



**Unaudited Financial Reports (Quarterly)**  
As at Fourth Quarter (31/03/2070) of the Fiscal Year 2069/70

(Rs in '000)

S. N.	Particulars	This Quarter Ending 31.03.2070	Previous Quarter Ending 31.12.2069	Corresponding Previous Year Quarter Ending 31.03.2069 (Audited)
<b>1</b>	<b>Total Capital and Liabilities (1.1 to 1.7)</b>	<b>16,440,895</b>	<b>15,446,436</b>	<b>10,258,083</b>
1.1	Paid Up Capital	2,000,000	2,000,000	2,000,000
1.2	Reserve and Surplus	257,887	186,382	60,552
1.3	Debtenture and Bond	-	-	-
1.4	Borrowings	304,515	848,521	173,310
1.5	Deposits (a+b)	13,546,498	12,007,792	7,722,767
	a. Domestic Currency	13,496,269	11,961,882	7,715,084
	b. Foreign Currency	50,229	45,910	7,683
1.6	Income Tax Liability	84,572	53,927	-
1.7	Other Liabilities	247,423	349,814	301,454
<b>2</b>	<b>Total Assets (2.1 to 2.7)</b>	<b>16,440,895</b>	<b>15,446,436</b>	<b>10,258,083</b>
2.1	Cash & Bank Balance	1,855,065	968,361	1,120,709
2.2	Money at Call and Short Notice	-	930,285	-
2.3	Investment	1,978,906	1,824,133	1,291,179
2.4	Loans and Advances (a+b+c+d+e+f)	12,075,855	11,115,200	7,461,289
	a.Real Estate Loan	569,306	608,226	589,365
	1.Residential Real Estate Loan (Except Personal Home Loan Upto Rs 100 Lacs)	64,293	56,727	72,392
	2. Business Complex and Residential Apartment Construction loan	50,462	50,726	64,921
	3. Income Generating Commercial Complex Loan	109,748	102,300	63,674
	4. Other Real Estate Loan (Including Land Purchase and Plotting)	344,803	398,473	388,378
	b. Personal Home Loan of Rs 100 Lacs or Less	241,862	192,799	109,077
	c.Margin Type Loan	409,785	269,774	128,017
	d.Term Loan	2,330,710	2,119,653	1,341,315
	e.Overdraft loan/TR Loan/WC Loan	6,565,654	6,186,502	4,665,427
	f.Others	1,958,538	1,738,246	628,088
2.5	Fixed Assets	173,308	183,408	187,809
2.6	Non Banking Assets	-	-	-
2.7	Other Assets	357,761	425,049	197,097
<b>3</b>	<b>Profit and Loss Account</b>	<b>Upto this Quarter Ending</b>	<b>Upto Previous Quarter Ending</b>	<b>Up to Corresponding Previous Year Quarter</b>
3.1	Interest Income	1,232,677	864,688	809,393
3.2	Interest Expenses	750,007	528,062	545,702
<b>A.</b>	<b>Net Interest Income (3.1-3.2)</b>	<b>482,670</b>	<b>336,626</b>	<b>263,691</b>
3.3	Fees, Commission and Discount	79,166	56,088	33,805
3.4	Other Operating Income	9,001	3,660	28,777
3.5	Foreign Exchange Gain/ Loss (Net)	40,555	35,905	14,103
<b>B.</b>	<b>Total Operating Income (A.+3.3+3.4+3.5)</b>	<b>611,392</b>	<b>432,279</b>	<b>340,376</b>
3.6	Staff Expenses	104,828	78,038	80,667
3.7	Other Operating Expenses	142,035	94,111	135,759
<b>C.</b>	<b>Operating Profit Before Provision (B.- 3.6-3.7)</b>	<b>364,529</b>	<b>260,130</b>	<b>123,950</b>
3.8	Provision for Possible Losses	54,939	62,458	31,570
<b>D.</b>	<b>Operating Profit (C-3.8)</b>	<b>309,590</b>	<b>197,672</b>	<b>92,380</b>
3.9	Non Operating Income/Expenses (Net)	507	61	566
3.10	Write Back of Provision for Possible Loss	-	-	-
<b>E.</b>	<b>Profit from Regular Activities (D+3.9+3.10)</b>	<b>310,097</b>	<b>197,733</b>	<b>92,946</b>
3.11	Extraordinary Income/Expenses (Net)	-	-	-
<b>F.</b>	<b>Profit before Bonus and Taxes ( E. + 3.11)</b>	<b>310,097</b>	<b>197,733</b>	<b>92,946</b>
3.12	Provision for Staff Bonus	28,191	17,976	8,450
3.13	Provision for Tax	84,572	53,927	27,134
<b>G.</b>	<b>Net Profit/Loss (F.-3.12-3.13)</b>	<b>197,334</b>	<b>125,830</b>	<b>57,362</b>
<b>4</b>	<b>Ratios</b>	<b>At the End of this Quarter</b>	<b>At the End of Previous Quarter</b>	<b>At the End of Corresponding Previous Year Quarter</b>
4.1	Capital Fund To RWA	15.97%	17.38%	24.39%
4.2	Non Performing Loan (NPL) to Total Loan	0.23%	0.97%	0.00%
4.3	Total Loan Loss Provision to Total NPL	474%	127%	0%
4.4	Total of Losses	7.01%	7.05%	9.30%
4.5	Credit to Deposit Ratio (Calculated as per NRB Directives)	75.81%	78.09%	74.56%
4.6	Base Rate	10.95%	10.37%	N/A
<b>Additional Information</b>				
A	Average Yield	9.93%	10.01%	11.66%
B	Net Interest Spread	2.92%	2.96%	2.36%
C	Return on Equity (Annualized)	8.74%	7.72%	2.69%
D	Return on Assets (Annualized)	1.20%	1.09%	0.56%

Note: 1. The above figures are subject to change upon otherwise instructions from statutory auditor and regulatory authorities.  
2. The Figures are regrouped/rearranged wherever necessary.

**Additional disclosure as per Securities Registration and Issuance Regulation - 2065 Schedule 14 (Sub-Rule 2 of Rule 22)**

1. a. Financial details at the end of fourth quarter (31.03.2070) of the financial year 2069/70 have been shown above.

**1. b. Major Ratios**

Earnings per share: Annualized	Rs.9.87,
P/E Ratio:	17.03,
Net worth per share:	Rs.112.89,
Liquid Assets to Total Deposit:	25.30%,
Total Assets/No of Shares:	Rs.822.04

**2. Management Analysis:**

**a) Quarterly change in the reserve, income and liquidity and reason thereof, if any:**

There has been change in the bank's reserve position, income and liquidity as stated in the financial statement of fourth quarter ending 2069-70. There have been changes in the reserve position of the bank based on the income generated during the year. Provision level has increased on account of increased loan portfolio however overall decrease in provision is due to recovery. This has led to lower provision for possible losses resulting in increase of net profit after provision as enumerated on the financial highlights. The bank continues to maintain liquidity position.

**b) Management overview on the business strategy for the next period:**

JBNL's business comprises of three major segments viz corporate, SME and Retail banking. Bank continues to focus in SME and retail areas in the running financial year.

**c) Incidents which have impact on reserve, profit or cash flow position of the bank during the quarter under review :**

There have been no significant incidents.

**3. Details relating to legal action:**

(a) Cases filed by and or against the Bank during the quarter – No such information has been received.

(b) Cases filed by or against the promoter/directors relating to disobedience of prevailing law or criminal offences,

No such information has been received.

(c) Cases filed against Promoter/Director for financial offence.

No such information has been received.

**4. Analysis of share transaction and progress of organized institution:**

**a) Management view on share transaction of the bank at securities market:** Bank's shares are traded at stock exchange under normal circumstances and prices are driven by the market.

**b) Maximum, minimum and last share price of organized institution including total transacted number of shares and transacted day during the quarter:**

Maximum Share price	Rs. 182
Minimum Share price	Rs. 156
Last Share price	Rs. 168
Total transacted number of shares	2,25,808
Transacted day during the quarter	63
Total no. of transactions	1096

**5. Problems, challenges and strategy:**

**Problem:** Increasing operating cost, power outage, very limited new ventures in business generation, low return under investment,excess liquidity resulting in lower return, pressure on margins.

**Challenges:** Decreasing yield of the loan, Increasing NPL of the banking sector, staff retention.

**Strategy :** Better management of assets and liability, trainings for staff to improve service standards, regular monitoring/review of expenses, diversified business strategy that will cater to the mass for higher yield, effective risk management system to monitor and plan on operational and business risk, innovative products for expanding customer base.

**6. Corporate Governance:**

Boards of Directors, Audit Committee, Internal Audit Department, Management team are committed to strengthening good corporate governance within the bank. JBNL has written policies, rules and guidelines to perform banking operation with good governance.

**7. Declaration by the CEO relating to the truthfulness of information:**

I, CEO of the bank, am accountable individually on the factual accuracy of the information / disclosure submitted as of date in this report. I also declare to the best of my knowledge and belief that the said facts are true and complete as far as I know and that no information required by the investors for making an informed decision have been knowingly concealed by the bank.