# Nabil Bank Limited
## Unaudited Financial Results
## 4th Quarter of FY 2025-26 (2082/83)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
**As On Quarter Ended 32nd Ashadh 2083 (July 16th, 2026)** NPR in '000

| Particulars | Group | | Bank | |
|---|---|---|---|---|
| | This Quarter Ending | Immediate Previous Year Ending | This Quarter Ending | Immediate Previous Year Ending |
| **Assets** | | | | |
| Cash and Cash Equivalent | 7,211,695 | 12,823,207 | 7,081,291 | 7,519,089 |
| Due from Nepal Rastra Bank | 24,380,465 | 21,309,898 | 24,380,465 | 21,309,898 |
| Placement with Banks and FIs | 43,460,570 | 24,279,366 | 43,460,570 | 24,279,366 |
| Derivative Financial Instruments | 34,352,706 | 20,345,559 | 34,352,706 | 20,345,559 |
| Other Trading Assets | 1,317,004 | 1,601,785 | - | - |
| Loans and Advances to Banks and FIs | 16,549,368 | 14,195,506 | 16,549,368 | 14,195,506 |
| Loans and Advances to Customers | 460,317,774 | 410,992,041 | 460,317,774 | 410,992,041 |
| Investment Securities | 128,419,037 | 117,675,148 | 127,535,348 | 117,289,485 |
| Current Tax Assets | 881,601 | 1,050,807 | 839,665 | 1,016,125 |
| Investment in Subsidiaries | - | - | 1,798,000 | 1,798,000 |
| Investment in Associates | 197,793 | 201,683 | 80,000 | 80,000 |
| Investment Property | 3,698,561 | 4,067,766 | 3,698,561 | 4,067,766 |
| Property and Equipment | 4,445,990 | 4,488,534 | 4,420,516 | 4,464,894 |
| Goodwill and Intangible Assets | 267,958 | 380,056 | 260,436 | 372,154 |
| Deferred Tax Assets | - | - | - | - |
| Other Assets | 11,510,214 | 9,928,250 | 9,956,924 | 9,057,489 |
| **Total Assets** | **737,010,736** | **643,339,607** | **734,731,625** | **636,787,373** |
| **Liabilities** | | | | |
| Due to Banks and FIs | 10,368,086 | 8,633,747 | 10,368,086 | 8,633,747 |
| Due to Nepal Rastra Bank | - | - | - | - |
| Derivative Financial Instruments | 34,997,796 | 20,401,917 | 34,997,796 | 20,401,917 |
| Deposits from Customers | 592,042,248 | 524,057,692 | 592,559,395 | 524,625,959 |
| Borrowings | 1,519,300 | 463,000 | - | - |
| Current Tax Liabilities | - | - | - | - |
| Provisions | - | - | - | - |
| Deferred Tax Liabilities | 1,582,654 | 1,711,608 | 1,655,884 | 1,714,949 |
| Other Liabilities | 11,173,794 | 15,092,201 | 10,508,091 | 9,245,876 |
| Debt Securities Issued | 12,735,808 | 9,630,773 | 12,735,808 | 9,630,773 |
| Subordinated Liabilities | - | - | - | - |
| **Total Liabilities** | **664,419,687** | **579,990,938** | **662,825,061** | **574,253,222** |
| **Equity** | | | | |
| Share Capital | 32,056,997 | 27,056,997 | 32,056,997 | 27,056,997 |
| Share Premium | - | - | - | - |
| Retained Earnings | 5,347,269 | 4,160,444 | 5,169,148 | 3,855,506 |
| Reserves | 34,864,721 | 31,835,840 | 34,680,420 | 31,621,648 |
| **Total Equity Attributable to Equity Holders** | **72,268,987** | **63,053,281** | **71,906,564** | **62,534,151** |
| Non Controlling Interest | 322,062 | 295,388 | - | - |
| **Total Equity** | **72,591,049** | **63,348,669** | **71,906,564** | **62,534,151** |
| **Total Liabilities and Equity** | **737,010,736** | **643,339,607** | **734,731,625** | **636,787,373** |

Note: Share Capital for this year includes NPR 5 Billion 'Nabil 8% PNCPS'

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (For the Quarter Ended 32nd Ashadh 2083)** NPR in '000

| 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 | 9,516,321 | 37,998,705 | 10,182,764 | 40,516,556 | 9,511,734 | 37,955,399 | 10,156,693 | 40,470,486 |
| Interest Expense | 4,987,706 | 21,040,772 | 5,896,290 | 24,168,461 | 4,961,846 | 20,946,111 | 5,883,838 | 24,143,205 |
| **Net Interest Income** | **4,528,615** | **16,957,933** | **4,286,473** | **16,348,095** | **4,549,888** | **17,009,288** | **4,272,856** | **16,327,281** |
| Fee and Commission Income | 1,554,658 | 5,071,451 | 1,468,922 | 4,616,363 | 1,443,616 | 4,667,388 | 1,397,620 | 4,323,084 |
| Fee and Commission Expense | 359,674 | 1,167,977 | 258,044 | 941,895 | 340,193 | 1,126,308 | 246,013 | 894,277 |
| **Net Fee and Commission Income** | **1,194,984** | **3,903,475** | **1,210,878** | **3,674,467** | **1,103,422** | **3,541,079** | **1,151,607** | **3,428,807** |
| **Net Interest, Fee and Commisson Income** | **5,723,599** | **20,861,407** | **5,497,352** | **20,022,563** | **5,653,311** | **20,550,368** | **5,424,463** | **19,756,088** |
| Net Trading Income | 240,555 | 1,002,230 | 198,072 | 810,779 | 315,759 | 1,074,682 | 210,001 | 756,783 |
| Other Operating Income | 51,688 | 766,585 | 157,405 | 716,204 | 135,308 | 709,311 | 73,667 | 493,525 |
| **Total Operating Income** | **6,015,841** | **22,630,222** | **5,852,828** | **21,549,545** | **6,104,377** | **22,334,361** | **5,708,131** | **21,006,396** |
| Impairment Charge/ (Reversal) for Loans and Other Losses | 2,198,394 | 2,677,173 | 1,908,205 | 4,201,412 | 2,198,394 | 2,677,173 | 1,908,205 | 4,201,412 |
| **Net Operating Income** | **3,817,447** | **19,953,049** | **3,944,624** | **17,348,133** | **3,905,984** | **19,657,188** | **3,799,926** | **16,804,983** |
| **Operating Expense** | | | | | | | | |
| Personnel Expenses | 1,061,510 | 5,413,383 | 1,437,789 | 5,155,051 | 1,048,985 | 5,318,993 | 1,403,966 | 5,048,935 |
| Other Operating Expenses | 652,278 | 2,038,244 | 567,030 | 1,791,680 | 643,304 | 2,007,243 | 550,365 | 1,760,087 |
| Depreciation & Amortisation | 264,037 | 781,851 | 236,470 | 775,023 | 259,797 | 766,426 | 232,472 | 760,503 |
| **Operating Profit** | **1,839,622** | **11,719,571** | **1,703,334** | **9,626,378** | **1,953,897** | **11,564,526** | **1,613,123** | **9,235,458** |
| Non Operating Income | 10,758 | 147,245 | 57,071 | 74,866 | 4,068 | 151,135 | 7,633 | 74,866 |
| Non Operating Expense | - | 172,753 | 44,991 | 604,218 | - | 172,753 | 18,442 | 577,669 |
| **Profit Before Income Tax** | **1,850,380** | **11,694,063** | **1,715,415** | **9,097,027** | **1,957,966** | **11,542,908** | **1,602,315** | **8,732,655** |
| **Income Tax Expense** | | | | | | | | |
| Current Tax | 808,330 | 3,672,643 | 920,035 | 3,089,264 | 782,902 | 3,603,199 | 896,052 | 2,974,973 |
| Deferred Tax | (23,222) | 2,195 | (172,971) | (167,054) | 33,913 | 33,913 | (164,462) | (164,462) |
| **Profit/(Loss) for the Period** | **1,065,272** | **8,019,225** | **968,351** | **6,174,817** | **1,141,150** | **7,905,796** | **870,725** | **5,922,144** |

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (For the Quarter Ended 32nd Ashadh 2083)** NPR in '000

| 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 / (loss) for the Period** | **1,065,272** | **8,019,225** | **968,351** | **6,174,817** | **1,141,150** | **7,905,796** | **870,725** | **5,922,144** |
| **Other Comprehensive Income** | **(212,565)** | **(251,044)** | **413,053** | **637,267** | **(131,121)** | **(163,845)** | **412,586** | **634,337** |
| **Total Comprehensive Income** | **852,707** | **7,768,181** | **1,381,404** | **6,812,084** | **1,010,029** | **7,741,951** | **1,283,311** | **6,556,481** |
| Annualized Basic Earnings per Share (Equity Shareholders) | - | 28.78 | - | 22.82 | - | 28.36 | - | 21.89 |
| Annualized Diluted Earnings per Share (Equity Shareholders) | - | 28.78 | - | 22.82 | - | 28.36 | - | 21.89 |
| **Total Comprehensive Income attributable to:** | | | | | | | | |
| Equity-Holders of the Bank | 847,764 | 7,739,801 | 1,369,883 | 6,772,468 | 1,010,029 | 7,741,951 | 1,283,311 | 6,556,481 |
| Non-Controlling Interest | 4,943 | 28,380 | 11,521 | 39,616 | - | - | - | - |
| **Total** | **852,707** | **7,768,181** | **1,381,404** | **6,812,084** | **1,010,029** | **7,741,951** | **1,283,311** | **6,556,481** |

EPS (Equity Shareholders) = (Net profit after tax - PNCPS Dividend)/Number of Equity Shares

**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 | | 12.91 | | 12.17 | | 12.37 | | 11.81 |
| Tier-1 Capital to RWA | | 10.24 | | 9.69 | | 9.68 | | 9.31 |
| CET-1 Capital to RWA | | 9.43 | | 9.69 | | 8.87 | | 9.31 |
| Gross Non-Performing Loan (NPL) to Total Loan | | 4.20 | | 4.48 | | 4.20 | | 4.48 |
| Net Non-Performing Loan (NPL) to Total Loan | | 0.58 | | 0.95 | | 0.58 | | 0.95 |
| Total Loan Loss Provision to Total NPL | | 119.73 | | 112.85 | | 119.73 | | 112.85 |
| Costs of Funds | | 3.09 | | 4.41 | | 3.09 | | 4.41 |
| Credit to Deposit Ratio | | 80.18 | | 82.48 | | 80.18 | | 82.48 |
| Base Rate (3 Months Average) | | 4.44 | | 5.83 | | 4.44 | | 5.83 |
| Interest Rate Spread | | 3.18 | | 3.57 | | 3.18 | | 3.57 |
| Return on Equity (Annualized) | | 11.85 | | 10.11 | | 11.76 | | 9.77 |
| Return on Assets (Annualized) | | 1.16 | | 1.03 | | 1.15 | | 0.99 |

**STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS (For the Quarter End of Ashadh 2083)**
**(As per NRB Regulation)** NPR in '000

| Particulars | Bank | |
|---|---|---|
| | Current Year Upto this Qtr YTD | Previous Year Upto this Qtr YTD |
| **Net profit / (loss) as per statement of profit or loss** | **7,905,796** | **5,922,144** |
| **Transfer from Fair Value Reserve** | **65,692** | **6,435** |
| **Less: appropriations (-) / contributions (+):** | | |
| a. General reserve | (1,594,298) | (1,185,716) |
| b. Foreign exchange fluctuation fund | (66,986) | (46,549) |
| c. Capital redemption reserve (Debenture Redemption Reserve) | (1,423,407) | (1,423,407) |
| d. Corporate social responsibility fund | (79,058) | (59,221) |
| e. Employees' training fund | (4,139) | (836) |
| f. Investment adjustment reserves | (1,441) | (6,742) |
| **g. Others** | **(100,479)** | **90,911** |
| - Cash Dividend ( Nabil 8% PNCPS) | (233,425) | - |
| - Contingent reserve | - | 23,374 |
| - CSR Expenses routed through SoPL | 132,945 | 67,537 |
| **Profit or (loss) before regulatory adjustment** | **4,701,680** | **3,297,018** |
| **Regulatory Adjustment :** | | |
| a. Interest receivable (-)/previous accrued interest received (+) | 14,621 | 655,929 |
| 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 (+) | 145,996 | (209,382) |
| e. Deferred tax assets recognised (-)/ reversal (+) | 33,913 | (164,462) |
| f. Goodwill recognised (-)/ impairment of Goodwill (+) | - | - |
| g. Bargain purchase gain recognised (-)/reversal (+) | - | - |
| h. Actuarial loss recognised (-)/reversal (+) | (7,243) | (52,609) |
| i. Other (+/-) | (193,201) | (48,192) |
| **Total Adjustment in Regulatory Reserve** | **(5,914)** | **181,283** |
| **Net Profit for the Quarter end of Ashadh 2083 available for distribution** | **4,695,767** | **3,478,301** |
| **Opening balance in retained earnings** | **3,855,506** | **3,082,904** |
| Adjustment (+/-) | - | - |
| **Distribution:** | | |
| Bonus Share Issued | - | - |
| Cash Dividend Paid | (3,382,125) | (2,705,700) |
| **Total Distributable Profit/(Loss)as on quarter end date** | **5,169,148** | **3,855,506** |
| **Annualized Distributable profit per share on Ashadh End 2083 (Equity Shareholders)** | **19.10** | **14.25** |

**Notes:**

- Figures presented above (Including corresponding previous year) may vary with the audited figures if instructed by the banking regulator and/or statutory auditors.
- Group Financial Statements include Nabil Bank Ltd. (Parent Co.), Nabil Investment Banking Ltd. (Subsidiary Co.) and Nabil Stock Dealer limited (Subsidiary Co.).
- All inter-company transactions and outstanding balances among Group Companies are excluded in Group Financial Statements.
- The Bank assessed the expected credit loss (ECL), which resulted in a lower amount compared to the loan loss provision required under NRB Prudential Norms. Accordingly, the Bank has recognized impairment charges based on the provision calculated as per the prudential norms prescribed by Nepal Rastra Bank.
- Interest Income on Loan and Advances has been recognized as per Guidance note on Interest Income Recognition, 2025 issued by NRB.
- Loans and Investments are presented net of impairment charges and includes interest accruals and staff loans. Likewise, deposits include accrued interest payables.
- Personnel Expenses includes provision for staff bonus which has been calculated in line with the provisions in Bonus Act.
- The detailed interim financial statement has also been published in the Bank's website www.nabilbank.com.

**1. MAJOR FINANCIAL INDICATORS**

| | |
|---|---|
| Earnings per share (Equity Shareholders) (NPR) | 28.36 |
| Price Earnings Ratio (Times) | 18.86 |
| Net Worth Per Share (Equity Shareholders) (NPR) | 247.28 |
| Total Assets Per Share (Equity Shareholders) (NPR) | 2,715.50 |
| LD Ratio (%) | 28.87 |

Note:

a. Earnings per share (EPS) is calculated after deduction of PNCPS dividend (proportionately) and divided by Number of Equity Shares i.e. Earnings per share (Equity Shareholders) = (Net Profit after Tax-PNCPS Dividend)/ Number of Equity Shares

b. Net worth Per Share (Equity Shareholders) = (Total Equity Fund-Preference Share Capital)/ Number of Equity Shares

**2. RELATED PARTY DISCLOSURE**

- Group comprises of Nabil Bank Ltd. (the Parent), Nabil Investment Banking Ltd. (Subsidiary) and Nabil Stock Dealer Ltd. (Subsidiary).
- Nabil Investment Banking Ltd is a Merchant Banker licensed under Securities Businessperson (Merchant Banker) Regulation, First Amendment 2074 from the Securities Board of Nepal (SEBON). Nabil Stock Dealer Ltd. is a stock dealer / brokerage company licensed under Securities Business Person (Securities Broker and Securities Dealer) Regulation, 2064 from SEBON.
- All transactions between the Bank and the Subsidiaries are executed on arm's length principle. Effects of all inter-company transactions and outstanding balances are excluded in group statements.
- Bank and Nabil Investment Banking Ltd. (Subsidiary) have entered into a Service Level Agreement (SLA) under which the Bank provides various operational supports to Subsidiary.
- Bank has appointed Nabil Investment Banking Ltd (Subsidiary) as its Registrar to Share, Registrar to various Debentures issued by the bank and also the Fund Manager to Mutual Fund Schemes under the Bank's sponsorship.
- All transactions with the Directors and Key Management Personnel are conducted on the basis of Articles of Association and Employee Bylaws of the bank.

**3. MANAGEMENT ANALYSIS**

- The Bank issued 'Nabil 8% Perpetual Non-Cumulative Preference Shares' **(Nabil 8% PNCPS) amounting to NPR 5 billion (50,000,000 Kitta @ NPR 100 Each)** during the year. This capital instrument has been reflected under Share Capital in the Bank's Statement of Financial Position. With the issuance of the **Nabil 8% PNCPS**, the Bank's capital adequacy position is expected to strengthen further, enhancing its resilience and improving the risk absorbing capacity as an Additional Tier-1 capital instrument.
- Management is consistently working on building a strong balance sheet, diversifying its portfolio to cater to the growing demands of the economy, achieving sustainable growth and making investments in high quality assets, ensuring continuity of business, making effective use of its resources and further enhance management and workplace efficiency.
- The Bank has made significant investments in its products, people and technology with the introduction of DigiBank and nBank, has upgraded its IT infrastructure, automated work processes, further enhancing transaction and data security all the while maintaining and improving internal control systems and risk management practices.
- There are no such incidents during the period which might have negative impact on the reserve, profit or cash flow position of the Bank.

**4. DETAILS RELATED TO LEGAL PROCEEDINGS**

Except in the regular course of business, there are no law-suits of material nature filed by or filed against the Bank/promoters/directors on account of violation of prevailing laws or commission of criminal offences or financial crime.

**5. ANALYSIS OF BANK'S SHARES TRANSACTIONS**

- The market price of the Bank's share is fully dependent on market movements and the Bank dœs not comment on its share transactions.
- The Bank has complied with the prevailing disclosure norms and regulatory directives issued by Securities Board of Nepal (SEBON) and Nepal Rastra Bank (NRB).
- Details of share transactions during the quarter:

| | |
|---|---|
| Maximum Price (NPR) | 563.00 |
| Minimum Price (NPR) | 505.40 |
| Closing Price (NPR) | 534.90 |
| Total Units Traded | 3,095,836 |
| Total Days Traded | 64 |

**6. PROBLEMS AND CHALLENGES**

**Internal:**
- Management of NPA owing to the economic and political situation of the country
- Challenge of assets growth in the back drop of low economic growth and declining assets quality
- Challenge of improving non- interest revenue
- Challenge of liquidity and interest risk management

**External:**
- Global geopolitical and economic developments
- Fluctuating/Excess market liquidity position
- Stagnant credit demand
- Impact of low capital expenditure of government on various sectors
- Increasing cyber and information security risks

**Bank's strategy to mitigate problems and challenges:**
- Prudent management of assets and liabilities
- Effective management of cost through improved productivity and efficiency
- Exploration of alternate business avenues and channels for maintaining the contribution from non-interest income
- Embracing digitization for remarkable improvement in product offerings and service delivery
- Enhancing skill sets of staff for upgrading our service standard
- Investment in IT infrastructure and digitization

**7. CORPORATE GOVERNANCE**

The Bank has a separate Governance Unit in place for continuous monitoring of governance issues within the Bank. The Board of Directors, Audit Committee and Senior Management are committed to upholding good corporate governance practices in the Bank. The Bank's organization structure, internal control system and management practices are designed keeping best corporate governance practices in mind.

**8. DECLARATION BY CHAIRMAN/CEO ABOUT THE TRUTHFULNESS OF FINANCIALS / INFORMATION**

I, CEO of the Bank, take responsibility on the truthfulness of the information and particulars disclosed in this report to the best of my knowledge. Further, I declare that the particulars mentioned in this report, to the best of my knowledge, are true, fair and complete at the time of publication of this report and have not knowingly concealed any material particulars and information for investors to take informed decisions.

NABIL BANK®
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