

Independent Auditor's Report

The Fund Manager
NIBL Pragati Fund
Kathmandu, Nepal

Report on the Financial Statements

Opinion

We have audited the accompanying Financial Statements of NIBL Pragati Fund, which comprise the Statement of Financial Position as at 26 Poush, 2080 (11 January 2024), Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Unitholder's fund and Statement of Cash Flows for the period from 01 Shrawan 2080 (16 July 2080) to 26 Poush, 2080 (11 January 2024), and a summary of Significant Accounting Policies and Other Explanatory Notes.

In our opinion, the accompanying financial statements presents fairly, in all material respects the financial position of NIBL Pragati Fund as at 26 Poush, 2080 (11 January 2024), and of its financial performance and its cash flows for the period from 01 Shrawan 2080 (16 July 2080) to 26 Poush, 2080 (11 January 2024) in accordance with Nepal Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the *Auditors Responsibilities for the Audit of Financial Statements* section of our Report. We are independent of the NIBL Pragati Fund in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements and ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

The Scheme had matured on Poush 26, 2080 and the process of payment to settlement to unit holders had been initiated. As the going concern doesn't exist, the financial statements has been prepared on the liquidation basis. Hence, all the assets and liabilities presented on this financial statement represent the value recovered the value recovered or paid on the subsequent time as per relevant legislation until all the assets and liabilities are settled rather representing fair value as on Poush 26, 2080.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no any key audit matters to communicate in our report

Information Other than the Financial Statements and Auditor's Report Thereon

The Scheme's Management is responsible for the other information. The other information comprises the information included in the Management Report but does not include the financial statements and our auditor's report thereon. Such information is expected to be made available to us after the date of this auditor's report.



Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read such other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibility of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with Nepal Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with Governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities of the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with NSAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of financial statements, whether due to fraud or error, design and perform and audit procedures responsive to those risk and obtained audit evidence that is sufficient and appropriate to provide a basis of our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate to the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and reasonableness of accounting estimates and related disclosures made by the management,
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to the events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

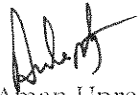


We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Based on our audit, we would like to further report that:

- i. Financial Statements have been prepared in accordance with Nepal Financial Reporting Standard (NFRS); Securities Act, 2063; Securities Board Regulation, 2064; Mutual Fund Regulations, 2067; Mutual Fund Guidelines, 2069 and are in line with the books of account maintained by the Scheme.
- ii. We have not come across any instances where any employee of the Fund Manager has acted against the provision of relevant laws or other regulatory provisions or has performed any irregularity or have caused any damage or loss to the scheme.
- iii. The Fund Manager has an effective internal control system in place.
- iv. The Fund Manager has an effective internal audit system in place.
- v. We did not come across any action performed against the interest of Unit holder and stock market.
- vi. The funds under the Scheme have been invested in accordance with the Mutual Fund Regulations 2067.
- vii. The operation of the Scheme is found satisfactory.



Aman Uprety
Partner



Place: Kathmandu, Nepal
Date: May 15, 2024

UDIN.: 240516CA00451Aqfmb

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Financial Position as at 26th Poush 2080 (11th Jan, 2024)

Particulars	Notes	FY 2080/81 upto Poush 26	FY 2079/80
Assets			
Current Assets			
Cash and Cash Equivalents	3.2	34,532,717	153,556,819
Other Current Assets	4.5	8,556,960	12,427,472
Financial Assets Held at Amortized Cost		150,000,000	-
Financial Assets Held at Fair Value Through Profit or Loss	4.6	545,408,617	638,707,842
Total		738,498,295	804,692,133
Liabilities			
Current Liabilities			
Accrued Expenses & Other Payables	5.2	3,380,188	3,910,072
Liabilities (Excluding Net Assets Attributable to Unitholders)		3,380,188	3,910,072
Unit Holder's Funds			
Net Assets Attributable to Unit Holders	6	735,118,107	800,782,061
Total		738,498,295	804,692,133
NAV per Unit		9.80	10.68

Schedules and Explanatory Notes forms integral part of Statement of Position

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date



Sachin Tibrewal
Chairman



Srijana Pandey
Director



Aman Uprety, FCA
Partner
S.A.R. Associates



Rabindra Bhattarai
Director



Ananda Kumar Bhattarai
Director



Shivanth Bahadur Pandé
Chief Executive Officer



Sachindra Dhungana
General Manager



Shulav Shrestha
Head- Investment
Banking

Date: 15th May, 2024
Place: Kathmandu

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Profit or Loss and other Comprehensive Income

For the Period from 1st Shrawan 2080 to 26th Poush 2080 (17th July 2023 to 11th Jan 2024)

Particulars	Notes	FY 2080/81 upto Poush 26	FY 2079/80
Income			
Interest Income	7.2	12,154,787	15,932,112
Dividend Income	7.3	1,454,206	3,463,109
Net Profit/(Loss) on Financial Assets Held at Fair Value through Profit and Loss	13b	(21,223,739)	45,246,199
Underwriting Commission Income		-	175,000
Total		(7,614,745)	64,816,420
Expenses and Losses			
Fund Management fees	8	5,440,628	11,361,022
Depository Fees		725,417	1,514,803
Fund Supervisors Fees		435,250	908,882
Publication Expenses		85,446	165,196
Listing Fees		-	50,000
Audit Fees		113,000	113,000
Bank Charges		1,456	4,066
DP Expense		200	150
CDS Dematerialisation Registration Fee		120,000	120,000
Annual Service Charges on Software		54,692	99,440
ICRA -Annual Rating Fee		-	-
Book Building Registration Expenses-SEBON		-	-
Book Building Registration & AMC Expenses-NEPSE		-	5,000
Other Expenses		73,119	-
Total expenses		7,049,209	14,341,559
Net Gains/(Losses) for the Period		(14,663,954)	50,474,861
Other Comprehensive income		-	-
Net Surplus/(Deficit) for the period		(14,663,954)	50,474,861

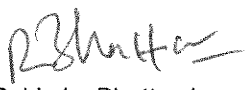
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Head- Investment Banking

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NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Cash Flow

For the Period from 1st Shrawan 2080 to 26th Poush 2080 (17th July 2023 to 11th Jan 2024)

Particulars	FY 2080/81 upto Poush 26	FY 2079/80
A. Cash Flow from Operating Activities		
Surplus/ (Deficit) for the year	(14,663,954)	50,474,861
Adjustments for:		
Increase/Decrease in Unrealised (gain)/loss on financial assets held for trading purposes	20,153,700	(21,395,175)
Increase/(Decrease) in Liabilities	(529,884)	(304,659)
(Increase)/Decrease in Share	73,145,525	13,927,701
(Increase)/Decrease in Other Assets	(146,129,488)	(203,578)
Net cash generated/(used) in Operations (1)	(68,024,101)	42,499,149
B. Cash Flow from Financing Activities		
Dividend Paid during the year	(51,000,000)	(31,500,000)
Net cash generated/(used) in financing (2)	(51,000,000)	(31,500,000)
C. Cash Flow from Investing Activities		
Net cash generated/(used) in investing (3)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (1+2+3)	(119,024,101)	10,999,149
Cash and Cash Equivalents at beginning of the year/period	153,556,819	142,557,670
Cash and Cash Equivalents at end of period	34,532,717	153,556,819
Components of Cash and Cash Equivalents		
Balance with Banks	34,532,717	153,556,819

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date



Sachin Tibrewal
Chairman



Srijana Pandey
Director



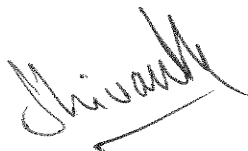
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General Manager



Shulav Shrestha
Head- Investment Banking

Date: 15th May, 2024
Place: Kathmandu

NIBL Pragati Fund

(Sponsored by Nepal Investment Mega Bank Ltd. and Managed by NIMB Ace Capital Ltd.)

Statement of Change in Unit Holder's Fund

For the Period from 1st Shrawan 2080 to 26th Poush 2080 (17th July 2023 to 11th Jan 2024)

Particular	FY 2080/81 upto Poush 26	FY 2079/80
Unit Holders' Fund at the Beginning of the Year/Period	800,782,061	781,807,200
<u>Increase in Net Assets Attributable to Unit Holders:</u>		
Net Gains/(Losses) for the Period	(14,663,954)	50,474,861
Other Comprehensive income		
Distribution to Unit Holders'	(51,000,000)	(31,500,000)
Unit Holders' Fund at the End of the Year/Period	735,118,107	800,782,061

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date

Sachin Tibrewal
Chairman

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Director

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General Manager

Shulav Shrestha
Head- Investment Banking

Date: 15th May, 2024
Place: Kathmandu



NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Notes to the Financial Statements as of 26th Poush 2080 (11th January 2024)**1. General Information of the Scheme**

Fund	NIBL Mutual Fund
Scheme	NIBL Pragati Fund
Fund Sponsor	Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.) (Licensed by NRB as Class 'A' bank)
Fund Manager	NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) (A subsidiary of Nepal Investment Mega Bank Limited)
Fund Supervisors	Dr. Bimal Prasad Koirala Dr. Shambhu Ram Simkhada Dr. Durgesh Man Singh CA. Jitendra Bahadur Rajbhandari Mr. Raju Nepal
Total Units of Scheme	75,000,000 (Seventy-five million units)
Total Unit Capital	NPR 750,000,000 (NPR Seven hundred fifty Million)
Scheme Type	Close-ended

NIBL Pragati Fund (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 conservation of capital. The Scheme commenced its operation on 27th Poush 2073 (Scheme allotment date) B.S. with maturity period

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

of 7 years (i.e. 26th Poush 2080 B.S.). It was listed in NEPSE on 6th Chaitra, 2073. The Scheme's Financial Statements for the year 2079/80 were approved by the Board of Directors of the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) on 19th Bhadra, 2080 being the Fund Management and Depository Company. Similarly, the Fund Supervisors' consent on the approved Financial Statements has also been duly obtained.

Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)- NIMB is the Fund Sponsor and NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.), a subsidiary of NIMB 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.

The Unit Capital of the Scheme comprises of the following:

Holder	Status	No. of Units	Holding Amount at Par	Holding (%)
Nepal Investment Mega Bank Ltd.	Fund Sponsor	10,250,000	102,500,000	13.66
NIMB Ace Capital Limited	Fund Manager & Depository	1,000,000	10,000,000	1.34
General Public		63,750,000	637,500,000	85
Total		75,000,000	750,000,000	100

2. Summary of Significant Accounting Policies

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

2.1. Statement of Compliance:

The Financial Statements are presented in Nepalese Rupees, rounded to the nearest Rupee. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS). Further the financial statements are in compliance with Securities Act, 2063 and its regulation and other relevant laws.

2.2. Basis of Preparation

The fund while complying with the reporting standards, makes critical accounting judgment as having potentially material impact on the financial statements. The significant accounting policies that relate to the financial statements as a whole along with the judgments made are described herein.

Where an accounting policy is generally applicable to a specific item, the policy is described within that relevant note. NFRS requires the fund to exercise judgment in making accounting estimates. Description of such estimates has been given in the relevant sections wherever they have been applied.

The statement of financial position is presented on liquidity basis. Assets and liabilities are presented in decreasing order of liquidity. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unit holders.

The statement of profit or loss has been prepared using classification "by nature" method.

The cash flow from operation within the statement of cash flows have been derived using the indirect method.

2.3. Reporting Pronouncements

The fund has, for the preparation of financial statements, adopted the NFRS pronounced by ASB. NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.4. Accounting Conventions

The Scheme has matured as on Poush 26, 2080 and delisted in stock exchange on same date and the process of payment to settlement to Unit Holders has been initiated. Since the going concern doesn't exist, the financial statement is prepared on the liquidation basis. So, all the assets and liabilities presented on this financial abatement represent the value recovered or paid on the subsequent time as Mutual Fund Regulation, 2067 until all the assets and liabilities are settled rather than representing fair value as on Poush 26, 2080.

2.5. Presentation

The financial statements have been presented in the nearest Nepalese Rupees.

For presentation of the statement of financial position assets and liabilities have been bifurcated into current and non- current distinction.

The statement of profit or loss has been prepared using classification 'by nature' method.

The cash flows from operation within the statement of cash flows have been derived using the indirect method.

2.6. Presentation currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the fund.

2.7. Accounting Policies and accounting estimates

The fund, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further the fund is required to make judgment in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. This may later be determined that a different choice could have been more appropriate.

Accounting policies have been included in the relevant notes for each item of the financial statements.

NFRS requires the fund to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The fund applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates is recognized in the period in which the estimates is revised and are applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2.8. Financial Periods

The fund matured on Poush 26, 2080 so the financial reporting period has been considered from Shrawan 01, 2080 to Poush 26, 2080.

2.9. Limitation of NFRS implementation

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

3. Cash and Cash Equivalents**Accounting policy**

- 3.1.** For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash at bank.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

Explanatory notes

- 3.2.** The carrying amount of cash and cash equivalents are representative of their fair values as at the respective reporting date.

Particulars	26 Poush 2080	31 Ashad 2080
Cash And Cash Equivalent	34,532,717	153,556,819
Total	34,532,717	153,556,819

4. Financial Instruments**Accounting policy**

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

In Accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's interest receivables are classified as 'Financial Assets measured at Amortized Cost'.

Equity securities / debentures are classified as fair value through profit and loss. The amount attributable to unit holders 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.

4.2 Classification

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

Financial Assets and Liabilities Held at Fair Value through Profit or Loss

Financial assets, held for trading 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.

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 de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

4.3 Measurement

a. 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.

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 is 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.

b. Financial Assets Measured at Amortized Cost

Financial assets at this category 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.

Receivables may include amounts for dividends, interest and trade receivables. Dividends are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(6) above.

Receivable are recognized and carried at amortized cost, less a provision for any uncollectable debts. An estimate for doubtful debt is made when collection of an amount is no longer probable.

Recoverability of receivable is reviewed on an ongoing basis at an individual portfolio level, Individual debts that are known to be uncollectable are written off when identified. An impairment provision is recognized when there is objective evidence that the Fund will not be able to collect the receivable. Financial difficulties of the debtor, default payments

are considered objective evidence of impairment. The amount of the impairment loss is the receivable carrying amount compared to the present value of estimated future cash flows, discounted at the original effective interest rate.

4.4 Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Explanatory note

4.5 Other Current Assets

Particulars	26 Poush 2080	31 Ashad 2080
Dividend Income Receivable	215,385	150,125
Interest Receivables	7,917,998	12,150,000
Broker Receivables	246,230	-
Pre-Paid NEPSE Listing Fee	50,000	-
TDS Receivables	127,347	127,347
Total	8,556,960	12,427,472

Pre-paid NEPSE Listing Fee has been booked as expense and the following receivables have been written off in the books of accounts.

Particulars	Amount
Dividend Income Receivable	123,804
TDS Receivables	127,347
Total	251,151

4.6 Financial Assets Held at Fair Value Through Profit or Loss (FVTPL)

Particulars	26 Poush 2080	31 Ashad 2080
Financial Assets Held for Trading		
Equity Security	545,408,617	638,707,842
Total Financial Assets held for Trading (A)	545,408,617	638,707,842
Designated Financial Assets at FVTPL	-	-
Total Designated at FVTPL (B)	-	-
Total Financial Assets Held at FVTPL (A+B)	545,408,617	638,707,842

NIBL Pragati Fund

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Comparative Investment in Listed Shares

Name	As on Poush 26, 2080			2079-80		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
LISTED						
Himalayan Bank Limited	65,212	205	13,368,460	65,212	213	13,877,114
Machhapuchhre Bank Limited	43,031	203	8,735,293	37,980	232	8,803,764
Siddhartha Bank Limited	44,666	250	11,170,967	44,666	253	11,300,498
Citizens Bank International Limited	12,355	173	2,136,180	12,355	173	2,138,651
Sanima Bank Limited	13,681	256	3,502,336	12,551	261	3,269,536
NIC Asia Bank Limited	27,708	513	14,211,433	21,479	794	17,050,030
Nepal SBI Bank Limited	41,977	302	12,677,054	40,459	341	13,796,519
NMB Bank Limited	46,393	199	9,232,207	20,593	226	4,654,018
Everest Bank Limited	24,322	519	12,623,118	18,475	563	10,401,425
Kumari Bank Limited	41,914	159	6,664,326	41,914	165	6,915,810
Prabhu Bank Limited	127,902	165	21,091,040	127,902	163	20,796,865
Nabil Bank Limited	4,820	493	2,376,260	26,628	599	15,955,498
Excel Development Bank Limited	-	-	-	1	325	325
National Life Insurance Company Limited	41,707	600	25,024,200	42,706	645	27,545,370
Shikhar Insurance Company Limited	18,231	758	13,819,098	18,231	845	15,405,195
Life Insurance Corporation Nepal Limited	19,050	1,392	26,509,980	19,050	1,555	29,622,750
Neco Insurance Company Limited	12,743	835	10,644,228	7,322	891	6,524,634
RMDC Laghubitta Bittiya Sanstha Limited	-	-	-	1	775	775
Chhimek Laghubitta Bittiya Sanstha Limited	-	-	-	12,899	1,000	12,899,000
Forward Community Microfinance Bittiya Sanstha Limited	-	-	-	1,365	1,321	1,803,165
Samata Microfinance Bittiya Sanstha Limited	6,788	621	4,216,027	6,788	703	4,769,928
Nerude Laghubitta Bittiya Sanstha Limited	20,118	586	11,789,148	20,117	688	13,840,496
Deprosc Laghubitta Bittiya Sanstha Limited	29,295	800	23,430,141	29,295	826	24,197,670
Citizen Investment Trust	-	-	-	19,032	2,089	39,757,848

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Name	As on Poush 26, 2080			2079-80		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
Himalayan Distillery Ltd.	-	-	-	5,674	2,248	12,755,152
Nepal Reinsurance Co Ltd.	21,718	661	14,364,285	21,718	740	16,071,320
Sanjen Hydropower Co. Ltd.	-	-	-	1,000	297	296,900
NIC Asia Laghubitta Bittiya Sanstha Limited	-	-	-	5,000	729	3,645,000
Shivam Cements Ltd	9,962	518	5,161,312	9,962	652	6,490,243
Samaj Laghubitta Bittiya Sanstha Limited	22	297	6,536	156	166	25,929
Mountain Energy Nepal Limited	9,404	645	6,065,580	9,404	995	9,356,980
Nepal Infrastructure Bank Limited	-	-	-	10,000	224	2,240,000
Kumari Equity Fund	95,150	8	761,200	150,850	10.17	1,534,145
Global IME Laghubitta Bittiya Sanstha Ltd.	5,626	890	5,009,390	5,626	1,061	5,969,186
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9,448	575	5,432,600	9,448	633	5,980,584
Laxmi Laghubitta Bittiya Sanstha Ltd.	9,530	742	7,071,260	9,530	893	8,510,290
NMB Microfinance Bittiya Sanstha Ltd.	8,687	547	4,751,789	8,687	640	5,559,680
Sunrise Bluechip Fund	427,800	8	3,379,620	494,000	7.85	3,877,900
Kamana Sewa Bikas Bank Limited	13,352	350	4,670,530	13,352	327	4,366,104
Sahas Urja Limited	6,920	557	3,853,056	6,920	484	3,348,588
Nabil Balanced Fund-3	16,670	7	123,191	16,670	7.57	126,192
Jyoti Bikas Bank Limited	5,386	306	1,650,270	5,386	298	1,605,028
Soaltee Hotel Limited	12,000	478	5,731,200	-	-	-
Asha Laghubitta Bittiya Sanstha Ltd.	-	-	-	1	785	785
Himalayan Everest Insurance Limited	4,793	645	3,091,485	5,456	600	3,273,600
Goodwill Finance Limited	-	-	-	3,601	483	1,739,283
SuryaJyoti Life Insurance Company Limited	18,853	537	10,124,061	26,517	610	16,175,370
Nepal Investment Mega Bank Limited	-	-	-	40,870	174	7,103,206
Siddhartha Premier Insurance Limited	31,536	760	23,964,206	31,536	779	24,550,776
Sunrise Focused Equity Fund	932,020	9	8,052,653	1,000,000	10	9,680,000
Sagarmatha Lumbini Insurance Co. Limited	4,320	719	3,106,080	4,320	748	3,231,360

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Name	As on Poush 26, 2080			2079-80		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
Himalayan Life Insurance Limited	42,460	422	17,913,874	42,460	507	21,527,220
Modi Energy Limited	-	-	-	3,453	208	716,498
United Ajod Insurance Limited	11,775	626	7,371,150	11,775	489	5,763,745
Ridi Power Company Limited	13,176	231	3,043,656	13,176	243	3,201,768
Sonapur Minerals and Oil Ltd	5,000	527	2,635,000	-	-	-
Mathillo Mailun Khola Ltd.	635	401	254,635	-	-	-
Muktinath Krishi Company Ltd	500	992	495,750	-	-	-
Vision Lumbini Urja Co. Ltd	683	560	382,480	-	-	-
Chirkhwa Hydro Power Ltd.	314	552	173,328	-	-	-
Nepal Warehousing Company Ltd	491	719	353,225	-	-	-
Pokhara Finance Ltd.	8,808	374	3,295,954	-	-	-
Lumbini Bikas Bank Ltd.	17,368	395	6,862,097	-	-	-
Himalayan Reinsurance Limited	10,714	453	4,849,156	-	-	-
Prime Commercial Bank Ltd.	20,044	204	4,082,963	-	-	-
NIC Asia Laghubitta	5,000	635	3,175,000	-	-	-
Sayapatri Hydropower Ltd.	6,454	477	3,078,558	-	-	-
Sub-Total (A)			407,558,626			494,049,713

Comparative Investment in Unlisted Shares

Name	As on Poush 26, 2080			2079-80		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
Citizen Unit Scheme	500,000	100	50,000,000	500,000	100.00	50,000,000
Citizen Unit Scheme	250,000	100	25,000,000	250,000	100.00	25,000,000
Citizen Unit Scheme	500,000	100	50,000,000	500,000	100.00	50,000,000
Citizen Unit Scheme	100,000	100	10,000,000	100,000	100.00	10,000,000
Sarbottom Cement Limited - QII Auction	7,063	403.51	2,849,991	-	-	-
Kumari Sunaulo Lagani Yojana-IPO	-	-	-	500,000	10.65	5,325,000
Nepal Republic Media Ltd.-IPO	-	-	-	4,302	110.98	477,436
Ghorahi Cement Industries Ltd.-IPO	-	-	-	2,800	465.30	1,302,840
Three Star Hydropower Ltd.-IPO	-	-	-	344	158.12	54,393
Upper Syange Hydropower Ltd.-IPO	-	-	-	303	108.71	32,939

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Name	As on Poush 26, 2080			2079-80		
	Unit	Value per unit	Value Amount	Unit	Value per unit	Value Amount
Kutheli Bukhari Small Hydropower Ltd.-IPO	-	-	-	57	261.57	14,909
IME Life Insurance Co. Ltd - IPO	-	-	-	5,631	435.20	2,450,611
Sub-Total (B)			137,849,991			144,658,129
Grand Total(A+B)			545,408,617			638,707,842

5. Payables**Accounting policy**

- 5.1 Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Explanatory notes**5.2 Accrued Expenses and Other Payables**

Particulars	26 Poush 2080	31 Ashad 2080
Reporting Expenses Payables	12,042	20,000
Audit Fee Payable	113,000	111,500
Provision for Realizable Tax on Dividend	5,975	5,975
Provision for Book Building AMC- NEPSE	13,000	10,000
TDS Liability	73,271	89,599
Software AMC Payable	54,692	97,948
Fund Management Fee Payable - NIMB Ace Capital	2,485,690	2,875,032
Depository Fee Payables - NIMB Ace Capital	331,091	383,338
Supervisor Fee Payables	171,428	198,479
CDS Fees Payable	120,000	118,200
Total	3,380,188	3,910,072

Provision for realizable tax on dividend and TDS receivable represents amount of impairment booked on TDS receivable and Dividend receivable.

Fund management fee and depository fee includes fee payable to NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.) for fund management and depository services.

All the above payables have been paid in cash / bank except following payables which will be paid in cash till the date of final settlement to unit-holders.

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Particulars	26 Poush 2080
Audit Fee Payables	113,000
Software AMC (PCS) Payables	54,692
CDS Fees Payables	120,000
Total	287,692

6. Net Assets Attributable to Unit holders

Unit holders' funds have been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unit holders, as at the statement of financial position date.

The Fund Manager calculates the NAV per unit of the Scheme by deducting the Schemes' expenses over market value of the total investment plus investment income divided by number of units on a weekly basis in accordance with the prevailing regulations/guidelines on mutual funds and publishes the same on its official website: www.niblcapital.com. The said information is also shared with the Board members of the Fund Manager & the Fund Supervisors via e-mail. Further, the NAV per unit calculated on a monthly basis 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.

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.

Distribution to unit holders is recognized in the statement of changes in unit holders' funds. Income not distributed is included in net assets attributable to unit holders.

Particulars	26 Poush 2080	31 Ashad 2080
Units Holders' Fund at the beginning of the Year/Period	800,782,061	781,807,200
Increase in Net Assets Attributable to Unit Holders	(14,663,954)	50,474,861
Distribution to Unit Holders	(51,000,000)	(31,500,000)
Units Holders' Fund at the end of the Year/Period	735,118,107	800,782,061

7. Investment Income**Accounting Policy**

- 7.1** 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.

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.

Dividend income is recognized on the ex-dividend date.

Explanatory notes**7.2 Interest Income**

Particulars	26 Poush 2080	31 Ashad 2080
Interest on Debentures, Fixed and Call Deposits	6,196,294	3,756,227
Interest on Fixed income instruments	5,958,493	12,175,885
Total	12,154,787	15,932,112

7.3 Dividend Income

Particulars	26 Poush 2080	31 Ashad 2080
Dividend Income Realized	1,454,206	3,463,109
Total	1,454,206	3,463,109

8. Expenses

All expenses, including management fees supervisor fees and depository fees, are recognized in profit or loss on accruals basis.

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

The management participation fees of the fund of the period 1st Shrawan 2080 to 26th Poush 2080 are as follows:

- Fund Management Fees : 1.5% of Net Assets Value (NAV)
- Depository Fees : 0.2% of NAV
- Fund Supervisor Fees : 0.12% of NAV

Total Fund Management, Depository & Fund Supervisor's Fees are calculated and recognized as per the Mutual Fund Regulation 2067 and Mutual Fund Guidelines, 2069.

Total Fund Management, Depository & Fund Supervisor's Fees calculated on the basis of 365 days a year is presented in Nepalese currency and charged as under:

Particulars	26 Poush 2080	FY 2079/80
Fund Management Fee	5,440,628	11,361,022
Depository Fee	725,417	1,514,803
Fund Supervisor Fee	435,250	908,882
Total	6,601,295	13,784,707

9. Income Tax

Income Tax Act, 2058 has not specifically charged corporate tax liability on Mutual Fund. TDS is not applicable on withholding tax on interest, dividend income and gain on disposal of shares of Mutual Fund Scheme. Accordingly, Mutual Fund Scheme is not considered as tax-entity and corporate tax on Fund is not considered. However, the Office of the Auditor's General in its 56th Annual Report has raised concern on taxability of the mutual fund. Further, the finance ordinance of FY 2078/79 has included Mutual Fund under Section 10 of the Income Tax Act, 2058 as tax exempt entities. TDS on return from mutual fund (i.e.; dividend) paid to individual is deducted at 5% which is final and to entity is tax deducted at 15% (which is not final). Therefore, the fund management is of the view that return from the fund is duly taxed as per the principal of income tax and is not subject to further tax liability for FY 2079/80.

10. Distributions

The distributions, if any to unit holders are recognized in statement of changes in unit holders' funds.

11. Financial Risk Management

The Fund's activities are exposed 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 program 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 value of those positions.

The management of these risks is carried out by the NIMB Ace Capital Limited (Then NIBL Ace Capital Ltd.), 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.

11.1. 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.

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 (Third Amendment) investment in Fixed deposit cannot be made more than 15% of total fund size or NAV of the scheme.

b. Foreign Exchange Rate Risk

The Fund is not exposed to the fluctuations in exchange rates as all investments and transactions of the fund are made in investments 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 risk is measured using sensitivity analysis.

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.

11.2. 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.

11.3. 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 regular basis.

12. Fair Value Measurement

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

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

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 Fund values its investments in accordance with the accounting policies set out in note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

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.

Listed stocks that are not trading due to suspension by NEPSE citing Merger, Acquisition, Natural calamity and/or any other reasons is valued at the Closing Price available of particular stock of the last day of its trading on NEPSE.

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 which is considered as level 3 input.

After the book closure date and till the rights are listed, right entitlements are valued as difference between the right price and ex-right price. This is explained with the help of following formula:

$$V_r = n / m \times (P_{ex} - P_{of})$$

Where

V_r = Value of Rights

n = Number of rights offered

m = Number of original shares held

P_{ex} = Ex-right price

P_{of} = Rights offer price

Valuation of total Right Entitlement = $V_r \times$ No. of shares held before Ex- date

13. Net Gain/Losses on financial Assets held at fair value through profit or loss (FVTPL)

a. Accounting policy

Realized gain is the difference between the cost price and realized price on the sale of the shares after deducting the selling expenses.

NIBL Pragati Fund

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

Unrealized gain is the difference between the cost price and the closing market price available at the end of the reporting period or the latest trading price if the closing price as on the year end is not available.

b. Explanatory notes

Particulars	FY 2080/81 upto Poush 26	FY 2079/80
Net Realized (Losses)/Gains on Financial Assets at FVTPL	(1,070,039)	23,851,024
Net Unrealized (Losses)/Gains on Financial Assets at FVTPL	(20,153,700)	21,395,175
Total	(21,223,739)	45,246,199

Computation of Unrealized Gains for FY 2080-81 upto Poush 26:

S.N.	Name	2080-81 upto Poush 26					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
	LISTED						
1	Himalayan Bank Limited	65,212	205	13,368,460	379	24,704,759	(11,336,299)
2	Machhapuchhre Bank Limited	43,031	203	8,735,293	298	12,825,846	(4,090,553)
3	Siddhartha Bank Limited	44,666	250	11,170,967	401	17,906,899	(6,735,932)
4	Citizens Bank International Limited	12,355	173	2,136,180	253	3,127,123	(990,944)
5	Sanima Bank Limited	13,681	256	3,502,336	280	3,833,306	(330,970)
6	NIC Asia Bank Limited	27,708	513	14,211,433	621	17,198,384	(2,986,951)
7	Nepal SBI Bank Limited	41,977	302	12,677,054	623	26,170,806	(13,493,752)
9	NMB Bank Limited	46,393	199	9,232,207	272	12,609,955	(3,377,748)
11	Everest Bank Limited	24,322	519	12,623,118	665	16,183,153	(3,560,035)
12	Kumari Bank Limited	41,914	159	6,664,326	268	11,219,499	(4,555,173)
14	Prabhu Bank Limited	127,902	165	21,091,040	279	35,684,691	(14,593,651)
15	Nabil Bank Limited	4,820	493	2,376,260	898	4,328,033	(1,951,773)
16	Excel Development Bank Limited	-	-	-	-	-	-

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

S.N.	Name	2080-81 upto Poush 26					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
18	National Life Insurance Company Limited	41,707	600	25,024,200	777	32,413,454	(7,389,254)
19	Shikhar Insurance Company Limited	18,231	758	13,819,098	1,302	23,729,421	(9,910,323)
20	Life Insurance Corporation Nepal Limited	19,050	1,392	26,509,980	1,863	35,492,870	(8,982,890)
22	Neco Insurance Company Limited	12,743	835	10,644,228	877	11,173,249	(529,021)
23	RMDC Laghubitta Bittiya Sanstha Limited	-	-	-	-	-	-
24	Chhimek Laghubitta Bittiya Sanstha Limited	-	-	-	-	-	-
25	Forward Community Microfinance Bittiya Sanstha Limited	-	-	-	-	-	-
26	Samata Microfinance Bittiya Sanstha Limited	6,788	621	4,216,027	1,142	7,751,300	(3,535,273)
27	Nerude Laghubitta Bittiya Sanstha Limited	20,118	586	11,789,148	879	17,693,616	(5,904,468)
29	Deprosc Laghubitta Bittiya Sanstha Limited	29,295	800	23,430,141	985	28,858,860	(5,428,719)
31	Citizen Investment Trust	-	-	-	-	-	-
32	Himalayan Distillery Ltd.	-	-	-	-	-	-
33	Nepal Reinsurance Co Ltd.	21,718	661	14,364,285	1,132	24,577,519	(10,213,234)
35	Sanjen Hydropower Co. Ltd.	-	-	-	-	-	-
38	NIC Asia Laghubitta Bittiya Sanstha Limited	-	-	-	-	-	-

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

S.N.	Name	2080-81 upto Poush 26					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
40	Shivam Cements Ltd	9,962	518	5,161,312	1,483	14,770,860	(9,609,547)
42	Samaj Laghubitta Bittiya Sanstha Limited	22	297	6,536	88	1,928	4,608
45	Mountain Energy Nepal Limited	9,404	645	6,065,580	1,209	11,365,038	(5,299,458)
46	Nepal Infrastructure Bank Limited	-	-	-	-	-	-
47	Kumari Equity Fund	95,150	8	761,200	10	950,978	(189,778)
48	Global IME Laghubitta Bittiya Sanstha Ltd.	5,626	890	5,009,390	1,878	10,563,085	(5,553,695)
49	Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9,448	575	5,432,600	1,184	11,181,723	(5,749,123)
51	Laxmi Laghubitta Bittiya Sanstha Ltd.	9,530	742	7,071,260	1,811	17,258,702	(10,187,442)
52	NMB Microfinance Bittiya Sanstha Ltd.	8,687	547	4,751,789	1,185	10,295,790	(5,544,001)
53	Sunrise Bluechip Fund	427,800	8	3,379,620	10	4,278,000	(898,380)
55	Kamana Sewa Bikas Bank Limited	13,352	350	4,670,530	525	7,003,394	(2,332,865)
58	Sahas Urja Limited	6,920	557	3,853,056	604	4,181,970	(328,914)
59	Nabil Balanced Fund-3	16,670	7	123,191	10	166,700	(43,509)
60	Jyoti Bikas Bank Limited	5,386	306	1,650,270	371	1,997,696	(347,425)
61	Soaltee Hotel Limited	12,000	478	5,731,200	472	5,658,987	72,213
68	Asha Laghubitta Bittiya Sanstha Ltd.	-	-	-	-	-	-
69	Himalayan Everest Insurance Limited	4,793	645	3,091,485	642	3,078,437	13,048
70	Goodwill Finance Limited	-	-	-	-	-	-
71	SuryaJyoti Life Insurance Company Limited	18,853	537	10,124,061	749	14,128,329	(4,004,268)
72	Nepal Investment Mega Bank Limited	-	-	-	-	-	-

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

S.N.	Name	2080-81 upto Poush 26					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
73	Siddhartha Premier Insurance Limited	31,536	760	23,964,206	853	26,889,185	(2,924,978)
74	Sunrise Focused Equity Fund	932,020	9	8,052,653	10	9,320,200	(1,267,547)
75	Sagarmatha Lumbini Insurance Co. Limited	4,320	719	3,106,080	1,146	4,952,737	(1,846,657)
76	Himalayan Life Insurance Limited	42,460	422	17,913,874	660	28,026,234	(10,112,360)
77	Modi Energy Limited	-	-	-	-	-	-
78	United Ajod Insurance Limited	11,775	626	7,371,150	695	8,180,769	(809,619)
79	Ridi Power Company Limited	13,176	231	3,043,656	514	6,775,507	(3,731,851)
80	Sonapur Minerals and Oil Ltd	5,000	527	2,635,000	506	2,530,816	104,184
81	Mathillo Mailun Khola Ltd.	635	401	254,635	100	63,500	191,135
82	Muktinath Krishi Company Ltd	500	992	495,750	100	50,000	445,750
83	Vision Lumbini Urja Co. Ltd	683	560	382,480	100	68,300	314,180
84	Chirkhwa Hydro Power Ltd.	314	552	173,328	100	31,400	141,928
85	Nepal Warehousing Company Ltd	491	719	353,225	100	49,100	304,125
86	Pokhara Finance Ltd.	8,808	374	3,295,954	360	3,170,906	125,048
87	Lumbini Bikas Bank Ltd.	17,368	395	6,862,097	394	6,848,305	13,791
88	Himalayan Reinsurance Limited	10,714	453	4,849,156	206	2,207,084	2,642,072
89	Prime Commercial Bank Ltd.	20,044	204	4,082,963	205	4,118,831	(35,868)
90	NIC Asia Laghubitta	5,000	635	3,175,000	1,278	6,389,817	(3,214,817)
91	Sayapatri Hydropower Ltd.	6,454	477	3,078,558	483	3,117,291	(38,733)
	Sub-Total (A)			407,558,626		597,154,339	(189,595,713)
	UNLISTED						

NIBL Pragati Fund
Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

S.N.	Name	2080-81 upto Poush 26					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
1	Citizen Unit Scheme	500,000	100	50,000,000	100	50,000,000.00	-
2	Citizen Unit Scheme	250,000	100	25,000,000	100	25,000,000.00	-
3	Citizen Unit Scheme	500,000	100	50,000,000	100	50,000,000.00	-
4	Citizen Unit Scheme	100,000	100	10,000,000	100	10,000,000.00	-
5	Sarbotham Cement Limited - QII Auction	7,063	403.51	2,849,991	401	2,832,263.00	17,728.13
6	Kumari Sunaulo Lagani Yojana-IPO	-	-	-	-	-	-
7	Nepal Republic Media Ltd.-IPO	-	-	-	-	-	-
8	Ghorahi Cement Industries Ltd.-IPO	-	-	-	-	-	-
9	Three Star Hydropower Ltd.-IPO	-	-	-	-	-	-
10	Upper Syange Hydropower Ltd.-IPO	-	-	-	-	-	-
11	Kutheli Bukhari Small Hydropower Ltd.-IPO	-	-	-	-	-	-
12	IME Life Insurance Co. Ltd - IPO	-	-	-	-	-	-
	Sub-Total (B)			137,849,991		137,832,263.00	17,728
	Grand Total			545,408,617		734,986,602	(189,577,985)
Unrealised Gain / (Loss)						(189,577,985)	
Less: Previous year Unrealised gain/(loss)						(169,424,285)	
Unrealised Gain / (Loss) This Year						(20,153,700)	

Computation of Unrealized Gains for FY 2079/80:

S. N.	Name	2079-80					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
	LISTED						
1	Himalayan Bank Limited	65,212	213	13,877,114	379	24,704,759	(10,827,646)
2	Machhapuchhre Bank Limited	37,980	232	8,803,764	338	12,825,846	(4,022,082)
3	Siddhartha Bank Limited	44,666	253	11,300,498	401	17,906,899	(6,606,401)
4	Citizens Bank International Limited	12,355	173	2,138,651	253	3,127,123	(988,473)
5	Sanima Bank Limited	12,551	261	3,269,536	305	3,833,306	(563,770)
6	NIC Asia Bank Limited	21,479	794	17,050,030	801	17,198,384	(148,354)

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

S. N.	Name	2079-80					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
7	Nepal SBI Bank Limited	40,459	341	13,796,519	647	26,170,806	(12,374,287)
9	NMB Bank Limited	20,593	226	4,654,018	354	7,284,543	(2,630,525)
11	Everest Bank Limited	18,475	563	10,401,425	766	14,158,425	(3,757,000)
12	Kumari Bank Limited	41,914	165	6,915,810	268	11,219,499	(4,303,689)
14	Prabhu Bank Limited	127,902	163	20,796,865	279	35,684,691	(14,887,826)
15	Nabil Bank Limited	26,628	599	15,955,498	898	23,910,135	(7,954,637)
16	Excel Development Bank Limited	1	325	325	100	100	225
18	National Life Insurance Company Limited	42,706	645	27,545,370	777	33,190,625	(5,645,255)
19	Shikhar Insurance Company Limited	18,231	845	15,405,195	1,302	23,729,421	(8,324,226)
20	Life Insurance Corporation Nepal Limited	19,050	1,555	29,622,750	1,863	35,492,870	(5,870,120)
22	Neco Insurance Company Limited	7,322	891	6,524,634	887	6,497,240	27,395
23	RMDC Laghubitta Bittiya Sanstha Limited	1	775	775	-	-	775
24	Chhimek Laghubitta Bittiya Sanstha Limited	12,899	1,000	12,899,000	627	8,089,985	4,809,015
25	Forward Community Microfinance Bittiya Sanstha Limited	1,365	1,321	1,803,165	1,835	2,504,688	(701,523)
26	Samata Microfinance Bittiya Sanstha Limited	6,788	703	4,769,928	1,142	7,751,300	(2,981,372)
27	Nerude Laghubitta Bittiya Sanstha Limited	20,117	688	13,840,496	880	17,693,616	(3,853,120)
29	Deprosc Laghubitta Bittiya Sanstha Limited	29,295	826	24,197,670	985	28,858,860	(4,661,190)
31	Citizen Investment Trust	19,032	2,089	39,757,848	2,110	40,165,471	(407,623)
32	Himalayan Distillery Ltd.	5,674	2,248	12,755,152	2,028	11,506,075	1,249,077
33	Nepal Reinsurance Co Ltd.	21,718	740	16,071,320	1,132	24,577,519	(8,506,199)
35	Sanjen Hydropower Co. Ltd.	1,000	297	296,900	356	355,522	(58,622)
38	NIC Asia Laghubitta Bittiya Sanstha Limited	5,000	729	3,645,000	1,278	6,389,817	(2,744,817)
40	Shivam Cements Ltd	9,962	652	6,490,243	1,483	14,770,860	(8,280,617)
42	Samaj Laghubitta Bittiya Sanstha Limited	156	166	25,929	100	15,600	10,329
45	Mountain Energy Nepal Limited	9,404	995	9,356,980	1,209	11,365,038	(2,008,058)
46	Nepal Infrastructure Bank Limited	10,000	224	2,240,000	121	1,212,089	1,027,911
47	Kumari Equity Fund	150,850	10.17	1,534,145	9.99	1,507,672	26,473
48	Global IME Laghubitta Bittiya Sanstha Ltd.	5,626	1,061	5,969,186	1,878	10,563,085	(4,593,899)
49	Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9,448	633	5,980,584	1,184	11,181,723	(5,201,139)
51	Laxmi Laghubitta Bittiya Sanstha Ltd.	9,530	893	8,510,290	1,811	17,258,702	(8,748,412)

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NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

S. N.	Name	2079-80					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
52	NMB Microfinance Bittiya Sanstha Ltd.	8,687	640	5,559,680	1,185	10,295,790	(4,736,110)
53	Sunrise Bluechip Fund	494,000	7.85	3,877,900	10	4,940,000	(1,062,100)
55	Kamana Sewa Bikas Bank Limited	13,352	327	4,366,104	525	7,003,394	(2,637,290)
58	Sahas Urja Limited	6,920	484	3,348,588	604	4,181,970	(833,382)
59	Nabil Balanced Fund-3	16,670	7.57	126,192	10	166,700	(40,508)
60	Jyoti Bikas Bank Limited	5,386	298	1,605,028	371	1,997,696	(392,668)
61	Soaltee Hotel Limited	-	-	-	-	-	-
68	Asha Laghubitta Bittiya Sanstha Ltd.	1	785	785	-	-	785
69	Himalayan Everest Insurance Limited	5,456	600	3,273,600	642	3,504,267	(230,667)
70	Goodwill Finance Limited	3,601	483	1,739,283	510	1,837,944	(98,661)
71	SuryaJyoti Life Insurance Company Limited	26,517	610	16,175,370	749	19,871,688	(3,696,318)
72	Nepal Investment Mega Bank Limited	40,870	174	7,103,206	328	13,408,014	(6,304,808)
73	Siddhartha Premier Insurance Limited	31,536	779	24,550,776	853	26,889,185	(2,338,409)
74	Sunrise Focused Equity Fund	1,000,000	10	9,680,000	10	10,000,000	(320,000)
75	Sagarmatha Lumbini Insurance Co. Limited	4,320	748	3,231,360	1,146	4,952,737	(1,721,377)
76	Himalayan Life Insurance Limited	42,460	507	21,527,220	660	28,026,234	(6,499,014)
77	Modi Energy Limited	3,453	208	716,498	100	345,300	371,198
78	United Ajod Insurance Limited	11,775	489	5,763,745	695	8,180,769	(2,417,024)
79	Ridi Power Company Limited	13,176	243	3,201,768	514	6,775,507	(3,573,739)
80	Sonapur Minerals and Oil Ltd	-	-	-	-	-	-
81	Mathillo Mailun Khola Ltd.	-	-	-	-	-	-
82	Muktinath Krishi Company Ltd	-	-	-	-	-	-
83	Vision Lumbini Urja Co. Ltd	-	-	-	-	-	-
84	Chirkhwa Hydro Power Ltd.	-	-	-	-	-	-
85	Nepal Warehousing Company Ltd	-	-	-	-	-	-
86	Pokhara Finance Ltd.	-	-	-	-	-	-
87	Lumbini Bikas Bank Ltd.	-	-	-	-	-	-
88	Himalayan Reinsurance Limited	-	-	-	-	-	-
89	Prime Commercial Bank Ltd.	-	-	-	-	-	-
90	NIC Asia Laghubitta	-	-	-	-	-	-
91	Sayapatri Hydropower Ltd.	-	-	-	-	-	-
		-	-	-	-	-	-
	Sub-Total (A)			494,049,713		665,079,487	(171,029,774)

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

S. N.	Name	2079-80					Gain / (Loss)
		Unit	Value per unit	Value Amount	Cost Price	Total Cost	
	UNLISTED						
1	Citizen Unit Scheme	500,000	100.00	50,000,000	100	50,000,000	-
2	Citizen Unit Scheme	250,000	100.00	25,000,000	100	25,000,000	-
3	Citizen Unit Scheme	500,000	100.00	50,000,000	100	50,000,000	-
4	Citizen Unit Scheme	100,000	100.00	10,000,000	100	10,000,000	-
5	Sarbottom Cement Limited - QII Auction	-	-	-	-	-	-
6	Kumari Sunaulo Lagani Yojana-IPO	500,000	10.65	5,325,000	10.00	5,000,000	325,000
7	Nepal Republic Media Ltd.-IPO	4,302	110.98	477,436	100.00	430,200	47,236
8	Ghorahi Cement Industries Ltd.-IPO	2,800	465.30	1,302,840	435.00	1,218,000	84,840
9	Three Star Hydropower Ltd.-IPO	344	158.12	54,393	100.00	34,400	19,993
10	Upper Syange Hydropower Ltd.-IPO	303	108.71	32,939	100.00	30,300	2,639
11	Kutheli Bukhari Small Hydropower Ltd.-IPO	57	261.57	14,909	100.00	5,700	9,209
12	IME Life Insurance Co. Ltd - IPO	5,631	435.20	2,450,611	236.91	1,334,040	1,116,571
	Sub-Total (B)			144,658,129		143,052,640	1,605,489
	Grand Total			638,707,842		808,132,127	(169,424,285)
Unrealised Gain / (Loss)						(169,424,285)	
Less: Previous year Unrealised gain/(loss)						(190,819,460)	
Unrealised Gain / (Loss) This Year						21,395,175	

14. Impairment**Accounting policy**

The fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets.

15. Related Party Transactions

(As identified by the management and relied upon by the auditors)

Related Parties

- a. Fund Sponsor: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- b. Fund Manager and Depository: NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.), a subsidiary of the Sponsor.
- c. Shareholders holding substantial interest in the Fund Manager: Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- d. 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'.

- Unit Holding of Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.)- Fund Sponsor, amounts to NPR 102,500,000 (at par value of NPR 10 per unit)
- Unit Holding of NIMB Ace Capital Limited (Fund Management) amounts to NPR 10,000,000 (at par value of NPR 10 per unit)
- NIBL Pragati Fund have earned interest amounting to NPR 169,685 (NPR One Hundred Sixty Nine Thousand Six Hundred Eighty Five Only) from Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)
- Fund Management and Depository Fee incurred by NIBL Pragati Fund during the reporting period amounts to NPR 6,166,045 (NPR Six Million One Hundred Sixty-Six Thousand Forty-Five Only).
- Fund management and depository fee payable at reporting period end by NIBL Pragati Fund to NIBL Ace Capital Limited NPR 2,816,780 (NPR Two Million Eight Hundred Sixteen Thousand Seven Hundred Eighty Only).
- The Scheme has a Current/call account bank balance of NPR 33,156,393 (NPR Thirty-Three Million One Hundred Fifty-Six Thousand Three Hundred Ninety-Three Only) as on Balance Sheet date with the Fund Sponsor - Nepal Investment Mega Bank Limited (Then Nepal Investment Bank Ltd.) at the rate of 1% per annum.

16. 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.

17. Contingent Liability



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

18. Proposed Dividend

The Scheme has not proposed any Cash Dividend for the reporting period.

19. Liquidation

NIBL Pragati Fund (NIBL PF) is the scheme managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.) which has been registered as per Mutual Fund Regulation, 2067 as Closed end scheme. Securities Board of Nepal (SEBON) has given an approval for the operation and issuance of units publicly on 25/07/2073 B.S. The New Fund Offerings (NFO) of the scheme has taken place and applicants were allotted on 27/09/2073 B.S. The scheme has been matured on 26/09/2080 B.S. with 7 years after the date of allotment. All the allotted units of the scheme shall be redeemed within three months from the date of maturity and converted all the assets into cash. For converting the assets into cash, the shares and debentures held by the scheme which had not been possible to liquidate due to non-listing, trade suspension caused by merger & acquisition and those investments which could not be sold through the secondary market have been sold via auction.

20. Liquidation Process

Formation of Redemption Committee:

To proceed with the liquidation and distribution of the scheme's assets, a Management Level Redemption Committee has been formed as per authority delegated by 132nd Investment & Risk Management Committee, Board Level Committee, meeting held on 11 December, 2023 AD (25th Mangsir, 2080). The redemption committee was formed to ensure accountability, transparency and governance through collective decision making on liquidation process. Activities required to be done post maturity have been approved by the redemption committee and decisions were presented to Investment & Risk Management Committee as notifications.

21. Basis of Redemption

For redeeming the scheme, shares and debentures have disposed through auction. After converting the entire assets of the scheme into cash, the entire net proceeds after making provision for expenses required to be incurred during the process of redemption shall be

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NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

paid to Unit-holders on proportion of their respective holdings. While calculating the redemption amount for disbursement, the Capital Gain Tax (CGT) shall be deducted on Capital Gain calculated based on redemption value per unit and weighted average cost per unit of the respective holders. The weighted average cost per unit shall be calculated based on data provided by Nepal Stock Exchange (NEPSE), CDS & Clearing Ltd. and self by respective unit-holders relating to Buy\Sell execution and also considering the units obtained during NFO.

22. Liquidation of Investments after Maturity**Equity Investments:**

Company Name	Total Units	Selling Amount	Disposed Through	Remarks
Himalayan Bank Limited	65,212	11,357,271	Secondary Market	
Machhapuchhre Bank Limited	43,031	7,055,204	Secondary Market	
Siddhartha Bank Limited	44,666	9,737,562	Secondary Market	
Citizens Bank International Limited	12,355	1,902,754	Secondary Market	
Sanima Bank Limited	13,681	3,134,362	Secondary Market	
NIC Asia Bank Limited	27,708	9,669,637	Secondary Market	
Nepal SBI Bank Limited	41,977	11,526,504	Secondary Market	1 Kitta Bonus Shares listed and sold
NMB Bank Limited	46,393	7,890,219	Secondary Market	
Everest Bank Limited	24,322	12,131,619	Secondary Market	
Kumari Bank Limited	41,914	5,515,245	Secondary Market	
Prabhu Bank Limited	127,902	17,466,032	Secondary Market	

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Company Name	Total Units	Selling Amount	Disposed Through	Remarks
Nabil Bank Limited	4,820	2,061,051	Secondary Market	
National Life Insurance Company Limited	41,707	22,169,708	Secondary Market	
Shikhar Insurance Company Limited	18,231	12,362,214	Secondary Market	
Life Insurance Corporation Nepal Limited	19,050	24,232,223	Secondary Market	
Neco Insurance Company Limited	12,743	10,043,891	Secondary Market	
Nepal Reinsurance Co Ltd.	21,718	14,970,573	Secondary Market	
Shivam Cements Ltd	11,381	5,692,293	Secondary Market	1469 Kitta Bonus Shares listed and sold
Kumari Equity Fund	95,150	784,811	Secondary Market	
Global IME Laghubitta Bittiya Sanstha Ltd.	5,626	5,737,497	Secondary Market	
Grameen Bikas Laghubitta Bittiya Sanstha Ltd.	9,448	6,358,680	Secondary Market	
Laxmi Laghubitta Bittiya Sanstha Ltd.	9,530	8,874,205	Secondary Market	
NMB Microfinance Bittiya Sanstha Ltd.	8,687	5,406,506	Secondary Market	
Sunrise Bluechip Fund	427,800	3,460,987	Secondary Market	
Kamana Sewa Bikas Bank Limited	13,352	4,987,249	Secondary Market	
Sahas Urja Limited	6,920	3,369,751	Secondary Market	

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Company Name	Total Units	Selling Amount	Disposed Through	Remarks
Nabil Balanced Fund-3	16,670	124,509	Secondary Market	
Jyoti Bikas Bank Limited	5,386	1,603,820	Secondary Market	
Soaltee Hotel Limited	12,000	5,203,982	Secondary Market	
Himalayan Everest Insurance Limited	5,132	3,046,588	Secondary Market	339 Kitta Bonus Shares listed and sold
Siddhartha Premier Insurance Limited	31,536	23,192,129	Secondary Market	
Sunrise Focused Equity Fund	932,020	7,462,410	Secondary Market	
Sagarmatha Lumbini Insurance Co. Limited	4,320	2,699,056	Secondary Market	
Himalayan Life Insurance Limited	42,460	16,406,225	Secondary Market	
United Ajod Insurance Limited	12,983	6,924,188	Secondary Market	1208 Bonus Shares listed and sold
Sonapur Minerals and Oil Ltd	5,000	2,749,164	Secondary Market	
Mathillo Mailun Khola Ltd.	635	274,124	Secondary Market	
Muktinath Krishi Company Ltd	500	557,805	Secondary Market	
Vision Lumbini Urja Co. Ltd	683	386,844	Secondary Market	
Chirkhwa Hydro Power Ltd.	314	173,886	Secondary Market	
Nepal Warehousing Company Ltd	491	345,798	Secondary Market	

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Company Name	Total Units	Selling Amount	Disposed Through	Remarks
Pokhara Finance Ltd.	8,808	3,416,584	Secondary Market	
Lumbini Bikas Bank Ltd.	17,368	6,508,349	Secondary Market	
Prime Commercial Bank Ltd.	20,044	3,807,020	Secondary Market	
NIC Asia Laghubitta	5,000	3,337,489	Secondary Market	
Sayapatri Hydropower Ltd.	6,454	2,895,987	Secondary Market	
Samata Microfinance Bittiya Sanstha Limited	6,788	5,627,766	Secondary Market	
Deprosc Laghubitta Bittiya Sanstha Limited	29,295	20,613,267	Secondary Market	
Mountain Energy Nepal Limited	9,404	4,836,179	Secondary Market	
SuryaJyoti Life Insurance Company Limited	18,853	7,763,568	Secondary Market	
Ridi Power Company Limited	13,176	2,145,895	Secondary Market	
Himalayan Reinsurance Limited	10,714	6,418,692	Secondary Market	
Sarbottam Cement Limited	7,063	5,721,503	Secondary Market	
Samata Microfinance Bittiya Sanstha Limited	368	305,201	Auction	Unlisted Bonus Shares
Nerude Laghubitta Bittiya Sanstha Limited	20,118	11,396,825	Auction	Trading Suspension due to Merger
Deprosc Laghubitta Bittiya Sanstha Limited	2,929	1,897,992	Auction	Unlisted Bonus Shares
Samaj Laghubitta Bittiya Sanstha Limited	22	39,382	Auction	Unlisted Bonus Shares
Mountain Energy Nepal Limited	1,410	649,100	Auction	Unlisted Bonus Shares

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

Company Name	Total Units	Selling Amount	Disposed Through	Remarks
SuryaJyoti Life Insurance Company Limited	1,934	767,068	Auction	Unlisted Bonus Shares
Ridi Power Company Limited	6,589	1,038,954	Auction	Unlisted Bonus Shares
Himalayan Reinsurance Limited	428	244,574	Auction	Unlisted Bonus Shares
Total	2,452,219	388,479,971		

Fixed Income Instruments:

Name	Total Units	Selling Value	Disposed Through
CIT Unit Scheme	1,350,000.00	14,46,17,362	Redemption

23. Fixed Deposits as on Maturity

Details of Fixed deposit position as on maturity;

Name of Bank	As on Poush 26, 2080	
	Principal Amount	Interest Rate
Kamana Sewa Bikas Bank	20,000,000	9.55%
Shangrila Development Bank	10,000,000	9.55%
Global IME Bikas Bank Ltd	10,000,000	9.396%
Nepal Investment Mega Bank	10,000,000	8.49%
Kumari Bank Limited	20,000,000	9.396%
Garima Bikas Bank Ltd	10,000,000	9.55%
Jyoti Bikas Bank Ltd	20,000,000	9.55%
Lumbini Bikas Bank Ltd	10,000,000	9.55%
Siddhartha Bank Ltd	10,000,000	8.49%
Shine Resunga Development Bank	20,000,000	9.55%
Sindhu Bikas Bank Ltd	10,000,000	9.83%
Total	150,000,000	9.355%

The Fixed deposits have been matured and amount has been realized in banks.

24. Imposition of Capital Gain Tax

For the purpose of withholding tax on capital gain of the unit-holders, we have calculated capital gain as the difference between the Gross Redemption Amount and the cost of units

NIBL Pragati Fund**Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)****Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)**

held by the unit-holders as on maturity. We calculated the cost of units held by the unit-holders as on maturity on the basis of data provided by Nepal Stock Exchange (NEPSE), CDS & Clearing Ltd. and self by respective unit-holders with regards to the buy/sell execution using Weighted Average method. The capital gain tax has been imposed on capital gain so calculated.

25. Calculation of Redemption Amount per unit

The redemption amount per unit has been calculated as the amount derived after dividing the amount eligible for distribution as redemption amount by the total number of units:

Particulars	Amount (NPR)
Cash and Cash Equivalents	702,801,657
Other Current Assets	16,449,383
Total Assets	719,251,040
Accrued Expenses & Other Payables	468,713
Total Liabilities	468,713
Total Distributable Fund to Unit-holders	718,782,327
Total No. of Units	75,000,000
NAV per Unit	9.58376


NIMB ACE CAPITAL
Managing money. Managing investment.
(Then Called Subsidiary of Nepal Investment Mega Bank Ltd.)

 **MUTUAL FUND**

NIBL Pragati Fund

Fund Sponsored by Nepal Investment Mega Bank Ltd. (Then Nepal Investment Bank Ltd.)

Fund Managed by NIMB Ace Capital Ltd. (Then NIBL Ace Capital Ltd.)

On Behalf of NIMB Ace Capital Limited
(Fund Management Company)

As per our Report of even date



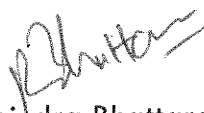
Sachin Tibrewal
Chairman



Srijana Pandey
Director



Aman Uprety
Partner
S.A.R. Associates



Rabindra Bhattarai
Director



Ananda Kumar Bhattarai
Director



Shivanth Bahadur Pandé
Chief Executive Officer



Sachindra Dhungana
General Manager



Shulav Shrestha
Head-Investment Banking



NIMB ACE CAPITAL
Managing shares Managing investments
Wholly Owned Subsidiary of Nepal Investment Mega Bank Ltd.

NIBL MUTUAL FUND
Nepal Investment Bank Limited

Date: 15th May, 2024

Place: Kathmandu