

**REPORT OF THE INDEPENDENT AUDITORS
TO
THE FUND MANAGER AND UNIT HOLDERS OF NIBL SAMRIDDI FUND I**

1. We have audited the accompanying financial statements of NIBL Samriddhi Fund I, which comprise the Statement of Financial Position as at 31 Ashad, 2074 (15 July, 2017), Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Unit holders' fund and Statement of Cash Flow for the period from 1 Shrawan 2073 to 31 Ashad 2074 (16 July 2016 to 15 July, 2017), and a Summary of significant Accounting Policies and other explanatory notes.

Management's Responsibility for the Financial Statements

2. Fund Managers are responsible for the preparation and fair presentation of these financial Statements in accordance with Nepal Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Nepal Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our professional judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider the internal control relevant to the scheme's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of scheme's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

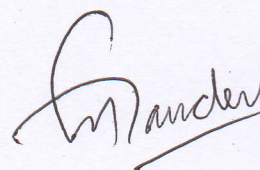
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

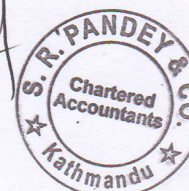
4. In our opinion, the accompanying financial statements give a true and fair view, in all material respects, the financial position of NIBL Samriddhi Fund-I as at 31 Ashad, 2074 (15 July 2017) and of the results of its financial performance, its cash flows and changes in equity for the period from 1 Shrawan 2073 to 31 Ashad 2074 (16 July, 2016 to 15 July, 2017), in accordance with Nepal Financial Reporting Standards and in compliance with Securities Act 2063, Securities Board Regulations 2064, Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069.

Report on Other Legal and Regulatory Requirements

5. On the basis of our examination, we would like to further report that:
- I. The Statement of Financial Position, Statement of Profit or Loss, Statement of Cash Flow, Statement of Changes in Unit holders' fund and attached notes to accounts dealt with by this report are prepared in accordance with Nepal Financial Reporting Standards (NFRS); Securities Act, 2063; Securities Board Regulations, 2064; Mutual Fund Regulations, 2067; Mutual Fund Guidelines, 2069 and are in agreement with the books of account maintained by the scheme.
 - II. The investment in bank deposit has exceeded ten percent of total available investment portfolio except that the fund under the scheme has been invested according to section 36 of the Mutual Fund Regulation 2067.
 - III. During our examination of the books of account of the Scheme, we have not come across any action committed against the interest of Unit holder.
 - IV. The operations of the Scheme were found satisfactory.



CA. S.R. Pandey
Senior Partner



NIBL Samriddhi Fund-I

(Sponsored by Nepal Investment Bank Ltd. and Managed by NIBL Capital Markets Ltd.)

Statement of Financial Position as at 31st Ashad 2074 (15th July, 2017)

NPR

Particulars	Notes	31st Ashad 2074	31st Ashad 2073
Assets			
Current Assets			
Cash and Cash Equivalents	VI	251,310,015	274,968,250
Other Current Assets	VII	28,213,096	41,118,101
Financial Assets Held at Amortized Cost	IV	133,000,000	133,000,000
Financial Assets Held at Fair Value Through Profit or Loss	V	1,123,882,838	1,282,650,681
Total		1,536,405,949	1,731,737,032
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	III	41,984,898	22,167,046
Liabilities (Excluding Net Assets Attributable to Unitholders)		41,984,898	22,167,046
Unit Holder's Funds			
Net Assets Attributable to Unit Holders		1,494,421,051	1,709,569,985
Total		1,536,405,949	1,731,737,032

NAV per Share

14.94

17.10

Schedules and Explanatory Notes forms integral part of Statement of Position

Shivanth

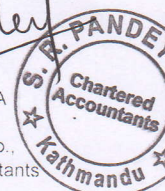
Shivanth Bahadur Pandey
Chief Executive Officer

Sachin Tibrewal

Sachin Tibrewal
Director

S. R. Pandey

S. R. Pandey, FCA
Senior Partner
S. R. Pandey & Co.,
Chartered Accountants



Mekh Bahadur Thapa

Mekh Bahadur Thapa
General Manager

Rabindra Bhattarai

Rabindra Bhattarai
Director

Sachindha Dhungana

Sachindha Dhungana
Head - Mutual Funds

Bandana Thapa

Bandana Thapa
Director

Ram Krishna Khatri

Ram Krishna Khatri
Director

Date: 2074/04/31

Place: Kathmandu

NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samriddhi Fund-I

NIBL Samriddhi Fund-I

(Sponsored by Nepal Investment Bank Ltd. and Managed by NIBL Capital Markets Ltd.)

Statement of Profit or Loss and other Comprehensive Income

For the Period from 1st Shrawan 2073 to 31st Ashad 2074 (16th July 2016 to 15th July 2017)

In NPR

Particulars	Notes	FY 2073/74	FY 2072/73
Income			
Interest Income	IX	22,961,856	21,303,325
Dividend Income		11,889,940	4,488,591
Net Profit (Loss) on Redemption of Financial Assets valued through Profit and Loss		(62,993,742)	719,741,580
Other Income		16,481	53,568
Total		(28,125,466)	745,587,064
Expenses and Losses			
Fund Management fees		24,844,628	21,724,626
Depositary Fees		7,098,465	6,207,036
Fund Supervisors Fees		4,259,079	3,724,222
Publication Expenses		182,720	163,975
Listing Fees		50,000	50,000
DP Expense		8,750	8,175
Audit Fees		113,000	113,000
Bank Charges		16,170	12,255
Dividend Distribution Expenses		66,857	-
Write off Expenses		152,860	-
Annual Service Charges on Software		160,939	-
CDS Dematerialisation Registration Fee		70,000	370,000
Impairment of Financial Assets - Tax Deducted on Dividend		-	1,072,979
Printing and Courier expenses		-	3,668
Total expenses		37,023,469	33,449,935
Net Gains/(Losses) for the Period		(65,148,935)	712,137,129
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		(65,148,935)	712,137,129

On Behalf of NIBL Capital Markets Limited
(Fund Management Company)

Shivanth Bahadur Pandé
Chief Executive Officer

Mekhi Bahadur Thapa
General Manager

Sachin Dhungana
Head - Mutual Funds

Date: 2074/04/31
Place: Kathmandu

Sachin Tibrewal
Director

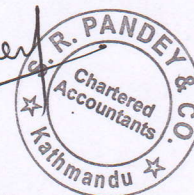
Rabindra Bhattarai
Director

Bandana Thapa
Director

As per our Report of
even date

S. R. Pandey, FCA
Senior Partner
S. R. Pandey & Co.,
Chartered Accountant

Ram Krishna Khatri
Director



NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samriddhi Fund-I

NIBL Samriddhi Fund-I

(Sponsored by Nepal Investment Bank Ltd. and Managed by NIBL Capital Markets Ltd.)

Statement of Cash Flow

For the Period from 1st Shrawan 2073 to 31st Ashad 2074 (16th July 2016 to 15th July 2017)

In NPR

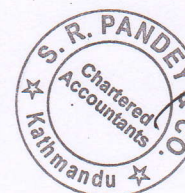
Particulars	FY 2073/74	FY 2072/73
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	(65,148,935)	712,137,129
Adjustments for:		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	260,276,653	(535,717,004)
Increase/(Decrease) in Liabilities	19,817,852	(7,431,715)
(Increase)/Decrease in Share	(101,508,810)	(213,463,335)
(Increase)/Decrease in Debenture	-	-
(Increase)/Decrease in Fixed Deposit	-	-
(Increase)/Decrease in Other Assets	12,905,005	(38,289,284)
Net cash generated/(used) in Operations (1)	126,341,766	(82,764,208)
B. Cash Flow from Financing Activities		
Dividend Paid during the year	(150,000,000)	-
Net cash generated/(used) in financing (2)	(150,000,000)	-
C. Cash Flow from Investing Activities		
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	(23,658,234)	(82,764,207)
Cash and Cash Equivalents at beginning of the year/period	274,968,249	357,732,457
Cash and Cash Equivalents at end of period	251,310,015	274,968,250
Components of Cash and Cash Equivalents		
Balance with Banks	251,310,015	274,968,249

On Behalf of NIBL Capital Markets Limited
(Fund Management Company)

As per our Report of
even date

Shivanth Bahadur Pandé
Chief Executive Officer

Sachin Tibrewal
Director



S. R. Pandey, FCA
Senior Partner
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Chartered Accountant

Mekh Bahadur Thapa
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Director

Ram Krishna Khatri
Director

Sachindha Dhungana
Head - Mutual Funds

Bandana Thapa
Director

Date: 2074/04/31
Place: Kathmandu

NIBL CAPITAL
NIBL Capital Markets Ltd.
Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samriddhi Fund-I

NIBL Samriddhi Fund-I
(Sponsored by Nepal Investment Bank Ltd. and Managed by NIBL Capital Markets Ltd.)
Statement of Changes in Unit holders' Fund
For the period from 1st Shrawan 2073 to 31st Asadh 2074 (16th July 2016 to 15th July 2017)

Particular	In NPR	
	FY 2073/74	FY 2072/73
Unit Holders' Fund at the Beginning of the Year/Period	1,709,569,985	997,432,856
Increase in Net Assets Attributable to Unit Holders	(65,148,935)	712,137,129
Distribution to Unit Holders'	(150,000,000)	-
Unit Holders' Fund at the End of the Year/Period	1,494,421,051	1,709,569,985

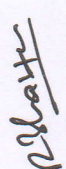
On Behalf of NIBL Capital Markets Limited

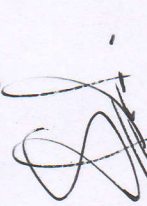
(Fund Management Company)


 Shivanth Bahadur Pandé
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 General Manager


 Rabindra Bhattarai
 Director


 Sachindha Dhungana
 Head - Mutual Funds

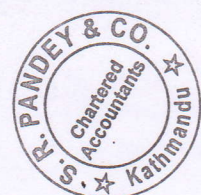

 Bandana Thapa
 Director

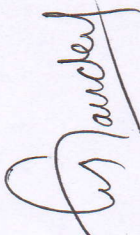
Date: 2074/04/31
 Place: Kathmandu

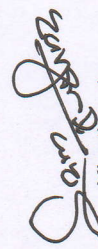
NIBL CAPITAL
NIBL Capital Markets Ltd
 Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samriddhi Fund-I

As per our Report of
 even date




 S. R. Pandey, FCA
 Senior Partner
 S. R. Pandey & Co.,
 Chartered Accountants


 Ram Krishna Khatriwada
 Director

Significant Accounting Policies and Notes to the Accounts as of 31st Ashad 2074

A. Overview

Fund:	NIBL Mutual Fund
Scheme:	NIBL Samriddhi Fund – I
Fund Sponsor:	Nepal Investment Bank Ltd. (NIBL) (Licensed by NRB as Class A bank)
Fund Management:	NIBL Capital Markets Ltd. (A subsidiary of Nepal Investment Bank Ltd.)
Fund Supervisors:	Mr. Madhukar Samsner J.B.R Dr. Shambhu Ram Simkhada Dr. Bimal Koirala Dr. Durgesh Man Singh CA Jitendra Bahadur Rajbhandari
Total Units of Scheme:	100,000,000 (One hundred million units)
Total Unit Capital:	NPR 1,000,000,000 (NPR One Billion)
Scheme type:	Close-ended

NIBL Samriddhi Fund - I (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to diligently manage the fund with the aim to achieve high return for unit holders, growth of both capital and income from investment in shares and fixed income securities and conservation of capital. The Scheme commenced its operation on 23 Poush 2071 (Scheme allotment date) B.S. with maturity period of 7 years (i.e. 22 Poush 2078 B.S.) It was listed in NEPSE on 23 Magh 2071. The Scheme's Financial Statements were approved by the Board of Directors of the NIBL Capital Markets Limited on 31 Shrawan 2074 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

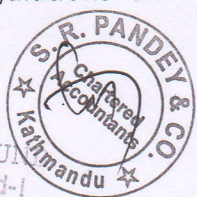
Nepal Investment Bank Ltd. (NIBL) is the Fund Sponsor and NIBL Capital Markets Ltd (NIBL Capital), a subsidiary of NIBL duly licensed by Securities Board of Nepal (SEBON), has been appointed as the Fund Manager of the Scheme by the Sponsor after obtaining due approval from SEBON. Further, the Fund Manager is also providing Depository services to the unit holders of the Scheme in line with the prevailing regulations on mutual fund.



NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal



NIBL MUTUAL FUND
NIBL Samriddhi Fund-I



1. The capital structure of the Scheme is as follows:

Holder	Status	No. of Units	Holding Amount @ 10 Each	Holding (%)
Nepal Investment Bank	Fund Sponsor	14,000,000	140,000,000	14
NIBL Capital Markets Ltd	Fund Manager / Depository	1,000,000	10,000,000	1
General Public		85,000,000	850,000,000	85
Total		100,000,000	1000,000,000	100

2. Net Asset Value (NAV) per unit

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' liabilities over market value of the total investment and other assets such as interest and dividend receivable, bank balances divided by total number of scheme units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapiatal.com every week. The said information is also shared with the Fund Supervisors and the Board members of the Fund Manager. Further, the NAV and Income Statement as at end of every Nepali calendar month is published on a national daily newspaper and uploaded on the website of the Fund Manager with prior notification of the same forwarded to the Fund Supervisors & SEBON in writing.

3. Net Assets Attributable to Unit Holders

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily changes in Market Price of Share at Nepal Stock Exchange.

4. Taxation

Income Tax Act, 2058 has not specifically envisaged corporate tax liability on Mutual Fund Scheme. The Income Tax Act, 2058 (Amended by Finance Act) have removed the requirement of withholding tax on interest, dividend income and gain on disposal of investments of Scheme. Accordingly, Mutual Fund Scheme is not considered as taxable entity and thus exempted from corporation tax and TDS (Tax deductible at source) on any of its income.

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NIBL Capital Markets Ltd
Kathmandu, Nepal



B SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS:**Statement of Compliance**

The Financial Statements have been prepared in compliance with Securities Act, 2063; Mutual Fund Regulations, 2067; Mutual Fund Guidelines, 2069.

Compliance with Nepal Financial Reporting Standards (NFRS)

These Financial Statements have been prepared in compliance Nepal Financial Reporting Standards (NFRS) which are applicable from FY 2073/74. Corresponding figures of last year have been reclassified accordingly.

Accounting convention

The Financial Statements are prepared and presented under the historical cost convention and on the accrual basis in conformity with Nepal Financial Reporting Standards.

Use of Judgments and Estimates:

In preparing the financial statements management has made judgments and estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses. The actual figure may differ from such estimates.

The changes in underlying assumptions are reviewed ongoing basis and revisions to such estimates are recognized prospectively.

Equities and liabilities**I. Unit Capital**

The unit capital of Fund are as follows

In NPR

S.N.	Particulars	Ashad End 2074	Ashad End 2073
1	Unit Capital Others	850,000,000	850,000,000
2	Unit Seed Capital Account (Nepal Investment Bank)	140,000,000	140,000,000
3	Unit Seed Capital Account (NIBL Capital)	10,000,000	10,000,000
	Total	1,000,000,000	1,000,000,000

II. Net gain/Loss from financial assets held at fair value through profit or loss:

Net gain /loss from financial assets held at fair value through profit or loss is as follow:

In NPR

S.N.	Particulars	Ashad End 2074	Ashad End 2073
	Accumulated Profit/ (Loss)		
1.1	Opening Realized Retained Earnings	173,897,157	
1.2	Less : Dividend distributed for F/Y 2072/73	(150,000,000)	
1.3	Add : Realized Profit during the year 2073/74	195,127,717	
	Total Realized Profit As on year end	219,024,874	173,897,157

1.4	Opening Unrealized Retained Earnings	535,672,829	
1.5	Less :Unrealized Loss during the year 2073/74	(260,276,653)	
	Total Unrealized Profit As on year end	275,396,176	535,672,829
	Total	494,421,050	709,569,985

III. Accrued Expenses and Other Payables:

The details of current liabilities and provisions for the year are as follows:

S.N.	Particulars	Ashad End 2074	Ashad End 2073
1	NIBL Capital Payable	16,543,601	15,686,622
2	Reporting Expenses Payables	13,380	26,760
3	Courier Payable	-	1,240
4	Allotment Refund Payable	2,589,130	2,589,163
5	Audit Fee Payable	111,500	111,500
6	Other Admin Expenses Payable	-	2,200
7	Reporting Expenses Payables	33,560	36,331
8	DP Expenses Payable	-	850
9	Provision for Realizable Tax on Dividend	1,072,979	1,072,979
10	TDS Liability	2,445	1,680
11	Supervisor Fee Payables	2,184,484	2,091,541
12	Brokers Payable	-	546,181
13	Unit Dividend Payables	19,433,819	-
	Total	41,984,898	22,167,047

Liabilities are recognized when it is probable that an outflow of resources embodying economic benefits will result from the settlement of present obligation and the amount at which the settlement will take place can be measured reliably.

Provisions for realizable tax on dividend is recognized at their cost and is a liabilities of uncertain timing. The liability is recognized as their uncertainty of their recoverability.

During the financial year 2072/73 15% dividend has been declared by the fund. Which has been recognized as liability in the financial year 2073/74. As on the reporting date NPR. 19,433,819 has been outstanding as dividend payable.

Financial Instruments

The Fund's principal financial assets comprise assets held at fair value through profit and loss, loans and receivables and cash and cash equivalents. The main purpose of these financial instruments is to generate a return on the investment made by unitholders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In accordance with NFRS 39; Financial Instruments: Recognition and Measurement, the Fund's interest receivables are classified as 'loans and receivables'. Equity securities / debentures are classified as fair value through profit and loss. The amount attributable to unitholders is classified as equity and is carried at the redemption amount being net asset value. Payables are designated as 'other financial liabilities' at amortized cost.

a) Classification

The Fund's investments are classified as fair value through profit or loss and loans and receivables. They comprise:

- **Financial instruments measured at fair value through profit or loss**

These Financial assets are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted equity securities held for trading. The dividend income from the quoted equity securities is recorded in the profit or loss when right to received is established.

- **Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments and fixed maturities that are not quoted on an active market.

b) Recognition / De- recognition

The Fund recognizes financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognizes changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognized when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged or expired.

Realized gains and realized losses on derecognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realised gain is the difference between an instrument's weighted average cost and disposal amount.

c) Measurement**Financial assets and liabilities held at fair value through profit or loss**

At initial recognition, the Fund measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of Profit or loss and other comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

Further details on how the fair values of financial instruments are determined are disclosed in Measurement of Financial Asset/ Liabilities at fair value.

Loans and receivables

Loan assets are measured initially at fair value plus transaction costs and subsequently amortized using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

Financial risk management

The Fund's activities expose it to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management programme focuses on ensuring compliance with the Fund's investment policy. It also seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair market value of those positions.

The management of these risks is carried out by the NIBL Capital Markets Limited, the fund management company. The fund supervisors provide principles for overall risk management, as well as written policies covering specific areas, such as interest rate risk, credit risk and non-derivative financial instruments and the investment of excess liquidity.

The Fund uses different methods to measure and mitigate different types of risk to which it is exposed.

Market risk

a. Price risk

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Paragraph below sets out how this component of price risk is managed and measured. Investments are classified in the statement of financial position as at fair value through profit or loss and loans and receivables. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the management company.

NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal

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NIBL MUTUAL FUND
NIBL Samriddhi Fund-I



All of the Fund's equity investments in companies are listed in NEPSE. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund Management Company.

Investment Threshold

As per the Mutual Fund Regulation, 2067 investment in bank deposit cannot be made more than 10% of total fund size of the scheme. However, in order to manage the surplus fund and generate certain yield, the Scheme has deposited 10% of its initial Scheme size in Fixed Deposits and placed the surplus cash in call accounts.

b. Foreign exchange rate risk

The Fund is not exposed to the fluctuations in exchange rates. The Fund's all investments and transactions are denominated in NPR.

c. Cash flow and fair value interest rate risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates.

Financial instruments with fixed rates expose the Fund to fair value interest rate risk. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

The Fund has direct exposure to interest rate changes on the valuation and cash flows of its interest bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Fund invests and impact on the valuation of certain assets that use interest rates as an input in their valuation model.

Credit risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. However, there is no investment in debt securities.

Credit risk on cash and cash equivalents, other receivable balances.

In accordance with the Fund's policy, the Management Company monitors the Fund's credit position on a daily basis. The Fund can maximize the returns derived for the level of risk to which the Fund is exposed. The table below is a summary of the significant sector concentrations within the equity portfolio.

Sector	AT Market Value	At Cost	Proportion	In NPR	
				Proportion	Growth
Banks	465,885,028	376,319,112	41.45%		23.80%
Development banks	80,966,078	42,304,519	7.20%		91.39%
Hotels	11,690,076	9,637,190	1.04%		21.30%
Finance companies	1,848,999	2,580,481	0.16%		-28.35%
Hydro	93,140,184	100,934,453	8.29%		-7.72%

Insurance companies	216,380,431	136,798,241	19.25%	58.17%
Others	79,066,725	73,934,657	7.04%	6.94%
Microfinance	174,905,317	105,978,094	15.56%	65.04%
Total	1,123,882,838	848,486,746	100.00%	

Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable units. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market or can be readily disposed.

The Fund's listed securities are considered readily realizable, as all are listed on the Nepal Stock Exchange.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period.

In accordance with the Fund's policy, the Management Company monitors the Fund's liquidity position on a daily basis.

Measurement of Financial Assets/Liabilities at fair value

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value
- Financial assets / liabilities held for trading

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The quoted market price used for financial assets held by the Fund is the current bid price; the appropriate quoted market price for financial liabilities is the current asking price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

ii. **Fair value in an inactive or unquoted market (level 2 and level 3)**

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

Equities which are listed but no transactions are made within last 30 days is valued at 180 days Average Market price provided by NEPSE and Equities which are listed but no transactions are made within last 180 days is valued at last traded price of the stock at NEPSE considering it as level two input.

The Fair value of IPO Investments after allotment till listing, is valued applying the valuation model as specified below:

- I) 50% of the Latest Net worth Published by the Company.
- II) 50% based on the Earnings Capitalization, based on the projections of the company by considering latest interest rate of the Government Bonds after applicable tax deductions as discount factor is considered as level 3 input.

IV. **Financial Assets Held at Amortized Cost**

Financial Assets held at Amortized Cost	31st Ashad 2074	31st Ashad 2073
Debentures	33,000,000	33,000,000
Fixed Deposit	100,000,000	100,000,000
Total	133,000,000	133,000,000

Note a:

The investment in debentures are recognized on cost. The maturity period of the debentures are 7 years. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the debentures are recognized daily as per accrual basis. The interest are received on half yearly basis. The debentures are not listed on the stock exchange. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

Note b:

The investment in fixed deposit are recognized on cost. The maturity period of the fixed deposits are not more than one year from the reporting date. They are classified based on maturity period using the effective interest rate and classified as held to maturity. Interest on the fixed deposits are recognized daily as per accrual basis. The interest are received on quarterly and on maturity as per the deals executed with the banks. As there are no other associated costs, premium or discount the investment and the investment are settled with receiving the principal and interest the intrinsic coupon rate has been used as effective interest rate.

NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samridhi Fund-I



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V. Financial Assets Held at Fair Value Through Profit or Loss:**Comparative investment in Listed Shares**

in NPR(000)

Name	2073-74			
	Unit	Value per unit	Value Amount	Total Cost
LISTED				
Swabalamban Bikas Bank Ltd.	12,261	1,809	22,180	12,458
Shangrila Development Bank Ltd.	8,841	390	3,448	2,037
Nepal Bank Ltd.	26,477	364	9,638	10,259
Machhapuchhre Bank Ltd.	57,431	360	20,675	17,057
Siddhartha Bank Ltd.	31,325	485	15,193	12,498
Nepal Doorsanchar Comapany Ltd.	52,515	675	35,448	33,759
NIC Asia Bank Ltd.	42,102	445	18,735	19,765
Siddhartha Insurance Ltd.	10,270	1,500	15,405	7,322
Global IME Bank Ltd.	23,361	388	9,064	8,230
Citizen Bank International Ltd.	16,943	403	6,828	3,593
Mega Bank Nepal Ltd.	40,116	458	18,373	15,088
Prime Commercial Bank Ltd.	43,756	421	18,421	15,416
Agriculture Development Bank Ltd.	25,070	435	10,905	7,320
Shikhar Insurance Co. Ltd.	8,162	1,941	15,842	2,684
Sanima Bank Ltd.	54,221	431	23,369	19,477
Narayani National Finance Ltd.	-	-	-	-
Sagarmatha Insurance company Ltd.	2,125	1,410	2,996	1,109
Laxmi Bank Ltd.	22,492	390	8,772	7,738
Prime life Insurance Company Ltd.	3,862	2,555	9,867	4,234
Rural Microfinance Development Centre Ltd.	15,287	775	11,847	9,455
NLG Insurance Company Ltd.	18,771	1,485	27,875	14,393
Nepal Insurance Co. Ltd.	2,597	1,430	3,714	814
Everest Bank Ltd.	21,472	1,353	29,052	26,361
National Life Insurance Co. Ltd.	15,041	2,300	34,594	21,680
Chilime Hydropower Company Ltd.	42,167	798	33,649	52,761
Nabil Bank Ltd.	20,057	1,523	30,547	28,407
NABIL Bank Ltd. Promotor Share	24,659	1,130	27,865	22,962
Tourism Development Bank Ltd	6,250	427	2,669	1,245
Nepal Bangladesh Bank Ltd.	22,536	402	9,059	9,850
Sunrise Bank Ltd.	25,288	396	10,014	7,542
Muktinath Bikas Bank Ltd.	16,772	971	16,286	7,445
Shahyogi Bikash Bank	6,011	363	2,182	1,717
Nerude Laghubitta Bikash Bank Ltd.	11,553	1,285	14,846	12,470
Himalayan bank Ltd.	37,005	886	32,786	25,607
Nepal SBI Bank Ltd.	24,120	925	22,311	15,147
Asian Life Insurance Company Ltd.	27,931	1,458	40,723	27,858
Taragaon Regency Hotel Ltd.	21,000	261	5,481	5,541
Biratlaxmi development Bank Ltd.	8,440	400	3,376	1,669
Nepal Credit and Commerce Bank Ltd.	17,203	383	6,589	6,643
Lumbini Bank Ltd.	-	-	-	-
Himalayan General Insurance Co.	9,948	745	7,411	13,189

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RSDC Laghubitta Bittiya Sanstha	1,618	2,950	4,773	127
Suryodaya Laghubitta Bittiya Sanstha Ltd.	857	672	576	86
Forward Community Microfinance Bittiya Sanstha Ltd.	2,143	3,221	6,903	214
Samata Microfinance Bittiya Sanstha Ltd.	339	403	137	34
Synergy Power Development Ltd.	11,950	243	2,904	1,195
United Modi Hydropower Ltd.	4,761	341	1,624	476
Civil Laghubitta Bittiya Sanstha Ltd.	2,500	1,302	3,255	235
Chhyangdi Hydropower Ltd.	2,003	90.62	182	200
Sub-Total (A)			1,075,968	838,499
UNLISTED				
Raptibheri Bikas Bank Ltd.	-	-	-	-
Shangrila Development Bank Ltd.	1,772	390	691	-
NMB Microfinance Bittiya Sanstha	-	-	-	-
Siddhartha Insurance Ltd.	3,591	1,500	5,387	-
Chhimek Laghubitta Bikas Bank Ltd.			-	-
Reliable Microfinance Bittiya Sanstha Ltd.	-	-	-	-
Biratlaxmi Development Bank Ltd.	-	-	-	-
Nerude Laghubitta Bikash Bank Ltd.	941	1,285	1,209	-
Mero Microfinance Company Ltd.	-	-	-	-
Shine Resunga Development Bank	-	-	-	-
Januthan Samudayik Laghubitta Bikas Bank Ltd	225	3,060	689	-
Tourism Development Bank	6,251	427	2,669	625
Civil Bank Ltd.	914	246	225	-
Swadeshi Laghubitta-IPO	1,071	608.17	651	107
Mahuli Laghubitta - IPO	429	2,051.42	880	43
Nerude Laghubitta Bikas Bank	2,354	1,285	3,025	235
Citizen Bank International Ltd	4,357	403	1,756	436
Nepal Bangladesh Bank-Right	13,277	402	5,337	1,328
Nepal Bank Ltd- Right Share	6,287	364	2,288	629
Himalayan Power Partner Ltd - IPO	8,609	72.34	623	861
Siddhartha Insurance-Right	2,281	1,500	3,422	228
Sahayogi Bikas Bank -Right	3,342	363	1,213	334
Nepal SBI Bank - Right shares	9,649	925	8,925	965
Laxmi Bank -Ordinary unlisted	4,378	390	1,707	-
Sunrise Bank - Right	9,048	396	3,583	905
Nerude Laghubitta Bikas Bank-Auction	354	1,285	455	422
Mahuli - Ordinary unlisted	107	2,051.42	220	-
Garima Bikas Bank - Auction	10,000	296	2,960	2,870
Sub-Total (B)			47,915	9,987
Grand Total			1,123,883	848,487

NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal
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NIBL MUTUAL FUND
NIBL Samridhi Fund-I



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VI. Cash and Cash equivalent:

Cash and cash equivalent for the purpose of the statement of cash flow comprises

	31st Ashad 2074	31st Ashad 2073
Cash at Bank	251,310,015	274,968,250
Cash in Hand	-	-
Total	251,310,015	274,968,250

Cash and cash equivalent assets' fair value equals to the book value as such assets. It comprises call balance in the banks and financial institutions. They are available as and when the balance is called from the bank has lacks risk. The interest income on such balance are recognized daily on accrual basis based on the deal rate with the bank. The intrinsic rate and the coupon rate does not differ as the rates are changed based on the market rate.

VII. Other current assets:

The fair value of other current assets are not materially different to their carrying values.

		<i>In NPR</i>	
S.N.	Particulars	Ashad End 2074	Ashad End 2073
1	Dividend Income Receivable	1,065,025	1,305,220
2	Interest Receivables	6,860,904	5,910,016
3	Broker Receivables	10,783,548	31,955,557
4	IPO Advance	1,130,300	1,939,100
5	Right Auction Refund Receivable	8,336,384	-
6	TDS Receivables	36,934	8,201.09
7	Other Receivables	-	7.42
	Total Amount	28,213,096	41,118,101

Investment Income

- Interest income is recognized in profit or loss for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/ (losses) on financial instruments. Other changes in fair value for such instruments are recorded in accordance with the policies described in Note 2.3.
- The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

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- Dividend income is recognized on the ex-dividend date net of withholding tax.

Expenses and Service Fees

All Expenses are accounted on accrual basis. Following Fees incurred by the Scheme:

- Fund Management Fees: 1.75% of Net Assets Value (NAV) *
- Depository Fees: 0.50% of NAV *
- Fund Supervisor Fees: 0.30% of NAV *

* NAV for this purpose is computed on the basis of half yearly average of weekly NAV or NAV of end of Half year, whichever is lower. The fee is booked half yearly at the end of the first and second half of the financial year (at the end of Poush and Ashadh).

Employees related expenses:

There is no current and future employee related expenses and liabilities as the fund is managed by NIBL Capital markets Limited.

Fund Management, Depository and Supervisor Fee

Total Fund Management, Depository and Fund Supervisor Fees is calculated and recognized as per the mutual Fund Regulation, 2069. The total fees charged for full period 1st Shrawan 2073 - 31 Ashad 2074 are as follows :-

In NPR		
Fund Management Fee	Depository Fee	Supervisor Fee
24,844,628	7,098,465	4,259,079

VIII. Net gain /loss from financial assets held at fair value through profit and loss

	For the Year Ended on 31st Ashad 2074	For the Year Ended on 31st Ashad 2074
Net Realised (losses)/Gains on financial Assets at Fair Value Through Profit or loss (see note a)	197,282,911	184,024,576
Net Unrealised losses on financial assets at Fair Value Through Profit or Loss (see note b)	(260,276,653)	535,717,004
Net Gain/ (Loss) on financial assets held at fair value through Profit or Loss	(62,993,742)	719,741,580
Net Realized Gains on Financial Assets		
(a) at Fair value through Profit or Loss (Losses)/Gains on disposal of equity securities	197,282,911	184,024,576

NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samriddhi Fund-I

Note b:

in NPR(000)

SN	Name	2073-74			
		Unit	Value per unit	Value Amount	Total Cost
	LISTED				
1	Swabalamban Bikas Bank Ltd.	12,261	1,809	22,180	12,458
2	Shangrila Development Bank Ltd.	8,841	390	3,448	2,037
3	Nepal Bank Ltd.	26,477	364	9,638	10,259
4	Machhapuchhre Bank Ltd.	57,431	360	20,675	17,057
5	Siddhartha Bank Ltd.	31,325	485	15,193	12,498
6	Nepal Doorsanchar Comapany Ltd.	52,515	675	35,448	33,759
7	NIC Asia Bank Ltd.	42,102	445	18,735	19,765
8	Siddhartha Insurance Ltd.	10,270	1,500	15,405	7,322
9	Global IME Bank Ltd.	23,361	388	9,064	8,230
10	Citizen Bank International Ltd.	16,943	403	6,828	3,593
11	Mega Bank Nepal Ltd.	40,116	458	18,373	15,088
12	Prime Commercial Bank Ltd.	43,756	421	18,421	15,416
13	Agriculture Development Bank Ltd.	25,070	435	10,905	7,320
14	Shikhar Insurance Co. Ltd.	8,162	1,941	15,842	2,684
15	Sanima Bank Ltd.	54,221	431	23,369	19,477
16	Narayani National Finance Ltd.	-	-	-	-
17	Sagarmatha Insurance company Ltd.	2,125	1,410	2,996	1,109
18	Laxmi Bank Ltd.	22,492	390	8,772	7,738
19	Prime life Insurance Company Ltd.	3,862	2,555	9,867	4,234
20	Rural Microfinance Development Centre Ltd.	15,287	775	11,847	9,455
21	NLG Insurance Company Ltd.	18,771	1,485	27,875	14,393
22	Nepal Insurance Co. Ltd.	2,597	1,430	3,714	814
23	Everest Bank Ltd.	21,472	1,353	29,052	26,361
24	National Life Insurance Co. Ltd.	15,041	2,300	34,594	21,680
25	Chilime Hydropower Company Ltd.	42,167	798	33,649	52,761
26	Nabil Bank Ltd.	20,057	1,523	30,547	28,407
27	NABIL Bank Ltd. Promotor Share	24,659	1,130	27,865	22,962
28	Tourism Development Bank Ltd	6,250	427	2,669	1,245
29	Nepal Bangladesh Bank Ltd.	22,536	402	9,059	9,850
30	Sunrise Bank Ltd.	25,288	396	10,014	7,542
31	Muktinath Bikas Bank Ltd.	16,772	971	16,286	7,445
32	Shahyogi Bikash Bank	6,011	363	2,182	1,717
33	Nerude Laghubitta Bikash Bank Ltd.	11,553	1,285	14,846	12,470
34	Himalayan bank Ltd.	37,005	886	32,786	25,607
35	Nepal SBI Bank Ltd.	24,120	925	22,311	15,147

36	Asian Life Insurance Company Ltd.	27,931	1,458	40,723	27,858
37	Taragaon Regency Hotel Ltd.	21,000	261	5,481	5,541
38	Biratnaxmi development Bank Ltd.	8,440	400	3,376	1,669
39	Nepal Credit and Commerce Bank Ltd.	17,203	383	6,589	6,643
40	Lumbini Bank Ltd.	-	-	-	-
41	Himalayan General Insurance Co. Ltd	9,948	745	7,411	13,189
42	Garima Bikash Bank Ltd.	26,693	296	7,901	4,715
43	Nirdhan Utthan Bikash bank Ltd.	8,508	1,963	16,701	7,795
44	Standard Chartered Bank Ltd.	14,099	2,295	32,357	22,051
45	Deprosc Development Bank Ltd.	11,877	1,285	15,262	10,634
46	Sana Kisan Bikas Bank Ltd	26,433	1,502	39,702	36,715
47	Shine Resunga Development Bank	24,287	425	10,322	5,648
48	Kailash Bikash Bank Ltd.	24,697	327	8,076	5,284
49	Goodwill Finance Company Ltd.	9,199	201	1,849	2,580
50	Kamana Bikash Bank Ltd.	7,451	355	2,645	1,596
51	Raptibheri Bikas Bank Ltd.	-	-	-	-
52	Janata Bank Nepal Ltd.	30,454	284	8,649	6,818
53	Civil Bank Ltd.	31,743	246	7,809	8,912
54	Bank Of Kathmandu Ltd.	-	-	-	-
55	Kumari Bank Ltd.	26,723	327	8,738	7,001
56	International Leasing and Finance Company Ltd.	-	-	-	-
57	Oreintal Hotels Ltd.	9,494	654	6,209	4,096
58	Chhimek Laghubitta Bikas Bank Ltd.	12,601	1,525	19,217	14,596
59	Barun Hydropower Co. Ltd.	2,685	253	679	335
60	NMB Bank Ltd.	32,759	545	17,854	18,310
61	Excel Development Bank Ltd.	8,881	624	5,542	2,883
62	Mahila Sahayatra Microfinance Bittiya Sanstha Ltd.	1,165	1,160	1,351	104
63	Kisan Microfinance Bittiya Sanstha Ltd.	1,288	2,740	3,529	80
64	Janautthan Samudayic Laghubitta Bikas Bank Ltd.	-	-	-	-
65	Womi Microfinance Bittiya Sanstha Ltd.	858	1,979	1,698	62
66	Prudential Insurance Co. Ltd.	7,891	1,410	11,126	4,014
67	Sanima Mai Hydropower Ltd.	14,211	1,168	16,598	12,296
68	Nepal Life Insurance Co. Ltd.	8,457	2,148	18,166	13,815
69	National Hydro Power Company Ltd.	12,400	132	1,637	2,640
70	Butwal Power Company Ltd.	32,561	620	20,188	22,526
71	Lumbini General Insurance Co. Ltd.	21,346	930	19,852	25,457

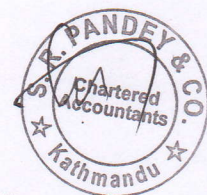
72	Siddhartha Equity Oriented Scheme	625,000	11.86	7,413	7,097
73	NMB Microfinance Bittiya Sanstha Ltd.	1,021	2,846	2,906	85
74	Siddhartha Investment Growth Scheme-1	1,564,000	23.15	36,207	33,079
75	Sagarmatha Finance Ltd.	-	-	-	-
76	Om Development Bank Ltd.	13,174	629	8,286	3,062
77	Dev Bikas Bank Ltd.	5,207	259	1,349	1,071
78	Jalabidyut Lagani tatha Bikas Co. Ltd.	76,431	197	15,057	7,643
79	Century Commercial Bank Ltd.	16,897	290	4,900	5,890
80	Mero Microfinance Bittiya Sanstha Ltd.	1,633	2,204	3,599	148
81	Bank of Kathmandu Ltd.	66,091	462	30,534	23,880
82	National Microfinance Bittiya Sanstha Ltd.	2,142	1,714	3,671	214
83	RSDC Laghubitta Bittiya Sanstha Ltd.	1,618	2,950	4,773	127
84	Suryodaya Laghubitta Bittiya Sanstha Ltd.	857	672	576	86
85	Forward Community Microfinance Bittiya Sanstha Ltd.	2,143	3,221	6,903	214
86	Samata Microfinance Bittiya Sanstha Ltd.	339	403	137	34
87	Synergy Power Development Ltd.	11,950	243	2,904	1,195
88	United Modi Hydropower Ltd.	4,761	341	1,624	476
89	Civil Laghubitta Bittiya Sanstha Ltd.	2,500	1,302	3,255	235
90	Chhyangdi Hydropower Ltd.	2,003	90.62	182	200
	Sub-Total (A)			1,075,968	838,499
	UNLISTED				
1	Raptibheri Bikas Bank Ltd.	-	-	-	-
2	Shangrila Development Bank Ltd.	1,772	390	691	-
3	NMB Microfinance Bittiya Sanstha Ltd.			-	-
4	Siddhartha Insurance Ltd.	3,591	1,500	5,387	-
5	Chhimek Laghubitta Bikas Bank Ltd.			-	-
6	Reliable Microfinance Bittiya Sanstha Ltd.	-	-	-	-
7	Biratlaxmi Development Bank Ltd.	-	-	-	-
8	Nerude Laghubitta Bikash Bank Ltd.	941	1,285	1,209	-
9	Mero Microfinance Company Ltd.	-	-	-	-
10	Shine Resunga Development Bank	-	-	-	-

11	Januthan Samudayik Laghubitta Bikas Bank Ltd	225	3,060	689	-
12	Tourism Development Bank	6,251	427	2,669	625
13	Civil Bank Ltd.	914	246	225	-
14	Swadeshi Laghubitta-IPO	1,071	608.17	651	107
15	Mahuli Laghubitta - IPO	429	2,051.42	880	43
16	Nerude Laghubitta Bikas Bank	2,354	1,285	3,025	235
17	Citizen Bank International Ltd	4,357	403	1,756	436
18	Nepal Bangladesh Bank-Right	13,277	402	5,337	1,328
19	Nepal Bank Ltd- Right Share	6,287	364	2,288	629
20	Himalayan Power Partner Ltd - IPO	8,609	72.34	623	861
21	Siddhartha Insurance-Right	2,281	1,500	3,422	228
22	Sahayogi Bikas Bank -Right	3,342	363	1,213	334
23	Nepal SBI Bank - Right shares	9,649	925	8,925	965
24	Laxmi Bank -Ordinary unlisted	4,378	390	1,707	-
25	Sunrise Bank - Right	9,048	396	3,583	905
26	Nerude Laghubitta Bikas Bank-Auction	354	1,285	455	422
27	Mahuli - Ordinary unlisted	107	2,051.42	220	-
28	Garima Bikas Bank - Auction	10,000	296	2,960	2,870
29	Sub-Total (B)			47,915	9,987
30	Grand Total			1,123,883	848,487
Unrealized Gain / (Loss)					275,396
Less: Previous year unrealized gain/(loss)					535,673
Unrealized Gain / (Loss) This Year					(260,277)

IX. Interest income from financial assets held at amortized cost:

In NPR

S.N.	Particulars	Ashad End 2074
1	Interest income on Debentures	2,515,000
2	Interest income on Fixed deposit and call account	20,446,856
Total Amount		22,961,856



NIBL MUTUAL FUND
NIBL Samriddhi Fund-I

Shivanku

NIBL CAPITAL
NIBL Capital Markets Ltd.
Kathmandu, Nepal

Related Party Transactions

Related Parties:

- I. Fund Sponsor: Nepal Investment Bank Limited.
- II. Fund Manager and Depository: NIBL Capital Markets Ltd, a subsidiary of the Sponsor.
- III. Shareholders holding substantial interest in the Fund Manager:
 - Nepal Investment Bank Limited
- IV. Subsidiaries of Major Shareholders of Fund Manager with whom the Fund transacted:
 - None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard – on 'Related Party Disclosures'.

- a. Unit Holding of Nepal Investment Bank Ltd (Fund Sponsor) amounts to NPR 140,000,000 (at par value of NPR 10 per unit)
- b. Unit Holding of NIBL Capital Markets Ltd (Fund Management) amounts to NPR 10,000,000 (at par value of NPR 10 per unit)
- c. NIBL Samriddhi Fund-I have earned interest amounting to NPR 395,460 (NPR Three hundred ninety five thousand four hundred and Sixty only) from Nepal Investment Bank Limited.
- d. Fund Management and Depository Fee incurred by NIBL Samriddhi Fund-I during the year amounts to NPR 31,943,094 (NPR. Thirty one million nine hundred forty three thousand and ninety four only).
- e. Fund management, depository fee and other payable by NIBL-Samriddhi Fund-I to NIBL Capital markets Limited amounts to NPR. 16,543,601 (Sixteen million five hundred forty three thousand six hundred and one only).
- f. The Scheme has a call account bank balance of NPR 15,941,264 (NPR One crores fifty nine lacs forty one thousand two hundred and sixty four rupees only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Bank Ltd held at 2% interest rate.
- g. Depository Fee for transaction expenses NPR. 8,750 (eight thousand seven hundred fifty only) has been paid to NIBL Capital during the year.

Contingent Liability

There is no contingent liability in respect of underwriting commitments, uncalled liability on partly paid shares and other commitments.

Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

Dividend

18% Dividend (including tax) has been purposed by the Board Of Directors for the year 2073/74 which amounts to NRs.180,000,000 .

On Behalf of NIBL Capital Markets Limited

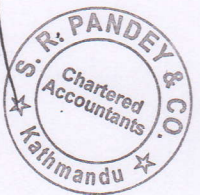
(Fund Management Company)

Shivanth Bahadur Pandé
Chief Executive Officer

Sachin Tibrewal
Director

As per our Report of
even date

C.A. S. R. Pandey
Senior Partner
S. R. Pandey & Co.,
Chartered Accountants



Mekh Bahadur Thapa
General Manager

Rabindra Bhattarai
Director

Sachindra Dhungana
Head - Mutual Funds

Bandana Thapa
Director

Ram Krishna Khatri
Director

Date: 31 Shrawan 2074
Place: Kathmandu

NIBL CAPITAL
NIBL Capital Markets Ltd
Kathmandu, Nepal

NIBL MUTUAL FUND
NIBL Samriddhi Fund-I