



RASTRIYA BANIJYA BANK LIMITED

Unaudited Condensed Financial Statements up to Second Quarter of FY 2077/78 (2020-21)

1. Condensed Consolidated Statement of Financial Position as at 2077 Poush End (13 January 2021)

Particulars	Group		Bank	
	This Quarter Ending	Immediate Previous Year Ending	This Quarter Ending	Immediate Previous Year Ending
Assets				
Cash and cash equivalent	13,751,129,836	7,096,982,650	13,746,866,498	7,093,858,989
Due from Nepal Rastra Bank	19,497,874,593	17,934,764,144	19,497,874,593	17,934,764,144
Placement with Bank and Financial Institutions	46,802,030	48,120,000	46,802,030	48,120,000
Derivative financial instruments.	-	-	-	-
Other trading assets	-	-	-	-
Loan and advances to B/FIs	7,462,141,688	4,456,754,500	7,462,141,688	4,456,754,500
Loans and advances to customers	162,687,518,138	150,797,846,725	162,687,518,138	150,797,846,725
Investment securities	74,376,715,222	74,865,677,734	74,279,778,594	74,769,660,377
Current tax assets	2,410,840,843	2,649,779,805	2,410,840,843	2,648,121,133
Investment in subsidiaries	-	-	200,000,000	200,000,000
Investment in associates	118,210,376	134,471,681	97,858,000	97,858,000
Investment property	109,378,538	109,378,538	109,378,538	109,378,538
Property and equipment	1,605,258,384	1,559,335,542	1,599,710,135	1,555,721,741
Goodwill and Intangible assets	33,421,159	43,669,655	32,751,286	42,886,663
Deferred tax assets	351,868,579	647,565,217	351,868,579	647,026,144
Other assets	5,016,863,936	6,367,191,922	5,014,546,703	6,364,264,488
Total Assets	287,468,023,322	266,711,538,113	287,537,935,627	266,766,261,442
Liabilities				
Due to Bank and Financial Institutions	1,086,374,521	2,278,454,058	1,086,374,521	2,278,454,058
Due to Nepal Rastra Bank	2,009,587,774	281,069,159	2,009,587,774	281,069,159
Derivative financial instruments	-	-	-	-
Deposits from customers	241,374,466,135	230,788,873,397	241,496,841,485	230,902,636,884
Borrowing	60,164,772	60,064,154	60,164,772	60,064,154
Current Tax Liabilities	-	-	-	-
Provisions	392,244,928	375,137,309	392,244,928	375,137,308
Deferred tax liabilities	-	-	-	-
Other liabilities	17,037,873,354	9,843,675,174	17,025,623,218	9,839,361,931
Debt securities issued	-	-	-	-
Subordinated Liabilities	-	-	-	-
Total liabilities	261,960,711,484	243,627,273,251	262,070,836,698	243,736,723,494
Equity				
Share capital	9,004,795,700	9,004,795,700	9,004,795,700	9,004,795,700
Share premium	-	-	-	-
Retained earnings	2,606,293,843	815,085,569	2,566,080,934	761,613,798
Reserves	13,896,222,295	13,264,383,593	13,896,222,295	13,263,128,450
Total equity attributable to equity holders	25,507,311,838	23,084,264,862	25,467,098,929	23,029,537,948
Non-controlling interest	-	-	-	-
Total equity	25,507,311,838	23,084,264,862	25,467,098,929	23,029,537,948
Total liabilities and equity	287,468,023,322	266,711,538,113	287,537,935,627	266,766,261,442
Contingent liabilities and commitment	24,834,461,926	23,655,701,205	24,834,461,926	23,655,701,205
Net assets value per share	283.26	256.36	282.82	255.75

2. Condensed Consolidated Statement of Profit or Loss for the Second Quarter ended on 2077 Poush End (13 January 2021)

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	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	3,830,256,150	7,888,961,748	4,680,011,397	8,728,155,427	3,830,256,150	7,887,510,906	4,679,042,020	8,726,427,384
Interest expense	1,798,004,661	3,975,096,477	1,883,685,061	3,660,516,896	1,798,004,661	3,977,248,030	1,886,306,873	3,665,801,311
Net interest income	2,032,251,488	3,913,865,270	2,796,326,336	5,067,638,532	2,032,251,488	3,910,262,875	2,792,735,147	5,060,626,074
Fees and commission income	268,561,418	584,236,434	32,649,303	359,990,546	268,561,418	584,236,434	32,328,328	358,756,901
Fees and commission expense	24,675,982	68,688,040	35,797,726	69,788,531	24,675,982	68,688,040	35,797,726	69,788,531
Net fee and commission income	243,885,436	515,548,394	(3,148,424)	290,202,015	243,885,436	515,548,394	(3,469,399)	288,968,370
Net interest, fee and commission income	2,276,136,924	4,429,413,664	2,793,177,912	5,357,840,546	2,276,136,924	4,425,811,269	2,789,265,748	5,349,594,443
Net trading income	32,075,993	40,555,999	18,061,148	33,832,060	32,075,993	40,555,999	18,061,148	33,832,060
Other operating income	73,245,066	189,510,344	316,050,138	379,743,373	73,245,066	186,092,890	313,238,665	377,261,900
Total operating income	2,381,457,983	4,659,480,007	3,127,289,198	5,771,415,980	2,381,457,983	4,652,460,158	3,120,565,561	5,760,688,404
Impairment charge/(reversal) for loans and other losses	204,029,680	146,016,858	360,539,914	201,308,782	204,029,680	146,016,858	360,539,914	201,308,782
Net operating income	2,177,428,303	4,513,463,149	2,766,749,283	5,570,107,197	2,177,428,303	4,506,443,300	2,760,025,646	5,559,379,621
Operating expense								
Personnel expenses	604,821,111	1,371,698,587	943,432,859	1,793,344,050	604,821,111	1,369,324,376	941,613,495	1,789,750,465
Other operating expense	273,438,534	614,764,527	295,914,097	588,875,056	273,438,534	612,553,244	291,343,579	583,272,140
Depreciation & Amortization	58,967,038	108,970,038	70,093,512	120,945,235	58,967,038	108,970,038	70,093,512	120,945,235
Operating Profit	1,240,201,620	2,418,029,997	1,457,308,815	3,066,942,858	1,240,201,620	2,415,595,642	1,456,975,061	3,065,411,783
Non operating income	73,933,966	83,176,142	91,885,243	90,991,596	73,933,966	83,176,142	88,660,968	90,991,596
Non operating expense	598,988	598,988	-	-	598,988	598,988	-	-
Share of profit of associates	-	-	-	-	-	-	-	-
Profit before income tax	1,313,536,599	2,500,607,152	1,549,194,058	3,157,934,453	1,313,536,599	2,498,172,797	1,545,636,029	3,156,403,378
Income tax expense	393,921,942	749,312,802	463,690,808	946,921,013	393,921,942	749,312,802	463,690,808	946,921,013
Current Tax	393,921,942	749,312,802	463,690,808	946,921,013	393,921,942	749,312,802	463,690,808	946,921,013
Deferred Tax	-	-	-	-	-	-	-	-
Profit for the period	919,614,657	1,751,294,350	1,085,503,250	2,211,013,440	919,614,657	1,748,859,995	1,081,945,221	2,209,482,365
Condensed Consolidated Statement of Comprehensive Income								
Profit/Loss for the period	919,614,657	1,751,294,350	1,085,503,250	2,211,013,440	919,614,657	1,748,859,995	1,081,945,221	2,209,482,365
Other Comprehensive Income	688,700,986	688,700,986	179,286,663	179,286,663	688,700,986	688,700,986	179,286,663	179,286,663
Total Comprehensive Income	1,608,315,642	2,439,995,335	1,264,789,913	2,390,300,103	1,608,315,642	2,437,560,980	1,261,231,884	2,388,769,028
Basic earnings per share		38.90		49.11		38.84		49.07
Diluted earnings per share		38.90		49.11		38.84		49.07
Profit attributable to:								
Equity holders of the Bank	1,608,315,642	2,439,995,335	1,264,789,913	2,390,300,103	1,608,315,642	2,437,560,980	1,261,231,884	2,388,769,028
Non-controlling interest	-	-	-	-	-	-	-	-
Total	1,608,315,642	2,439,995,335	1,264,789,913	2,390,300,103	1,608,315,642	2,437,560,980	1,261,231,884	2,388,769,028

3. Significant Ratio up to the Second Quarter of FY 2077/78 ended on 2077 Poush End (13 January 2021)

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		12.70%		13.15%		12.70%		13.15%
Non-performing loan(NPL) to total loan		4.23%		4.77%		4.23%		4.77%
Total loan loss provision to Total NPL		104.22%		95.45%		104.22%		95.45%
Cost of Funds		3.29%		4.05%		3.29%		4.05%
Credit to Deposit Ratio (Calculated as per NRB Directives)		65.40%		72.66%		65.40%		72.66%
Base Rate		5.61%		6.60%		5.61%		6.60%
Interest Rate Spread		4.09%		5.53%		4.09%		5.53%

4. Statement of Distributable Profit or Loss up to Second Quarter of FY 2077/78 ended on 2077 Poush End (13 January 2021)

Particulars	Amount (Rs.)
Net profit or (loss) upto Second Quarter of F/Y 2077/78	1,748,859,995
1. Appropriations:	
1.1 Profit required to be appropriated to statutory reserve	336,677,832
a. General reserve	349,771,999
b. Capital redemption reserve	
c. Foreign exchange fluctuation fund	
d. Corporate social responsibility fund	(13,094,167)
e. Employees' training fund	
f. Other	
1.2 Profit required to be transferred to Regulatory Reserve	(392,284,973)
a. Transferred to Regulatory Reserve	
b. Transferred from Regulatory reserve	(392,284,973)
Distributable Profit or (Loss)	1,804,467,136

5. Notes related to above condensed consolidated Financial Statements:

- The above financial statements have been prepared based on the Unified Directive 2077 issued by NRB and are NFRS compliant. The Bank has opted carve-outs on NFRSs as issued by The Institute of Chartered Accountants of Nepal on 2018 September 20.
- Loans and Advances to customers include accrued interest & employee loans and are presented net of impairment charges. Higher of impairment charges calculated as per NFRS provision and NRB regulation, has been charged to statement of profit and loss.
- Group represents the Bank and its wholly owned subsidiary RBB Merchant Banking Limited.
- Inter-group transactions have been eliminated in the above consolidated financial statements.
- Staff Bonus calculated as per prevailing Bonus Act and Regulation has been included in personnel expenses.
- Rs. 20 Crore has been charged to Personnel Expenses for Employee Retirement Benefit Obligations
- Interest rate spread of FY 2077/78 Second Quarter has been calculated as per NRB Directive 2077.
- Corresponding previous period's figures have been regrouped/ rearranged/re-classified wherever necessary.
- The above figures are subject to change based on the direction of statutory auditor and/ or regulator.
- Above quarterly financial results are also available in bank's website: www.rbb.com.np