162**	**706,840,463,256**	**622,231,977,547**
Equity				
Share Capital	38,115,852,616	38,115,852,616	38,115,852,616	38,115,852,616
Share Premium	-	-	-	-
Retained Earnings	4,092,334,196	5,181,270,867	3,005,478,853	4,054,879,099
Reserves	27,623,984,541	24,897,436,013	26,925,894,287	24,456,675,770
Total Equity attributable to equity holders	**69,832,171,353**	**68,194,559,497**	**68,047,225,756**	**66,627,407,485**
Non-Controlling Interest	758,616,833	686,311,598		
Total Equity	70,590,788,186	68,880,871,095	68,047,225,756	66,627,407,485
Total Liabilities and Equity	**784,017,421,123**	**697,718,527,257**	**774,887,689,012**	**688,859,385,032**
Net Assets Value Per Share			**178.53**	**174.80**

Global IME Bank Ltd
Condensed Consolidated Statement of Profit or Loss
For the period ended 30th Chaitra 2082 (17/07/2025 to 13/04/2026)

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Interest Income	10,072,671,329	30,831,536,896	11,013,593,325	33,958,335,827	9,730,982,307	29,818,037,430	10,470,791,011	33,153,390,419
Interest Expenses	5,965,098,939	18,213,748,353	6,808,396,964	21,103,686,427	5,868,886,344	17,933,624,666	6,452,125,208	20,836,199,648
Net interest income	**4,107,572,390**	**12,617,788,543**	**4,205,196,361**	**12,854,649,399**	**3,862,095,963**	**11,884,412,764**	**4,018,665,803**	**12,317,190,771**
Fee and commission income	1,188,353,371	3,589,632,492	1,086,956,102	3,213,267,606	1,107,167,811	3,344,428,822	949,213,013	2,993,487,021
Fees and commission expenses	269,840,823	763,422,956	239,607,942	687,673,769	256,276,841	737,282,637	237,835,466	681,664,591
Net fee and commission income	**918,512,548**	**2,826,209,536**	**847,348,160**	**2,525,593,838**	**850,890,970**	**2,607,146,186**	**711,377,547**	**2,311,822,430**
Net interest, fee and commission income	**5,026,084,938**	**15,443,998,079**	**5,052,544,520**	**15,380,243,237**	**4,712,986,933**	**14,491,558,949**	**4,730,043,350**	**14,629,013,201**
Net Trading Income	484,729,054	1,000,559,783	107,691,837	658,971,067	406,428,917	958,917,064	282,349,203	658,971,067
Other Operating Income	45,096,469	614,158,508	277,320,353	459,279,019	37,401,272	577,273,019	143,475,363	251,826,172
Total operating income	**5,555,910,460**	**17,058,716,370**	**5,437,556,711**	**16,498,493,323**	**5,156,817,122**	**16,027,749,032**	**5,155,867,916**	**15,539,810,440**
Impairment charge/(reversal) for loans and other losses	1,464,377,786	4,054,592,926	962,594,519	3,196,471,643	1,484,662,336	3,914,832,388	906,385,083	3,110,133,285
Net Operating Income	**4,091,532,675**	**13,004,123,444**	**4,474,962,192**	**13,302,021,680**	**3,672,154,786**	**12,112,916,644**	**4,249,482,833**	**12,429,677,156**
Operating Expenses								
Personnel Expenses	1,340,649,560	4,086,386,432	1,444,341,232	3,960,532,377	1,226,619,002	3,767,640,811	1,340,763,267	3,652,560,921
Other Operating Expenses	644,720,774	1,907,927,235	606,182,740	1,919,686,030	610,181,318	1,804,777,646	571,477,605	1,820,887,043
Depreciation and Amortization	212,344,587	650,247,456	210,810,491	635,695,856	207,003,324	635,820,088	204,808,068	619,576,393
Operating profit	**1,893,817,754**	**6,359,562,322**	**2,213,627,728**	**6,786,107,416**	**1,628,351,142**	**5,904,678,098**	**2,132,433,893**	**6,336,652,799**
Non-operating income	1,000,073	119,741,416	(3,041,123)	19,477,170	1,000,073	119,741,416	15,496,621	19,477,170
Non-operating expense	1,575,585	8,040,826	8,553,837	11,002,625	1,110,128	6,650,389	8,534,433	10,973,221
Profit before income tax	**1,893,242,242**	**6,471,262,912**	**2,202,032,768**	**6,794,581,961**	**1,628,241,086**	**6,017,769,125**	**2,139,396,082**	**6,345,156,747**
Income Tax Expense								
Current tax	867,035,276	2,522,053,428	662,592,508	1,963,583,978	808,107,488	2,390,047,107	643,364,057	1,880,929,684
Deferred tax	(310,246,141)	(783,440,321)	13,703,602	(19,935,495)	(328,927,698)	(773,456,137)	15,422,225	(69,871,638)
Profit/(Loss) for the period	**1,336,453,108**	**4,732,649,804**	**1,525,736,658**	**4,850,933,477**	**1,149,061,296**	**4,401,178,155**	**1,480,609,800**	**4,534,098,701**

Consolidated Statement of Other Comprehensive Income

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Profit or loss for the period	1,336,453,108	4,732,649,804	1,525,736,658	4,850,933,477	1,149,061,296	4,401,178,155	1,480,609,800	4,534,098,701
Other comprehensive income, net of income tax								
a) Items that will not be reclassified to profit or loss								
Gains/(losses) from investments in equity instruments measured at fair value	122,556,602	97,493,844	(1,583,565)	253,960,801	121,126,502	97,011,894	(1,823,415)	252,429,451
Gains/(losses) on revaluation					-	-	-	-
Actuarial gain/(losses) on defined benefit plans		-	-	-	-	-	-	-
Income Tax relating to above items	(36,766,980)	(28,407,151)	475,069	(76,188,240)	(36,337,950)	(28,262,566)	547,024	(75,728,835)
Net other comprehensive income that will not be reclassified to profit or loss	**85,789,621**	**69,086,693**	**(1,108,495)**	**177,772,561**	**84,788,551**	**68,749,328**	**(1,276,390)**	**176,700,616**
b) Items that will be reclassified to profit or loss								
Gains/(losses) on cash flow hedge								
Exchange gains/(losses) (arising from translating financial assets of foreign operation)								
Income Tax relating to above items								
Net other comprehensive income that are or may be reclassified to profit or loss								
c) Share of other comprehensive income of associate accounted as per equity method								
Other comprehensive income for the period, net of income tax	**85,789,621**	**69,086,693**	**(1,108,495)**	**177,772,561**	**84,788,551**	**68,749,328**	**(1,276,390)**	**176,700,616**
Total comprehensive income for the period	**1,422,242,729**	**4,801,736,497**	**1,524,628,163**	**5,028,706,038**	**1,233,849,847**	**4,469,927,483**	**1,479,333,410**	**4,710,799,317**
Profit attributable to:								
Equity holders of the Bank	1,361,073,986	4,688,922,878	1,510,185,522	4,934,798,972	1,233,849,847	4,469,927,483	1,479,333,410	4,710,799,317
Non-controlling interest	61,168,743	112,813,619	14,442,641	93,907,066				
Total	**1,422,242,729**	**4,801,736,497**	**1,524,628,163**	**5,028,706,038**	**1,233,849,847**	**4,469,927,483**	**1,479,333,410**	**4,710,799,317**
Earnings per share								
Annualized Basic earnings per share		16.56		16.97		15.40		15.86
Diluted earnings per share		16.56		16.97		15.40		15.86

Ratios as per NRB Directive

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital fund to RWA		11.96%		12.27%		12.06%		12.36%
Tier 1 Capital to RWA		9.63%		10.09%		9.71%		10.17%
CET 1 Capital to RWA		9.63%		10.09%		9.71%		10.17%
Non-performing Loan (NPL) to Total Loan		5.10%		5.01%		4.97%		4.98%
Net Non-performing Loan to Total Loan		0.71%		1.69%		0.69%		1.70%
Total Loan Loss Provision to Total NPL		115.96%		95.95%		117.07%		95.34%
Cost of Funds		3.58%		4.65%		3.58%		4.65%
Credit to Deposit Ratio (As per NRB Directives)		71.13%		78.04%		71.13%		78.04%
Base Rate		4.95%		6.38%		4.95%		6.38%
Interest Rate Spread		3.30%		3.79%		3.30%		3.79%
Return on Equity		8.93%		9.76%		8.71%		9.48%
Return on Assets		0.83%		1.00%		0.80%		0.96%

Statement of Distributable Profit or Loss

For the quarter end of 30th Chaitra 2082 (13/04/2026)

(As per NRB Regulation)

	Bank	
	Current Year	**Previous Year**
	Upto this Quarter YTD	**Corresponding Quarter YTD**
Net Profit or (Loss) as per statement of Profit & Loss	**4,401,178,155**	**4,534,098,701**
Appropriations:		
a. General Reserve	(880,235,631)	(906,819,740)
b. Foreign Exchange Fluctuation Fund	(3,229,297)	(3,274,933)
c. Capital Redemption Reserve	(470,833,333)	(470,833,333)
d. Corporate Social Responsibility Fund	(37,930,743)	-
e. Employees Training Fund	(25,283,511)	(26,441,630)
f. Others	1,569,871	-
Profit or (Loss) before regulatory adjustment	**2,985,235,511**	**3,126,729,065**
Regulatory Adjustment:		
a. Interest receivable (-)/previous accrued interest received (+)	(180,073,975)	687,068,388
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	-
d. Short loan loss provision on Non-Banking Assets (-)/reversal (+)	66,851,190	65,029,969
e. Deferred tax assets recognised (-)/ reversal (+)	(773,456,137)	(336,805,025)
f. Goodwill recognised (-)/ impairment of Goodwill (+)	**-**	**-**
g. Bargain purchase gain recognised (-)/reversal (+)	**-**	**-**
h. Actuarial loss recognised (-)/reversal (+)	-	-
i. Other	(98,688,625)	(12,406,301)
Net Profit for the Qtr end Chaitra 2082 available for distribution	**1,999,867,964**	**3,529,616,096**
Opening Retained Earning as on Shrawan 1	**4,054,879,099**	**506,718,018**
Adjustment (+/-)	-	-
Distribution:		
Bonus shares issued	-	(487,082,364)
Cash Dividend Paid	(3,049,268,209)	-
Total Distributable profit or (loss) as on Qtr end date	**3,005,478,854**	**3,549,251,750**
Annualised Distributable Profit/Loss per share	**10.50**	**12.05**

Global IME Bank Ltd
Condensed Consolidated Statement of Changes in Equity
For the period ended 30th Chaitra 2082 (17/07/2025 to 13/04/2026)
Group
Attributable to Equity Holders of Bank

Amount in NPR

	Share Capital	General Reserve Fund	Exchange Equalization Fund	Regulatory Reserve	Fair Value Reserve	Accumulated Profit/Loss	Other Reserve	Non-Controlling Interest	Total Equity
Balance as at Shrawan 1, 2082	**38,115,852,616**	**13,775,567,306**	**335,018,238**	**6,522,369,075**	**994,056,494**	**5,181,270,867**	**3,270,424,900**	**686,311,598**	**68,880,871,095**
Opening restatement		-	-	-	-	(77,865,194)	179,968,600	(53,436,635)	48,666,771
Profit for the period	-	-	-	-	-	4,615,748,492	-	112,751,206	4,728,499,699
Other Comprehensive income	-	-	-	-	68,183,278	-	-	62,413	68,245,691
Total comprehensive income	**-**	**-**	**-**	**-**	**68,183,278**	**4,615,748,492**	**-**	**112,813,619**	**4,796,745,390**
Transfer to reserve during the period									-
General Reserve Fund	-	908,447,957	-	-	-	(908,447,957)	-	19,347,974	19,347,974
Exchange Fluctuation Fund	-	-	3,229,297	-	-	(3,229,297)	-	-	-
CSR Fund	-	-	-	-	-	(39,489,746)	38,423,446	663,427	(402,873)
Customer Protection Fund	-	-	-	-	-	(1,893,344)	1,210,505	895,453	212,614
Deferred Tax Reserve	-	-	-	-	-	(23,594,401)	23,594,401	5,355,784	5,355,784
Investment Adjustment Reserve	-	-	-	-	-	-	-	-	-
Regulatory reserve	-	-	-	1,008,944,070	-	(1,008,944,070)	-	17,440,392	17,440,392
Training Reserve	-	-	-	-	-	(25,283,511)	25,283,511	-	-
Debenture Redemption Reserve	-	-	-	-	-	(470,833,333)	470,833,333	-	-
Capital Reserve	-	-	-	-	-	-	-	-	-
Fair Value Reserve	-	392,468	-	-	(1,962,338)	1,569,871	-	-	-
Transactions with owners, directly recognised in equity	-	-	-	-	-	-	-		-
Dividend to equity holders									
Transfer from acquired entity			-	-	-				-
Bonus shares Issued	-	-	-	-	-	(16,897,828)	-	(12,499,924)	(29,397,752)
Cash Dividend Paid	-	-	-	-	-	(3,129,776,354)	-	(18,274,855)	(3,148,051,209)
Balance as at Chaitra 30, 2082	**38,115,852,616**	**14,684,407,731**	**338,247,535**	**7,531,313,145**	**1,060,277,434**	**4,092,334,196**	**4,009,738,696**	**758,616,833**	**70,590,788,187**

Bank
Attributable to Equity Holders of Bank

Amount in NPR

	Share Capital	General Reserve Fund	Exchange Equalization Fund	Regulatory Reserve	Fair Value Reserve	Accumulated Profit/Loss	Other Reserve	Total Shareholders' Funds
Balance as at Shrawan 1, 2082	**38,115,852,616**	**13,574,906,923**	**335,018,237**	**6,207,930,276**	**993,337,738**	**4,054,879,099**	**3,345,482,595**	**66,627,407,485**
Adjustments	-	-	-	-	-	-	-	-
Profit for the period						4,401,178,155		4,401,178,155
Other Comprehensive income					67,908,326		-	67,908,326
Total comprehensive income	**-**	**-**	**-**	**-**	**67,908,326**	**4,401,178,155**	**-**	**4,469,086,481**
Transfer to reserve during the period								
General Reserve Fund		880,235,631				(880,235,631)		-
Exchange Fluctuation Fund			3,229,297			(3,229,297)		-
Corporate Social Responsibility Fund						(37,930,743)	37,930,743	-
Investment Adjustment Reserve						-		-
Regulatory reserve				886,678,922		(886,678,922)		-
Training Reserve						(25,283,511)	25,283,511	-
Fair Value Reserve		392,467.65			(1,962,338)	1,569,871		-
Interest Capitalised Reserve				98,688,625		(98,688,625)		-
Debenture Redemption Reserve						(470,833,333)	470,833,333	-
Capital Reserve						-	-	
Transactions with owners, directly recognised in equity								
Transfer from Merger	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Dividend to equity holders								-
Bonus shares Issued	-					-	-	-
Cash Dividend Paid						(3,049,268,209)		(3,049,268,209)
Balance as at Chaitra 30, 2082	**38,115,852,616**	**14,455,535,022**	**338,247,534**	**7,193,297,824**	**1,059,283,726**	**3,005,478,854**	**3,879,530,182**	**68,047,225,756**

Global IME Bank Ltd
Condensed Consolidated Statement of Cash Flows
For the period ended 30th Chaitra 2082 (17/07/2025 to 13/04/2026)

Amount in NPR

	Group		Bank	
	Upto This Quarter	**Corresponding Previous Year Upto This Quarter**	**Upto This Quarter**	**Corresponding Previous Year Upto This Quarter**
	Rs	**Rs**	**Rs**	**Rs**
CASH FLOW FROM OPERATING ACTIVITIES				
Interest Received	25,994,503,404	28,930,258,453	24,966,235,491	28,403,658,406
Fees and Other Income Received	3,589,668,957	3,213,284,386	3,344,428,822	2,993,487,021
Dividend received	49,126,332	22,558,398	-	-
Receipts from other operating activities	1,345,583,833	789,837,807	1,323,503,256	789,837,807
Interest Paid	(16,580,054,366)	(19,274,380,927)	(16,510,282,838)	(19,273,420,241)
Commission and Fees Paid	(763,894,748)	(687,673,769)	(737,282,637)	(681,664,591)
Cash Payment to Employees	(4,071,315,623)	(3,914,332,780)	(3,767,640,811)	(3,652,560,921)
Other Expenses Paid	(1,915,854,237)	(1,930,688,653)	(1,811,428,036)	(1,831,860,264)
Operating cash flows before changes in operating assets and liabilities	**7,647,763,551**	**7,148,862,915**	**6,807,533,247**	**6,747,477,217**
(Increase) / Decrease in operating assets				
Due from Nepal Rastra Bank	(6,811,382,461)	(1,055,833,616)	(6,806,382,461)	(1,055,833,616)
Placements with Bank and financial institutions	-	-	-	-
Other trading assets	(180,282,657)	(58,753,221)	-	-
Loans and advances to bank and financial institutions	(2,292,776,095)	(1,289,977,100)	(1,427,803,589)	(1,022,224,108)
Loans and advances to customers	(34,429,579,779)	(48,376,139,985)	(33,675,883,324)	(47,177,142,542)
Other assets	(7,083,636,624)	(11,190,187,271)	(7,492,010,705)	(11,162,093,431)
	(50,797,657,617)	**(61,970,891,194)**	**(49,402,080,079)**	**(60,417,293,697)**
Increase / (Decrease) in operating liabilities				
Due to Nepal Rastra Bank	(20,740,228)	(20,740,228)	(20,740,228)	(20,740,228)
Due to bank and financial institutions	4,937,094,459	3,494,122,650	3,644,297,621	2,592,719,423
Deposit from customers	74,708,568,412	30,203,863,308	75,374,628,681	30,212,979,490
Borrowings	(3,382,740,946)	-	(3,382,740,946)	-
Other liabilities	9,398,106,989	10,016,573,972	9,065,401,951	9,930,535,986
	85,640,288,686	**43,693,819,702**	**84,680,847,079**	**42,715,494,671**
Net cash flow from operating activities before tax paid	**42,490,394,621**	**(11,128,208,578)**	**42,086,300,247**	**(10,954,321,809)**

Income taxes paid	(2,562,145,502)	(1,818,834,519)	(2,459,831,381)	(1,787,128,878)
Net cash flow from operating activities	**39,928,249,119**	**(12,947,043,097)**	**39,626,468,866**	**(12,741,450,687)**
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of investment securities	136,849,694	(1,200,000)	-	-
Receipt from sale of investment securities	1,399,992,391	9,366,307,420	1,399,992,391	9,366,307,420
Purchase of property and equipment	(288,787,038)	(301,302,471)	(279,552,534)	(295,944,544)
Receipt from sale of property and equipment	-	-	-	-
Purchase of intangible assets	(23,361,908)	(13,996,831)	(23,361,908)	(13,996,831)
Receipt from sale of intangible assets	-	-	-	-
Purchase of investment properties	134,320,252	(1,150,485,726)	134,320,252	(1,150,485,726)
Receipt from sale of investment properties	-	-	-	-
Interest received	5,853,440,710	5,102,097,036	5,853,440,710	5,102,097,036
Dividend received	319,511,057	127,336,872	319,511,057	127,336,872
Net cash used in investing activities	**7,531,965,158**	**13,128,756,300**	**7,404,349,968**	**13,135,314,227**
CASH FLOW FROM FINANCING ACTIVITIES				
Receipt from issue of debt securities	736,395	-	736,395	-
Repayment of debt securities	-	-	-	-
Receipt from issue of subordinated liabilities	-	-	-	-
Repayment of subordinated liabilities	-	-	-	-
Receipt from isssue of shares	-	-	-	-
Dividend paid	(98,783,000)	(95,809)	-	(95,809)
Interest paid	(1,632,262,781)	(1,822,232,782)	(1,421,910,622)	(1,560,831,486)
Other receipt/payment	(3,145,050,648)	(0)	(3,047,305,871)	(0)
Net cash from financing activities	**(4,875,360,034)**	**(1,822,328,591)**	**(4,468,480,098)**	**(1,560,927,295)**
Net increase/(decrease) in cash and cash equivalents	42,584,854,243	(1,640,615,388)	42,562,338,736	(1,167,063,755)
Cash and Cash Equivalents as at 1st Shrawan	**53,053,088,913**	**50,680,101,616**	**52,688,974,287**	**49,795,644,082**
Effect of exchange rate fluctuation on cash & cash equivalents	12,917,186	13,099,730	12,917,186	13,099,730
Cash and Cash Equivalents as at Chaitra End	**95,650,860,342**	**49,052,585,958**	**95,264,230,209**	**48,641,680,057**

Notes to the Interim Financial Statements

1. Basis of Preparation

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the period presented, unless otherwise stated.

2. Statement of Compliance with NFRSs

The Interim Financial Statement of Group which comprises of Condensed Consolidated Statement of Financial Position, Condensed Consolidated Statement of Profit or Loss and Consolidated Statement of Other Comprehensive Income, Condensed Consolidated Statement of Changes in Equity, Condensed Consolidated Statement of Cash Flows, Notes to the Consolidated Interim Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards as issued by the Nepal Accounting Standard Board and carve out issued by The Institute of Chartered Accountants of Nepal and in compliance with the requirements of the Companies Act ,2006 and directives issued by Nepal Rastra Bank.

The format used in the preparation and presentation of the interim Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Rastra Bank. Bank and its subsidiaries have adopted the uniform accounting policies for all like transactions.

3. Use of estimates, assumptions and judgments

In preparing the Interim Financial Statements of the Group in conformity with NFRSs and NASs, the management has made judgments, estimates and assumptions which affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

4. Change in accounting policies

The Interim Financial Statements have been prepared on the basis of accounting policies set out on NFRSs that result in financial statements containing relevant and reliable information about the transactions, other events and conditions to which they apply. An entity shall select and apply its accounting policies consistently for similar transactions, other events and conditions, unless a NFRS specifically requires or permits categorization of items for which different policies may be appropriate. An entity shall change an accounting policy only if the change

a. is required by NFRSs or;
a. results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the entity's financial position, financial performance or cash flows.

5. Significant accounting Policies

a. Basis of Measurement

The financial statements have been prepared under the historical cost convention, except for following material items stated in the Consolidated Statement of Financial Position:

- Fair value and impairment of financial instruments.

- Defined Benefit Obligation where, net liability for defined benefit obligations are recognized as the present value of the defined benefit obligation, less total of the plan assets, plus recognized actuarial gains, less recognized past service cost and recognized actuarial losses.

b. Basis of Consolidation

i. Subsidiaries

Subsidiaries are entities that are controlled by the bank. The bank is presumed to control an entity when it is exposed or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. At each reporting date the Bank reassesses whether it controls an entity if facts and circumstances indicate that there are changes to one or more elements of control mentioned above. The Financial Statements of subsidiaries are fully consolidated from the date on which control is transferred to the bank and continue to be consolidated until the date when such control ceases. The Financial Statements of the bank's subsidiaries are prepared for the same reporting period as per the bank, using consistent accounting policies.

ii. Associates

An associate is an entity over which the Bank has significant influence but not control. Significant influence is the power to participate in the financial and operating policy decisions of the investee but does not have control or joint control over these policies. The Bank's investments in associates, are accounted at cost as per NAS 28 "Investment in Associates and Joint Ventures" and with the principles of NAS 27 "Separate Financial Statements" and carve out issued by Institute of Chartered Accountants of Nepal.

iii. Non-Controlling Interest

Nepal Accounting Standard defines non-controlling interest as "the equity in a subsidiary not attributable, directly or indirectly, to a parent". The similar term "minority interest" was previously used in standards. Non-Controlling Interest (NCI) refers to ownership of a company which does not give the shareholder the control of the company.

c. Cash and Cash Equivalents

Cash and cash equivalents as referred to in the cash flow statement comprises cash on hand, non–restricted current accounts with Nepal Rastra Bank and amounts due from financial institutions.

d. Financial Instruments- Initial recognition and subsequent measurement

Financial Instruments are initially recognized on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. The classification of financial instruments at initial recognition depends on their purpose and characteristics and the management's intention when acquiring them. All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

e. Loans and advances to customers and BFIs

Loans and advances to customers and BFIs comprises of non-derivative financial assets with fixed or determinable payments that are not quoted in an active market which includes short term lending, term based lending, hire purchase lending, mortgage lending, personal lending loans to employees and others. Loans and advances to customers, BFIs and loans to employees are measured at amortized cost and are presented net of impairment charges and includes accrued interest thereon. The Bank, following regulatory backstop as mentioned in Clause 16 of "NFRS 9- Expected Credit Loss Related Guidelines, 2024" has recognize impairment on credit exposures as the HIGHER of total ECL calculated as per NFRS 9 and existing regulatory provisions of Unified Directives issued by Nepal Rastra Bank. The impairment measured in this quarter is as per the existing regulatory provisions.

f. Investment Securities

Investment securities are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the Effective Interest Rate (EIR) less impairment. Investment in quoted equities, unquoted equities and quoted mutual fund units are initially recognized at cost plus directly attributable transaction costs and subsequently measured at fair value through other comprehensive income. All the listed ordinary equity shares are measured at fair value using Level 1 input as described in NAS 13 "Fair Value Measurement". Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

g. Property and Equipment

Property and equipment is stated at cost excluding the costs of day to day servicing, less accumulated depreciation and accumulated impairment in value. Changes in the expected useful life are accounted for by changing the amortization period or methodology, as appropriate, and treated as changes in accounting estimates. Subsequent expenditures are included in the asset's carrying amount or are recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the bank and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to other operating expenses during the financial period in which they are incurred.

The Bank has recognized a right of use of asset as per NFRS 16 Leases. The right to use of assets is the present value of the total lease payments up to the contract date from the start of contract inclusive of any increments on the payment of the rent. The right to use of assets is depreciated over the lease term on straight line basis. The net value after the depreciation is shown under property and equipment.

The present value has been derived using the discount rate equal to the Group's incremental borrowing rate. The Bank has applied cost model after initial recognition on commencement date and subsequent measurement. The Group has measured the right-of-use asset at cost:

a. Less accumulated depreciation and accumulated impairment and
b. Adjusted for any re-measurement of lease liabilities if any.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Banks' incremental borrowing rate. Generally, the Bank uses its incremental borrowing rate as the discount rate. The lease liability is subsequently measured at amortized cost using the effective interest method.

h. Goodwill and Intangible Assets

An intangible asset is recognized only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the bank. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. The useful lives of intangible assets are assessed to be either finite or indefinite.
The Group measures goodwill as the fair value of the consideration transferred including the recognized amount of any non-controlling interest in the acquire, less the net recognized amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date. When excess is negative, a bargain purchase gain is recognized immediately in profit or loss, if controlling power is acquired. The changes in parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary are equity transactions.

i. Investment Property

Non-Banking Assets which are acquired as part of recovery of loans are classified as investment property and are carried at cost. The Bank's policy is to determine whether a repossessed asset can be best used for its internal operations or should be sold. Assets determined to be useful for the internal operations are transferred to their relevant asset category at the repossessed value. Land and Building of repossessed collateral are classified as investment property.

j. Derivative assets and derivative liabilities

Derivatives are financial instruments that derive their value in response to changes in interest rates, financial instrument prices and foreign exchange rates. Derivatives are categorized as trading unless they are designated as hedging instruments. All derivatives are initially recognized and subsequently measured at fair value, with all revaluation gains recognized in income statement

k. Income Tax

Current tax assets and liabilities for the current and prior period are measured at the amount expected to be recovered from, or paid to, the taxation authorities. The tax rates and tax laws used to compute the amount are rates applicable as per Income Tax Act 2058. Deferred tax is provided on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

l. Deposits from Customers

Deposits are the balance accepted by bank from the individuals, corporate entities, financial institution and other organized institutions. Deposits are measured at amortized cost. Amortized cost for deposits are the same values in which the Bank have accepted the deposits from the individuals, corporate entities, financial institution and other organized institutions. No any additional cost is incurred in accepting the deposit which would affect the effective interest rate.

m. **Debt securities issued**

Debt securities are financial liabilities accepted by Bank as long term liabilities. These debt securities are measured at amortized cost using the effective interest rate.

n. **Provisions**

Provisions are recognized when the Bank has a present obligation (legal or constructive) as a result of past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

o. **Capital and Reserves**

Ordinary share capital represents the par value of ordinary shares issued. Share premium represents the excess consideration received by the bank over the par value of ordinary shares issued, and is classified as equity. Statutory reserves represent the mandatory reserves maintained by the bank as per Nepal Rastra Bank directives. This includes general reserve, exchange equalization reserve, capital redemption reserve, investment adjustment reserve, interest capitalized reserves, corporate social responsibility reserve, training and development reserve and other reserves as notified by Nepal Rastra Bank. These reserves are not available for distribution of dividend to the shareholders.

Retained earnings represents the cumulative net earnings or profit after accounting for dividends to shareholders and mandatory reserves required as per directives issued by Nepal Rastra Bank before distributing dividend.

p. **Contingent Liabilities**

Contingent liabilities are possible obligations that arise out of past events and whose existence will be confirmed only by the occurrence of or non-occurrence of one or more uncertain future events not wholly within the control of the Bank. These can also be present obligations that arise from past events but they are not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability. Contingent liabilities are measured with the provisions of as defined in Nepal Accounting Standard- NAS 37 - Provisions, Contingent Liabilities and Contingent Assets.

q. **Revenue Recognition**

Interest income is recorded using the effective interest rate (EIR) method. EIR is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. Fees and commission income earned from services that are provided over a certain period of time which includes fees and commission collected from issuance of letter of credit, guarantees, and other related fees are recognized on time proportion basis. Dividend income from assets is recognized when the bank's right to receive the payment is established. Interest on fully impaired loans have not been recognized as interest income.

r. **Interest Expenses**

Interest expense is recorded using the effective interest rate (EIR) method. EIR is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial liability. Expenses for promotion and incentives provided to bring the deposits are not included in the calculation of EIR because of the immaterial nature and allocation of the cost to individual deposit is not feasible.

s. Personnel Expenses

The cost of all short-term employee benefits is recognized as an expense during the period in which the employee renders the related service. Annual staff bonus of 10% have been computed as per Bonus Act on the profit for the period before tax and bonus.

t. Other Operating Expenses

Other Operating expenses are incurred and accounted on an accrual basis and are charged to income statement unless those expenses form the capital nature.

u. Depreciation and Amortization

Property and equipment are depreciated from the subsequent month of assets being put to use, while no depreciation is charged in the month of disposal, at the determined rates on a straight line basis over the periods appropriate to the estimated useful lives of asset's future economic benefits are expected to be consumed by the bank. Leased assets are amortized over the period lease term. Freehold lands are not depreciated as they are non-depreciable assets.

v. Income Tax Expenses

Current tax comprises the expected tax payable on the taxable income or loss for the period and any adjustment to the tax payable or receivable in respect of previous years. Accordingly, provision for taxation is based on the profit for the period adjusted for taxation purpose in accordance with the provisions of the Income Tax Act.
Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.
-

w. Earnings Per Share

The bank presents basic and diluted Earnings per Share (EPS) for its ordinary shares. Basic earnings per share (EPS) is calculated by dividing the net profit for the period attributable to ordinary equity holders of Bank by the weighted average number of ordinary shares outstanding during the period. Diluted Earnings per Share is determined by adjusting both the profit attributable to the ordinary equity holders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares if any.

6. Segment Information

Chief operating decision maker uses the branch wise information to make the decision. This information is generated on a daily basis. The bank has already established the province office which will monitor their respective branches.

A. Information about reportable segments

An operating segment is a component that engages in business activities from which it earns revenue and incurs expense, including revenues and expenses that relating to transaction with any of groups other components, whose operating results are reviewed by management.

Amount in NPR

Particulars	Koshi Province		Madhesh Province		Bagmati Province		Gandaki Province	
	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter
Revenue from external customers	2,426,875,206	2,828,592,832	2,012,637,763	2,453,183,938	9,207,193,612	10,113,630,231	1,619,981,720	1,740,882,930
Intersegment revenues	217,382,759	187,053,767	141,846,925	110,163,173	5,209,386,446	4,943,666,375	593,832,979	536,741,059
Gross Revenues	**2,644,257,965**	**3,015,646,598**	**2,154,484,687**	**2,563,347,111**	**14,416,580,057**	**15,057,296,606**	**2,213,814,699**	**2,277,623,989**
Segment profit/(loss) before tax	**478,172,812**	**534,251,355**	**245,731,477**	**351,743,203**	**3,328,291,477**	**3,598,327,731**	**304,864,734**	**387,251,735**
Segment assets	42,422,883,819	41,398,590,477	33,221,492,608	34,169,652,156	142,853,999,539	137,383,720,811	26,606,009,491	25,176,667,823
Segment liabilities	36,389,051,586	28,928,395,693	28,754,101,902	23,077,827,319	344,830,897,109	265,327,059,059	49,435,466,372	36,662,906,923

Particulars	Lumbini Province		Karnali Province		Sudur Paschim Province		All Other		Total	
	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Correspondin g Previous Year Quarter	Current Quarter	Correspondin g Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter	Current Quarter	Corresponding Previous Year Quarter
Revenue from external customers	2,994,165,458	3,581,133,439	357,911,160	364,326,729	1,031,604,010	1,145,737,682	15,162,241,332	14,840,113,565	34,812,610,260	37,067,601,346
Intersegment revenues	1,044,823,418	934,520,432	88,046,247	87,498,224	210,309,589	189,585,843	2,607,845,418	3,230,786,067	10,113,473,780	10,220,014,939
Gross Revenues	**4,038,988,876**	**4,515,653,871**	**445,957,406**	**451,824,953**	**1,241,913,599**	**1,335,323,525**	**17,770,086,750**	**18,070,899,631**	**44,926,084,040**	**47,287,616,285**
Segment profit/(loss) before tax	**(61,195,571)**	**754,095,949**	**85,661,336**	**65,518,321**	**52,141,479**	**387,193,396**	**1,584,101,381**	**266,775,058**	**6,017,769,125**	**6,345,156,747**
Segment assets	51,399,118,920	49,701,230,239	5,380,231,910	5,028,421,501	16,282,317,750	16,294,565,814	332,780,624,922	332,780,624,922	650,946,678,960	641,933,473,743
Segment liabilities	83,988,471,764	63,519,186,984	8,659,328,452	6,397,761,074	20,230,881,334	15,766,779,280	126,436,146,751	126,436,146,751	698,724,345,270	566,116,063,082

B. Reconciliation or reportable segment profit or loss

Amount in NPR

Particulars	Current Quarter	Corresponding Previous Year Quarter
Total Profit before tax for reportable segments	**6,017,769,125**	**6,017,769,125**
Profit before tax for other segments	-	-
Elimination of inter-segment profit	-	-
Unallocated amounts	-	-
Profit before tax	**6,017,769,125**	**6,017,769,125**

7. Concentration of Borrowings, Credits and Deposits

A. Concentration of Borrowings

Particulars	Current Quarter	Previous Year ending
Borrowing from 10 largest lenders	9,369,297,466	12,801,681,185
Borrowings from 10 largest lenders to total depositors	1.43%	2.23%

B. Concentration of Credit exposures

Particulars	Current Quarter	Previous Year ending
Total Exposures to 20 largest Borrowers		
a. As per Group (Related party)	84,677,146,115	69,290,608,735
b. As per individual customer	49,638,238,452	41,978,055,772
% of Exposures to 20 largest borrowers to Total Loans and Advances		
a. As per Group (Related party)	17.84%	15.73%
b. As per individual customer	10.46%	9.53%

C. Concentration of Deposits

Particulars	Current Quarter	Previous Year ending
Total deposits from 20 largest depositors		
a. Group Wise	88,357,313,002	98,401,468,545
b. As per individual customer	88,357,313,002	98,401,468,545
% of Deposits from 20 largest depositors to Total Deposits		
a. Group Wise	13.51%	17.11%
b. As per individual customer	13.51%	17.11%

8. Related Parties Disclosures

The bank carries out transactions in the ordinary course of business with the parties who are defined as related parties in the Nepal Accounting Standard – NAS 24 (Related Party Disclosures), the details of which are reported below:

Key Management Personnel

All the Board of Directors and Chief Executive Officer are referred to as Key Management Personnel

Amount in NPR

Short term employment benefits	**15,843,308**
-salaries and allowances	15,273,608
-post employment benefits	569,700
Director's fees and expenses	**6,898,863**

Entities where control exists

Global IME Capital Ltd, Global IME Laghubitta Bittiya Sanstha Ltd. and Global IME Securities Ltd. are subsidiaries where the bank exercises its control.

Amount in NPR

Global IME Capital Ltd	
-loans and receivables	-
-deposits	558,798,247
For the year ended	
-interest paid on deposit	5,259,740
-interest received on loans	
Global IME Laghubitta Bittiya Sanstha Ltd	-
-loans and receivables	4,043,404,084
-deposits	407,821,051
For the year ended	
-interest paid on deposit	-
-interest received on loans	141,750,455
-other expenses	-
Global IME Securities Limited	-
-loans and receivables	-
-deposits	37,522,730
For the year ended	-
-interest paid on deposit	224,630
-dividend received	-

Entities where Significant Influence exists

Mero Microfinance Bittiya Sanstha Ltd, First Microfinance Development Bank, RSDC Laghubitta Bittiya Sanstha Ltd, Chhimmek Laghubitta Bittiya Sanstha Ltd, Nepal Infrastructure Bank Ltd, Banking, Finance and Insurance Institute of Nepal, National Banking Training Institute and SmartChoice Technologies Ltd are the associates' entities where significant influence are exercised by the Bank.

Amount in NPR

Mero Microfinance Bittiya Sanstha Ltd	
-loans and receivables	1,101,587,012
-deposits	15,231,248
For the year ended	-
-interest paid on deposit	40,534
-interest received on loans	55,832,194
First Micro Finance Laghubitta Bittiya Sanstha Ltd.	
-loans and receivables	1,113,458,925
-deposits	308,173,438
For the year ended	-
-interest paid on deposit	184,939
-interest received on loans	38,381,059
Chhimmek Laghubitta Bittiya Sanstha Ltd.	
-loans and receivables	299,167,554
-deposits	600,247,717
For the year ended	
-interest paid on deposit	5,024,705
-interest received on loans	15,097,248
RSDC Laghubitta Bittiya Sanstha Ltd.	
-loans and receivables	998,102,862
-deposits	124,526,890
For the year ended	
-interest paid on deposit	-
-interest received on loans	34,313,425

9. Dividends paid (aggregate or per share) separately for ordinary shares and other shares

Cash dividend of 8% for FY 2081-82 has been paid to shareholders after the approval from the Annual General Meeting of the bank held on 12th November 2025.

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

The Bank has not made any issue and repayment of debt securities during the interim period.

11. Events after reporting Period

Apart from the damage of some physical assets during the Zen G demonstration in 23rd and 24th Bhadra 2082, there are no events or conditions that could have material impact on bank's cash flow, profit and balance sheet.

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

The Bank has not made any merger or acquisition during the interim period effecting the change in composition of entity.