



# पिपुल्स इन्वेष्टमेन्ट कम्पनी लिमिटेड Peoples' Investment Company Ltd.



पन्धौ, सोहौ, सत्रौ वार्षिक प्रतिवेदन

आ. व. २०७८/७९, २०७९/८०, २०८०/८१

"An Investment Company Dedicated to Build Prosperous Nepal"

# सञ्चालक समिति तथा व्यवस्थापन पदाधिकारीहरू



**माणिक रत्न शाक्य**  
संचालक



**राजेन्द्र शाक्य**  
संचालक



**कर्ण प्रसाद देवमण्डारी**  
संचालक



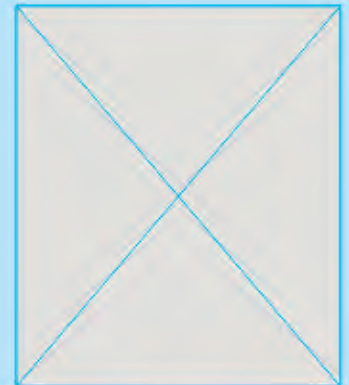
**घनश्याम न्यौपाने**  
संचालक



**गया प्रसाद श्रेष्ठ**  
संचालक



**यमलाल रिजाल**  
संचालक



**एलिना देव मण्डारी**  
संचालक

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## पिपुल्स इन्भेष्टमेन्ट कम्पनी लिमिटेड

न्युरोड, संकटा, काठमाण्डौ, फोन नं. ०१-५१११००८

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### पन्ध्रौं/सोह्रौं र सत्रौं वार्षिक साधारण सभा वस्ने सूचना

मिति २०८१/०५/०८

यस कम्पनीको मिति २०८१ साल पौष ०७ गते बसेको संचालक समितिको १३६ औं बैठकको निर्णय अनुसार कम्पनीको पन्ध्रौं/सोह्रौं र सत्रौं वार्षिक साधारण सभा निम्न विषयहरू उपर छलफल गरी निर्णय गर्नका लागि निम्न मिति, समय र स्थानमा वस्ने भएकोले सम्पूर्ण शेयरधनी महानुभावहरूको उपस्थितिको लागि यो सूचना प्रकाशित गरिएको छ।

**साधारण सभा हुने मिति, समय र स्थान:**

**मिति:** २०८१ पौष २९ गते सोमबार (१३ जनवरी, २०२५)

**समय:** बिहान ११ बजे

**स्थान:** अल्फा हाउस ब्याङ्क्वेट (Alfa House Banquet)

अल्फा बेटा कम्पेक्स बुद्धनगर, नयाँ बानेश्वर, काठमाडौं, नेपाल

**छलफलका विषयहरू :**

**क) सामान्य प्रस्ताव**

१. संचालक समितिको तर्फबाट अध्यक्षज्यू द्वारा प्रस्तुत पन्ध्रौं/सोह्रौं र सत्रौं वार्षिक प्रतिवेदन पारित गर्ने।
२. लेखा परिक्षकको प्रतिवेदन सहितको आ.व. २०७८/७९, २०७९/८० र २०८०/८१ साल आषाढ मसान्तको वासलात सोहि मितिमा समाप्त आ.व. २०७८/७९, २०७९/८० र २०८०/८१ को आयव्यय हिसाब र नगद प्रवाह विवरण लगायतका वित्तीय विवरणहरू छलफल गरि पारित गर्ने।
३. कम्पनी ऐन २०६३ को दफा ११३ अनुसार आ.व. २०७९/८० र २०८०/२०८१ को लेखापरिक्षण कार्यको लागि लेखापरिक्षकको नियुक्ति अनुमोदन गर्ने र निजको पारिश्रमिक अनुमोदन गर्ने।
४. कम्पनी ऐन २०६३ को दफा १११ अनुसार आ. व. २०८१/८२ को लेखापरिक्षण कार्यको लागि लेखापरिक्षकको नियुक्ति गर्ने र निजको पारिश्रमिक निर्धारण गर्ने।

**ख) विशेष प्रस्ताव**

१. कम्पनीको प्रबन्ध पत्र तथा नियमावलीमा प्रति शेयर रु. १०० का दरले कायम रहेको शेयर टुक्रा गरि प्रति शेयर रु. ५० को दरले कायम गर्ने।
२. कम्पनीको लगानी रहेको संस्थापक शेयर विक्री गर्न तथा बैंक वित्तीय संस्थामा धितो बन्धक राख्न सञ्चालक समितिलाई अख्तियारी दिने।
३. कम्पनी रजिष्टर्ड ठेगाना परिवर्तन गर्ने।
४. प्रबन्धपत्र तथा नियमावलीको नियमनकारी निकायबाट कुनै फेरबदल सुझाव भएमा सो अनुसार आवश्यक फेरबदल गर्न संचालक समितिलाई अख्तियारी दिने।

**ग) विविध**

संचालक समितिको आज्ञाले  
कम्पनी सचिव

### साधारण सभा सम्बन्धी सामान्य जानकारी

- १) साधारण सभामा उपस्थित हुने शेयरधनीहरूले अनिवार्य बार्षिक प्रतिवेदन पुस्तिकामा संलग्न भएको प्रवेशपत्र वा आफ्नो परिचय स्पष्ट हुने किसिमको फोटो सहितको कुनै प्रमाण पत्र साथमा लिई सभामा भाग लिन हुन अनुरोध छ । कम्पनीको बार्षिक प्रतिवेदन कम्पनीको प्रधान कार्यालयबाट कम्पनीको वेवसाईटमा तथा साधारण सभाका दिन सभाहलबाट प्राप्त गर्न सकिनेछ ।
- २) शेयरधनीहरूको दस्तखतको लागि शेयरधनी उपस्थिति पुस्तिका बिहान १०:०० बजेदेखि ११:०० बजेसम्म खुल्ला गरिनेछ ।
- ३) साधारण सभामा भाग लिन आफ्नो प्रतिनिधि नियुक्त गर्न चाहने शेयरधनीहरूले प्रचलित कम्पनी कानूनले तोकेको ढाँचामा वा बार्षिक प्रतिवेदन पुस्तिका अनुसारको प्रतिनिधिपत्र (प्रोक्सी) दिई नियुक्त गर्नुपर्नेछ । तर प्रतिनिधि नियुक्त गर्नु भएका शेयरधनी आफैँ उपस्थित भई हाजिरी पुस्तिकामा दस्तखत गरेमा प्रतिनिधि स्वतः बदर हुनेछ ।
- ४) एक भन्दा बढी व्यक्तिहरूको संयुक्त नाममा शेयर दर्ता रहेको अवस्थामा सर्वसम्मतबाट प्रतिनिधि चयन गरिएको एकजनाले मात्र वा लगत किताबमा पहिलो नाम उल्लेख भएको व्यक्तिले सभामा भाग लिन सक्नेछ । कुनै संगठित संस्था वा कम्पनीले शेयर खरिद गरेको हकमा त्यस्ता संगठित संस्था वा कम्पनीले मनोनित गरेको प्रतिनिधिले शेयरवालाको हैसियतले सभामा भाग लिन सक्नुहुनेछ ।
- ५) कुनै शेयरधनी महानुभावले छलफलका विषयहरू मध्ये विविध शिर्षक अन्तर्गत कम्पनी सम्बन्धी कुनै विषयमा छलफल गर्न गराउन चाहेमा सभा हुनु भन्दा ७ दिन अगावै कम्पनी सचिव मार्फत सञ्चालक समितिको अध्यक्षलाई लिखित रूपमा प्रस्ताव दिनुपर्नेछ । तर त्यस्तो प्रस्ताव साधारण सभामा छलफल वा पारितको रूपमा समावेश गर्ने वा नगर्ने अधिकार सञ्चालक समितिको अध्यक्षमा निहित हुनेछ ।

**पिपुल्स इन्भेष्टमेण्ट कम्पनी लिमिटेड**

न्यूरोड, संकटा, काठमाडौं-२२

**प्रतिनिधि नियुक्ति फारम**

श्री सञ्चालक समिति,  
पिपुल्स इन्भेष्टमेण्ट कम्पनी लिमिटेड,  
न्यूरोड, संकटा, काठमाडौं

विषय :- प्रतिनिधि नियुक्त गरिएको बारे ।

महाशय,

..... जिल्ला ..... न.पा./गा.वि.स. वडा नं. .... बस्ने म/हामी ..... ले त्यस संस्थाको शेयरधनीको हैसियतले मिति २०८१ साल पौष २९ गते सोमवार (तदनुसार १३ जनवरी २०२५) का दिन हुने पन्ध्रौं, सोह्रौं र सत्रौं वार्षिक साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा मतदान गर्नका लागि मेरो/हाम्रो प्रतिनिधित्व गरी भाग लिन ..... जिल्ला ..... न.पा./गा.वि.स बस्ने त्यस संस्थाका शेयरधनी श्री ..... शेयरप्रमाण पत्र नं. .... लाई मेरो/हाम्रो प्रतिनिधि मनोनयन गरि पठाएको छु/छौं ।

प्रतिनिधि हुनेको

प्रतिनिधि नियुक्त गर्नेको

नाम :

नाम :

दस्तखत :

दस्तखत :

शेयर प्रमाण पत्र नं. :

शेयर प्रमाण पत्र नं. :

शेयर संख्या :

शेयर संख्या :

मिति :

मिति :

द्रष्टव्य: यो निवेदन साधारण सभा हुन भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको प्रधान कार्यालयमा पेश गरिसक्नु पर्नेछ ।

**पिपुल्स इन्भेष्टमेण्ट कम्पनी लिमिटेड**

नवौं वार्षिक साधारण सभा

प्रवेश-पत्र

शेयरधनी नाम :

प्रमाण पत्र नं. :

कुल शेयर संख्या :

शेयरधनीको सही :

.....  
(कम्पनी सचिव)

यो प्रवेशपत्रमा शेयरधनीको नाम, दस्तखत अनिवार्यरूपमा उल्लेख गरी सभा कक्षमा प्रवेश गर्दा यो प्रवेश-पत्र पेश गर्नुपर्नेछ ।)

## पिपुल्स इन्भेष्टमेण्ट कम्पनी लिमिटेड

न्यूरोड, संकटा, काठमाडौं-२२

### स्वयम उपस्थित हुने प्रवेश पत्र

श्री सञ्चालक समिति,

पिपुल्स इन्भेष्टमेण्ट कम्पनी लिमिटेड,

न्यूरोड, संकटा, काठमाडौं

विषय :- स्वयम उपस्थित हुने प्रवेश पत्र बारे ।

**शेयरधनीको नाम :**

**प्रमाण पत्र नम्बर :**

**शेयर संख्या :**

**दस्तखत :**

(कम्पनी सचिव)

## अध्यक्षको मन्तव्य

पिपुल्स इन्भेष्टमेन्ट कम्पनी लिमिटेडको १५, १६ तथा १७ औं संयुक्त वार्षिक साधारण सभामा उपस्थित हुनु भएका शेयरधनी महानुभावहरूमा सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत तथा अभिवादन व्यक्त गर्दछु । यस साधारण सभामा कम्पनीका शेयरधनी महानुभावहरूको गरिमामय उपस्थितिबाट प्राप्त हुने सद्भाव, सल्लाह र सकारात्मक सुझावले कम्पनीको भावी कार्यदिशा तय गर्न अत्यन्त उपयोगी हुनेछ भन्ने आशा एवं विश्वास लिएको छु । यस अवसरमा कम्पनीले आर्थिक वर्ष २०७८/०७९, २०७९/०८० तथा २०८०/८१ को वासलात, नाफा/नोक्सान हिसाब, नगद प्रवाह विवरण र सो उपर लेखा परीक्षकको प्रतिवेदन लगायत अन्य वित्तीय विवरण स्वीकृतिका लागि पेश गर्दै आगामि दिनका कार्ययोजनाहरू सभा समक्ष प्रस्तुत गर्ने अनुमति चाहन्छु ।

### १. विगत वर्षहरूको कारोबारको सिंहावलोकन : रु. हजारमा

विवरण /आ.ब.	२०८०/०८१	२०७९/०८०	२०७८/०७९	२०७७/०७८	२०७६/०७७
चुक्ता पूँजी	१५,८६,२५	१५,८६,२५	१५,८६,२५	१५,८६,२५	१५,८६,२५
जगेडा तथा कोषहरू	(८८,६१७)	(८७,४९९)	(८५,६८१)	(८६,९१८)	(९७,१९०)
लगानी	८०,९६०	८१०७६	८१०७६	९२,६९९	१,३७,२०१
कुल सम्पत्ति	८६,२२०	८६४४८	८८,६५५	१,१,०३७	१,४८,५६९
प्रत्यक्ष आम्दानी	१८	७१	१	५६	८६५
सञ्चालन आम्दानी	(१,६२)	६९	१,७११	१६,३८२	(९,८०१)
जोखिम व्यवस्था कोष	२८८	१४२	१३७	४४७	१२,६८३
खुद मुनाफा	(१११७)	(१८१७)	(१४९)	१०,२७१	(२०,४१९)
प्रतिशेयर कुल सम्पत्तिको मुल्य	५४.४०	५२.६०	५४.५४	७१.८९	९३.६६
प्रति शेयर नेटवर्थ	५०.४०	५१.१०	४६.१५	४५.३७	३८.९०
प्रति शेयर आम्दानी	(०.७०)	(१.१४)	(०.९४)	६.४८	(१२.८७)

तालिका-२ : कम्पनीको आ.व. २०८०/८१ असार मसान्तसम्म लगानी रहेको मुख्य क्षेत्रहरू :

विवरण	२०८०/१ कित्ता	रकम	२०७९/८० कित्ता	रकम	२०७८/७९ कित्ता	रकम
ग्रामीण विकास ल. वि.सं.लि. (संस्थापक)	१०,०५,०१२	७,८०,९६,४००	१०,०५,०१२	७,८०,९६,४००	१०,०५,०१२	७,८०,९६,४००
लुम्बिनी विकास बैंक लि. (संस्थापक)	२०,०००	२०,००,०००	२०,०००	२०,००,०००	२०,०००	२०,००,०००
ग्लोबल आई.एम.ई.बैंक लि (संस्थापक)	६,४९८	३,६२,४४२	६,४९८	३,६२,४४२	६,४९८	३,६२,४४२
मकालु डेभलपर्स लि. (संस्थापक)	१,०००	१,००,०००	१,०००	१,००,०००	१,०००	१,००,०००
दोश्रो बजारमा लगानी(साधारण शेयर)	१,७५५	४,०१,३९३	६९५५	५,१७,५५१	६९५५	५,१७,५५१
कुल लगानी	१०,३४,२६५	८,०९,६०,२३४	१०,३९,४६५	८,१०,७६,३९३	१०,३९,४६५	८,१०,७६,३९३

कम्पनीले विगत केही वर्षदेखि नोकसान व्यहोरीरहेको छ । आ.व. २०७८/७९, २०७९/८० र २०८०/८१ मा तरलताको अभाव भएको कारण दोश्रो बजारबाट खरिद विक्री कार्य गरिएको छैन । चौधौं वार्षिक साधारणसभाबाट पारित गरिएको ३० प्रतिशत हकप्रद शेयर शेयरधनीहरूलाई मिति २०७९/०७/१६ गतेदेखि ३ महिना सम्म विक्री खुल्ला गर्दा पर्याप्त आवेदन प्राप्त हुन सकेन । ३ महिना सम्म हकप्रद शेयर आवेदन खोल्दा जम्मा रु. ९६ लाख ७२ हजार बराबरको ९६ हजार ७ सय २० कित्ता मात्र आवेदन बहालवाला संचालकहरूबाट प्राप्त गरेकोले सोही बमोजिम बाँडफाँड गरी चुक्ता पुँजी वृद्धि भई रु. १६ करोड ८२ लाख ९६० रुपैया पुगेको सभालाई जानकारी गर्दछु । हकप्रद शेयर बाँडफाँड गरी विक्री हुन नसकेको ३ लाख ७९ हजार १५५ कित्ता शेयर कम्पनीको जगेडा पुँजी कोषमा रहेको हुँदा उक्त शेयरलाई अन्य संस्थागत लगानीकर्तालाई विक्री गर्न छलफल भईरहेको कुरा सभालाई जानकारी गराउदछु । कम्पनी विगत केही वर्षदेखि घाटमा रहेको कारण घाटालाई व्यवस्थापन गर्न ऋण व्यवस्थापनको लागि ग्रामिण लघुवित्त वित्तिय संस्था लि.को संस्थापक शेयर धितो राख्न ग्रामीण लघुवित्त वित्तिय संस्थाबाट पटक पटक प्रयास गर्दा पनि अनुमति प्राप्त हुन सकेन । प्रयाप्त तरलता व्यवस्थापन हुन नसक्दा विगत तिन वर्षदेखि दोश्रो बजारमा लगानी गरिएको छैन ।

कम्पनीले खर्च घटाई कार्यालय संचालन आम्दानीको लागि ट्रेड टावर लि. थापाथलीमा रहेको सम्पूर्ण लिज सम्पत्ति १,३३१ वर्ग फिट मासिक रु. १ लाख रुपैया (कर बाहेक) बहालमा लगाई मासिक रु. १ लाख आम्दानी प्राप्त भएको छ । सो लिज सम्पत्तिको अवधि १४ वर्षमात्र बाँकी रहेको कारण विक्री गर्न अनुमति प्राप्त नभएकोले लिजमा दिएर आफ्नो लगानी फिर्ता गर्न सहयोग हुने छ भन्ने सभालाई जानकारी गराउँदछु ।

यस कम्पनीले आफ्नो सम्पत्ति लिजमा दिएर न्यूरोड संकटा एक फ्ल्याट मासिक रु. ३५ हजार (कर बाहेक) भाडामा लिएर आफ्नो लागि उपभोग गरी बचेको दुइटा कोठा पुनः मासिक २२ हजार रुपैया (कर समेत) पुनः भाडामा लगाएको छ । यसबाट कम्पनीको घरभाँडा खर्च कम भई मासिक रु. ८४ हजार बहाल आम्दानी बचत भएको छ । चालु आ.व. मा संचालक तथा सहकारीबाट लिएको सम्पूर्ण ऋण भुक्तानी गरिएकोले, चालु आ.व.बाट कम्पनी नाफा कमाउन सक्षम हुनेछ भन्ने आशा गरेको छु । आदरणीय शेयरधनी साथीहरू कम्पनीलाई चरम तरलताको अभावमा गुञ्जिरहेको परिस्थिति यहाँहरूलाई अवगत गराउँदै यस्तो अवस्थामा तपाईं हाम्रो सम्पत्तिको रक्षा गर्नको लागि थप पुँजी लगानीको विकल्प नभएकोले विक्री नभएको हकप्रद शेयर पुनः खरिद गरिदिन विशेष अनुरोध गर्दछु ।

आदरणीय शेयरधनी साथीहरू कम्पनीले तरलताको अभावको कारणले गर्दा अन्य व्यवसाय गर्न नसक्दा कम्पनी संचालन खर्च वापत आ.व. २०७८/७९ मा रु. १४ लाख ९२ हजार २ रुपैया, आ.व. २०७९/८० मा १८ लाख १७ हजार

९ सय ६२ रूपैया मात्रा तथा आ.व. २०८०/८१ मा ११ लाख १७ हजार ८ सय ९९ घाटा भई घाटा कोषमा घाटा वृद्धि भई रु. ८ करोड ८६ लाख १७ हजार ५ सय ६२ पुगेको छ । आगामि वर्ष तरलता व्यवस्थापन गरी व्यवसाय लगानी विस्तार गर्दै छिटो भन्दा छिटो शेयरधनीहरूलाई लाभांश वितरण गर्ने प्रतिबद्धता व्यक्त गर्दछु ।

कम्पनीलाई निरन्तर रूपमा आफ्नो परामर्श तथा मार्गदर्शन दिँदै आउनु भएका शेयरधनी महानुभावहरू, बैंक तथा वित्तीय संस्थाहरू, शेयर दलालहरू, कम्पनी रजिष्ट्रार कार्यालय, कम्पनी व्यवस्थापन तथा कर्मचारी लगायत अन्य प्रत्यक्ष अप्रत्यक्ष रूपमा सहयोग पुऱ्याउदै आउनु भएका सम्पूर्ण निकाय तथा महानुभावहरूलाई विशेष धन्यवाद दिन चाहन्छु ।

सञ्चालक समितिका तर्फबाट  
माणिक रत्न शाक्य  
(अध्यक्ष)

## कम्पनी ऐनको दफा १०५ बमोजिम सञ्चालक समितिको प्रतिवेदन

### १. कम्पनीको स्थापना :

नेपालमा छरिएर रहेको स-साना पूँजीलाई एकत्रित गरी मुनाफादायी व्यवसायमा लगानी गर्ने उद्देश्यले पिपुल्स इन्भेष्टमेन्ट कम्पनी लिमिटेड, मिति २०६४ पुस १ गते कम्पनी रजिष्ट्रारको कार्यालयमा दर्ता गरिएको हो । यस कम्पनीले मिति २०६४ फाल्गुन १९ गतेबाट व्यवसायीक कारोवार सुरु गरेको छ । यस कम्पनीमा २०८१ आषाढ मसान्तसम्ममा संस्थापक शेयरधनीहरूको लगानी रु. १६,८२,९७,०००/- (सोह्र करोड बयासी लाख सन्तानबे हजार मात्र) पुगेको छ । यस कम्पनीमा २०८१ पौष २५ गते सम्म कम्पनीका शेयरधनीहरूको संख्या १ सय ४१ रहेको छ । कम्पनीको उद्देश्य अनुसार प्राथमिक तथा दोश्रो बजारबाट शेयर खरीद बिक्री गर्ने, नयाँ परियोजनाहरूमा लगानी गर्ने, कम्पनीका ग्राहकहरूलाई वित्तीय लगानी सम्बन्धी परामर्श सेवा प्रदान गर्ने, नयाँ परियोजनाको पहिचान गरी सम्भाव्यता अध्ययन गरी त्यसमा लगानी गर्ने जस्ता कार्य गर्दै आईरहेको छ ।

### २. कम्पनीका उद्देश्यहरू :

- (क) शेयरधनीहरूबाट संकलित पूँजी विभिन्न बैंक तथा वित्तीय संस्था, अन्य संगठित संस्था, उद्योग, व्यापार तथा व्यवसायमा लगानी गरी मुनाफा आर्जन गर्ने,
- (ख) प्रचलित कानून बमोजिम स्थापना भएको कम्पनी एवं संगठित संस्थाको शेयरमा लगानी गर्ने,
- (ग) नेपाल सरकार, सरकारी संस्थान एवं अन्य बैंक तथा वित्तीय संस्थाबाट निष्कासित ऋणपत्र, वचतपत्र, डिभेन्चर आदि खरिद गरी लगानी गर्ने गराउने,
- (घ) कुनै उद्योग, व्यावसायमा लगानी गर्न उपयुक्त छ छैन भनी अध्ययन अनुसन्धान प्रतिवेदन तयार गरी लगानी गर्न इच्छुक व्यक्ति, संस्था तथा कम्पनीलाई उपलब्ध गराउने,
- (ङ) नेपालमा लगानी गर्ने सम्बन्धमा अन्य व्यक्ति वा संस्थाको एजेण्ट (प्रतिनिधी) भई कार्य गर्ने, गराउने,
- (च) धितोपत्र दलाल व्यावसायी भई कार्य गर्ने, गराउने,
- (छ) धितोपत्र बिक्री प्रत्याभूति कार्य गर्ने, गराउने,
- (ज) धितोपत्र खरिद बिक्री सम्बन्धि अन्य व्यक्ति वा संस्थाको प्रतिनिधी भई कार्य गर्ने, गराउने,
- (झ) कम्पनी आफैले जग्गा खरिद गरी वा लिजमा लिई भूवनोटको आधारमा मिल्ने गरी आधुनिक ज्ञान सिप प्रविधि अपनाई सो जग्गालाई विकास गरी बाटो, ढल, पानी, बिजुली, टेलिफोनलाईन, वृक्षारोपण, पार्क, ग्यारेज, खेल मैदानहरू, बाल उद्यान, विद्यालय, स्वीमिङ पुल, पार्कङ सुविधा सहितको भौतिक सुविधा सम्पन्न आवास क्षेत्रहरू तथा आवासीय साना तथा ठुला भवनहरू निर्माण गरी सम्पूर्ण भवन घर, सोका फ्ल्याटहरू बिक्री वितरण गर्ने तथा लिजमा उपलब्ध गराउने,
- (ट) आधुनिक सुविधा सम्पन्न कमर्शियल कम्प्लेक्स, रेन्टल अपार्टमेन्ट, डिपार्टमेन्ट भवन, स्टोरहरू, व्यवसायिक केन्द्र हरूको निर्माण गरी निर्मित कमर्शियल तथा सपिड कम्प्लेक्स, सो का सटरहरू, कोठाहरू, फ्ल्याट, भवनहरू, भवनका कवलहरू शुल्क लिई विभिन्न व्यक्ति, फर्म, कम्पनी, संस्था तथा व्यवसायीलाई भाडा तथा लिजमा उपलब्ध गराउने, उपभोगकर्ताको माग बमोजिम बिक्री वितरण गर्ने, व्यवसाय सञ्चालन गर्ने,
- (ठ) देशको विभिन्न स्थानमा जग्गा खरिद गरी वा लिजमा लिई सो जग्गालाई विकास गरी आधुनिक किसिमबाट जग्गामा डिजाईन गरी भूवनोटको आधारमा मिल्ने गरी आधुनिक ज्ञान प्रविधि अपनाई सर्वसाधारण समेतको लागि उपयुक्त आवास क्षेत्रहरू, घडेरीहरूको निर्माण गरी खरिदकर्ताको माग बमोजिम विकसित घडेरीहरू बिक्री कार्य गर्ने, गराउने ।

### ३. सञ्चालक समिति

कम्पनीको नियमावली तथा प्रवन्धपत्रमा भएको व्यवस्था अनुसार यस कम्पनीमा आर्थिक वर्ष २०७४/७५ को वार्षिक साधारण सभा देखि निर्वाचित तथा मनोनित ७ जना संचालक रहने व्यवस्था छ । संचालक समितिका सदस्यहरूको कार्यकाल चार वर्षको हुने व्यवस्था छ । कम्पनीको हालको संचालक समितिको संरचना यस प्रकार छ । १४औं वार्षिक साधारणसभाबाट निर्वाचित संचालकहरू निम्न बमोजिम रहेका छन् ।

क.सं.	नाम	पद
१	श्री माणिकरत्न शाक्य	अध्यक्ष
२	श्री कर्ण प्रसाद देवभण्डारी	संचालक
३	श्री राजेन्द्र शाक्य	संचालक
४	श्री घनश्याम न्यौपाने	संचालक
५	श्री गयाप्रसाद श्रेष्ठ	संचालक
६	श्री यमलाल रिजाल	संचालक
७	श्री एलिना देव भण्डारी	संचालक

### ४. व्यवस्थापन समूह

कम्पनीको दैनिक कार्य सञ्चालनका लागि हाल १ जना कर्मचारीहरू कार्यरत रहनु भएको छ ।

### ५. पूँजीको बनौट

पिपुल्स इन्भेष्टमेण्ट कम्पनी लिमिटेडको पूँजीको बनौट देहाय बमोजिम रहेको छ ।

- (क) कम्पनीको अधिकृत पूँजी रु. १,००,००,००,०००/- (एक अरब) रहेको छ । सो पूँजीलाई प्रति शेयर रु. १००/- दरको १,००,००,००० (एक करोड) थान साधारण शेयरमा विभाजन गरिएको छ ।
- (ख) कम्पनीको जारी पूँजी रु. ५०,००,००,०००/- (रु. पचास करोड) रहेको छ । सो पूँजीलाई प्रतिशेयर रु. १००/- दरको ५०,००,००० (पचास लाख) थान साधारण शेयरमा विभाजन गरिएको छ ।
- (ग) यस कम्पनीको संस्थापक शेयरधनीहरूलाई समूह "क" मा वर्गिकरण गरिएको छ । यो समूहको शेयर ६० प्रतिशत रहने छ । सर्वसाधारणलाई विक्री गरिने साधारण शेयरका शेयरधनीहरूलाई समूह "ख" मा वर्गिकरण गरिएको छ । यो समूहको शेयर स्वामित्व ४० प्रतिशत रहनेछ ।
- (घ) यस कम्पनीमा २०८१ असार मसान्त सम्ममा ३४१ जना संस्थापक शेयरधनीको पूँजी रु.१६ करोड ८२ लाख ९७ हजार रहेको छ ।

### ६. सञ्चालक तथा उच्च पदाधिकारीहरूको पारिश्रमिक

आ.व. २०७८/७९ बाट समितिको सदस्यहरूले कुनै किसिमको तलब, भत्ता र सुविधा उपलब्ध गराइएको छैन ।

### ७. शेयरधनीहरूले बुझी लिन बाँकी रहेको लाभांश

शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांश रु. १६,७७,८९० (अक्षरेपी: सोह्र लाख सतत हजार आठ सय नब्बे रुपयाँ मात्र) नगद लाभांश बुझिलिन बाँकी रहेको छ ।

## ८. कम्पनीले हालसम्म सम्पादन गरेका कार्यहरू

### क) कम्पनीले गरेको शेयर कारोबार:

कम्पनीले यस आर्थिक वर्ष २०७७/७८ मा प्राथमिक शेयरमा आवेदन गर्न रोक लगाएका कारण कुनै पनि प्राथमिक शेयर प्राप्त गर्न सकेन। दोस्रो बजारबाट आ.ब. २०७८/२०७९ मा रु १,३०,५०,०८०/- मुल्य बराबरको शेयर बिक्री गरेको छ। दोस्रो बजारबाट आर्थिक वर्ष २०७८/७९, २०७९/८० र २०८०/८१ मा दोस्रो बजारबाट शेयर खरिद गरिएको छैन। आ.व. २०८०/८१ मा रु. ८१,४६३/- मुल्य बराबरको मौज्दात शेयर बिक्री गरेको छ।

### (ख) पिपुल्स इन्भेष्टमेन्ट कम्पनी लिमिटेडले संस्थापक लगानी गरेका परियोजनाहरू:

#### १. ग्रामिण विकास लघुवित्त वित्तिय संस्था लि. (साविकको नेपाल ग्रामिण विकास बैंक लि.)

पाँच विकाश क्षेत्रमा ग्रामिण विकाश बैंक स्थापना भई सञ्चालन गरिरहेको बैंकहरूलाई एक आपसमा गाभेर राष्ट्रिय स्तरको लघुवित्त वित्तिय संस्था बनेको छ। यस बैंकको अधिकृत पूँजी ९८.२५ करोड रहेको छ। मर्जरपछि बैंकले एकीकृत कारोबार सञ्चालन गरी हाल धितोपत्र सुचिकृत गरेर धितोपत्र कारोबार गरेको छ। ग्रामिण लघुवित्त वित्तिय संस्था (नेपाल ग्रामिण विकास बैंक) मा यस कम्पनीको रु ४,४५,९६,०००/- (अक्षरेपी चार करोड पैतालीस लाख छयानब्वे हजार रुपैया मात्र) बराबर ४,४२,१७० किता को लगानी रहेको थियो। मर्जर पछि स्वाप रेशियो अनुसार पूँजी बढेर शेयर संख्या बृद्धि भई रु. ६,७०,००,८००/- (अक्षरेपी छ करोड सतरी लाख आठसय रुपैया मात्र) बराबरको ६,७०,००८ किता संस्थापक शेयर पूँजीमा लगानी वृद्धि भएको थियो। आ.व. २०७५/७६ मा ५० प्रतिशत हकप्रद शेयरमा लगानी गरी हाल १०,०५,०१२ (१०.२२९) संस्थापक शेयर रहेको छ। यस आर्थिक वर्षहरूमा ग्रामिण लघुवित्तबाट कुनै लाभांश प्राप्त हुन सकेन।

#### २. संस्थापक शेयर लगानी रहेको अन्य संस्था

कम्पनीको नाम	थान	रकम
लुम्बिनि विकास बैंक लि.	२०,०००	२०,००,०००.००१-
ग्लोबल आई.एम.ई. बैंक लि.	६,४९८	३,६२,३४२।-
मकालु डेभलपर्स लि.	१,०००	१,००,०००.००१-

## ९. भावी कार्ययोजनाहरू:

- विभिन्न नयाँ बैंक तथा वित्तीय संस्था एवं कम्पनीहरूको शेयर खरिद गर्ने।
- नेपालका विभिन्न ठाँउमा निर्माण हुन लागेका नाफामुलक परियोजनाहरूमा लगानी गर्ने र त्यस परियोजनाको वित्तिय व्यवस्थापन यस कम्पनी मार्फत गर्ने व्यवस्था मिलाउने।
- सहायक कम्पनी स्थापना गरि प्राइभेट इक्विटी फण्ड, भेन्चर क्यापिटल फण्ड संचालन गर्ने।
- जलविद्युत परियोजना संचालनमा लगानी गर्ने।
- व्यवस्थित आवास विकासमा गर्न लगानी गर्ने।
- उत्पादन मुलक क्षेत्रमा लगानी गर्ने।

**धन्यवाद ज्ञापन**

अन्त्यमा यस कम्पनी प्रति शेयरधनी महानुभावहरूले देखाउनु भएको आस्था, सदासयता तथा विश्वासप्रति कृतज्ञता व्यक्त गर्दै कम्पनीलाई वित्तिय सहयोग प्रदान गर्ने वित्तिय संस्थाहरू, शेयर दलाल कम्पनीहरू, लगायत उपस्थित शेयरधनी महानुभावहरू, पत्रकार मित्र, कार्यालय सञ्चालनमा अथक मिहिनेत गर्ने तथा कार्यालय सुचारु रूपमा सञ्चालन गर्ने कर्मचारी साथीहरूमा कम्पनीको सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट सहृदय धन्यवाद दिदै आजको सभा यही विसर्जन गर्न अनुमति चाहन्छु ।

धन्यवाद !

माणिक रत्न शाक्य  
(अध्यक्ष)

**S.G. Associates**  
Chartered Accountants

8th floor, Trade Tower Nepal  
Thapathali-11, Kathmandu  
Bagmati Province, Nepal

Tel.: 977-1 5111165  
Mobile: 9851106354  
email: sumeet.gautam1@gmail.com

**INDEPENDENT AUDITOR'S REPORT  
TO THE SHAREHOLDERS OF PEOPLES' INVESTMENT COMPANY LIMITED**

**Report on the audit of the Financial Statements**

**Opinion**

We have audited the financial statements of Peoples' Investment Company Limited ('the Company'), which comprise the balance sheet as at Ashad 32, 2079 (16 July 2022), and the statement of Profit and Loss, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, and to the best of our information and according to the explanations given to us the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of Ashad 32, 2079 (16 July 2022), and of its financial performance and its cash flows for the year then ended in accordance with Nepal Accounting Standards and the Company Act 2063.

**Basis for opinion**

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Those standards are further described in the Auditor's responsibilities for the audit of the financial statement section of our report. We are independent of the Company in accordance with the Institute Of Chartered Accountants of Nepal (ICAN) Handbook of Code of Ethics for Professional Accountants together with the ethical requirement that are relevant to our audit of the financial statements and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of matter**

We draw attention to the following details:

- Note No. B(4) of Notes to the accounts of the financial statements which states that net worth of the company has reduced to half the paid-up capital or less than that, then the directors shall prepare an appropriate strategy for the interest of the company and shareholders, as well, within thirty five days of the knowledge of this matter, and present a separate resolution thereon at the general meeting to be held immediately after the knowledge of such matter.

The company is in the process of preparation of strategic plans and get the same approved in the ensuing Annual General Meeting of the Company.



*Suman*

- ii. Note No. B(6) of the Notes to accounts of the financial statements which states that the Company has booked some shares in its books of accounts the ownership of which is not with the company and as per the management of the Company those shares or amount equivalent to the price of the shares is receivable from the holder of those shares. The book value of such shares is Rs. 2,362,341.88.

Our opinion is not modified in respect of these matters.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Accounting Standards and for such internal control as management determines is necessary to enable 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 the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for 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 assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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 in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Company.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 Company to cease to continue as a going concern.
- Evaluate overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent underlying transactions and event in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirement**

Based on our examination, we further report that:

- We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and found them to be satisfactory.
- The Company has not appointed a Company Secretary as per the provisions of Section 185 of the Companies Act, 2063.
- In our opinion, the proper books of accounts as required by law have been maintained by the company except the calculation of depreciation, where the calculation has been made as per the provisions of Income Tax Act, 2058 and not as per NAS, and they are in agreement with the balance sheet, income statement and cash flow statement referred to in this report.



- To the best of our information and according to the explanation given to us and from our examination of books of account of the company we have not come across cases where board of directors, any director or employee of the company has acted contrary to the provision of law (except as referred in basis of qualified opinion section) or has committed any misappropriation or has caused loss or damage to the company.

Place: Kathmandu

Date: 28 Poush 2079

UDIN: 230112CA017392vWXS

For S.G. Associates

*Chartered Accountants*

ICAN Firm registration No: 1055

**Sumeet Gautam**

Membership No: 1739



PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
BALANCE SHEET AS AT 32 ASHAD, 2079 (16 JULY, 2022)

	Particulars	Note	As at 32 Ashad 2079	As at 31 Ashad 2078
<b>I.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-Current Assets</b>			
	(a) Property, Plant & Equipments, Net	1	130,129.00	152,505.00
			<b>130,129.00</b>	<b>152,505.00</b>
<b>2</b>	<b>Current Assets</b>			
	(a) Cash & Cash Equivalent	2	79,919.20	583,996.30
	(b) Inventories (Investment)	3	81,076,260.02	92,699,117.06
	(c) Trade & Other Receivables	4	-	9,150,735.54
	(d) Loans, Advances & Deposits	5	5,232,108.31	11,451,036.05
			<b>86,388,287.53</b>	<b>113,884,884.95</b>
	<b>TOTAL</b>		<b>86,518,416.53</b>	<b>114,037,389.95</b>
<b>II.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholder's Fund</b>			
	(a) Equity Share Capital	6	158,625,000.00	158,625,000.00
	(b) Reserves and surplus	7	(85,681,700.47)	(86,918,962.10)
	(c) Securites Premium		271,500.00	271,500.00
			<b>73,214,799.53</b>	<b>71,977,537.90</b>
<b>2</b>	<b>Long term Borrowings</b>	8	8,369,567.11	8,205,223.24
<b>3</b>	<b>Current Liabilities</b>			
	(a) Investment Fluctuation Fund	9	137,135.22	447,770.59
	(b) Short term borrowings	10	2,506,804.11	13,379,524.46
	(c) Short term provisions	11	171,000.00	16,244,513.00
	(d) Other Payables	12	2,119,110.56	3,782,820.76
			<b>4,934,049.89</b>	<b>33,854,628.81</b>
	<b>Total Equity &amp; Liabilities</b>		<b>86,518,416.53</b>	<b>114,037,389.95</b>

Notes to the Accounts

19

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date

For S.G. Associates

Chartered Accountants

ICAN Firm Registration No. 1055

CA. Sumet Gautam

Proprietor

Membership No. 1739

Place: Kathmandu

Date:



For and on behalf of

Peoples' Investment Company Limited

Manik Ratna Shakya

Chairman

Gaya Prasad Shrestha

Director

Karna P.d. Dev Bhandari

Director

Rajendra Shakya

Director

Ghanshyam Neupane

Director

Alina Dev Bhandari

Director

Ram Lal Rijal

Director

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 32 ASHAD 2079

	Particulars	Schedule	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
1	<b>Revenue</b>			
	(a) Revenue from operations	13	13,050,080.49	67,375,090.00
	(b) Direct Income	14	1,069.73	56,972.81
	(c) Less: Cost of sales	15	11,649,989.42	63,284,787.47
	<b>Operating Profit/ (Loss)</b>		<b>1,401,160.80</b>	<b>4,147,275.34</b>
	Add: Provision Written Back		447,770.59	12,683,410.29
	Less: Investment Loss Provision		137,135.22	447,770.59
	<b>Gross Profit/ (Loss)</b>		<b>1,711,796.17</b>	<b>16,382,915.04</b>
2	Other Income	16	-	1,260,015.51
	<b>TOTAL</b>		<b>1,711,796.17</b>	<b>17,642,930.55</b>
3	<b>EXPENDITURE</b>			
	(a) Administrative Expenses	17	1,322,518.22	1,470,658.28
	(b) Depreciation and amortisation	1	43,376.00	50,836.00
	(c) Financial Expenses	18	1,837,904.11	5,849,660.26
	<b>TOTAL</b>		<b>3,203,798.33</b>	<b>7,371,154.54</b>
	<b>Profit/(Loss) Before Tax</b>		<b>(1,492,002.16)</b>	<b>10,271,776.01</b>
	Current Tax		-	-
	Deferred Tax		-	-
	<b>Net Profit/ (Loss) After Tax</b>		<b>(1,492,002.16)</b>	<b>10,271,776.01</b>

Notes to the Accounts

19

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date

For S.G. Associates

Chartered Accountants

ICAN Firm Registration No. 1055

CA. Sumeet Gautam  
Proprietor  
Membership No. 1739




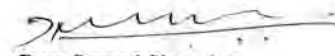
Place: Kathmandu

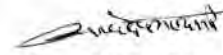
Date:

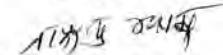
For and on behalf of

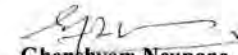
Peoples' Investment Company Limited

  
Manik Ratna Shakya  
Chairman


  
Gaya Prasad Shrestha  
Director

  
Karna Pd. Dev Bhandari  
Director

  
Rajendra Shakya  
Director

  
Ghanshyam Neupane  
Director

  
Alina Dev Bhandari  
Director

  
Yam Lal Rijal  
Director

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
CASH FLOW STATEMENT FOR THE YEAR ENDED 32 ASHAD 2079

Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
<b>Cash Flows From Operating Activities</b>		
Net Profit/(Loss) After Tax	(1,492,002.16)	10,271,776.01
Add: Depreciation	43,376.00	50,836.00
Add: Previous Year's Adjustment	-	-
Add: Financial Expenses	1,837,904.11	5,849,660.26
<b>Net Cash Flow Before Changes in Working Capital</b>	<b>389,277.95</b>	<b>16,172,272.27</b>
Changes in Working Capital	-	-
Change in current assets	26,992,520.32	34,982,389.53
Change in current liabilities	(28,920,578.92)	(33,020,993.43)
<b>Net Cash Flows From Operation Activities (A)</b>	<b>(1,538,780.65)</b>	<b>18,133,668.37</b>
<b>Cash Flows From Investing Activities</b>		
Sales of Fixed Assets	-	-
Purchase of Fixed Assets	(21,000.00)	-
<b>Net Cash Flows From Investing Activities (B)</b>	<b>(21,000.00)</b>	<b>-</b>
<b>Cash Flows From Financing Activities</b>		
Increase/ (Decrease) in Share Capital	-	-
Increase/ (Decrease) in Securities Premium	-	-
Increase/ Decrease in Long & Short Term Borrowings	164,343.87	(11,783,227.21)
Less: Dividend Paid	-	-
Less: Financial Expenses	(1,837,904.11)	(5,849,660.26)
<b>Net Cash Flows From Financing Activities (C)</b>	<b>(1,673,560.24)</b>	<b>(17,632,887.47)</b>
<b>Net Cash Flow (A+B+C)</b>	<b>(3,233,340.89)</b>	<b>500,780.90</b>
Add: Opening Cash & Cash Equivalent	583,996.30	83,215.40
<b>Closing Cash &amp; Cash Equivalent</b>	<b>(2,649,344.59)</b>	<b>583,996.30</b>

Notes to the Accounts

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date

For S.G. Associates  
Chartered Accountants  
ICAN Firm Registration No. 1055

CA. Sumeet Gautam  
Proprietor  
Membership No. 1739

Place: Kathmandu  
Date:



For and on behalf of  
Peoples' Investment Company Limited

Manik Ratna Shakya  
Chairman

Gaya Prasad Shrestha  
Director

Karna Pd. Dev Bhandari  
Director

Rajendra Shakya  
Director

Ghanshyam Neupane  
Director

Alina Dev Bhandari  
Director

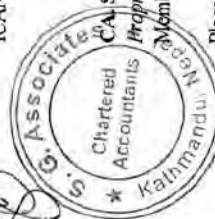
Yam Lal Rijal  
Director

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
STATEMENT OF CHANGES IN EQUITY AS AT 31 ASHAD 2079

Particulars	Share Capital	Share Premium	Revaluation Reserve	Reserve & Surplus	Total
Balances as on 01.04.2078	158,625,000.00	271,500.00	-	(65,638,478.62)	93,258,021.38
Issue of Share Capital	-	-	-	-	-
Dividend	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(11,133,162.19)	(11,133,162.19)
<b>Balances as on 31.03.2076</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	-	<b>(76,771,640.81)</b>	<b>82,124,859.19</b>
Balance as on 01.04.2076	158,625,000.00	271,500.00	-	(76,771,640.81)	82,124,859.19
Issue of Share Capital	-	-	-	-	-
Dividend	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(20,419,097.30)	(20,419,097.30)
<b>Balance as on 31.03.2077</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	-	<b>(97,190,738.11)</b>	<b>61,705,761.89</b>
Balance as on 01.04.2077	158,625,000.00	271,500.00	-	(97,190,738.11)	61,705,761.89
Issue of Share Capital	-	-	-	-	-
Dividend	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	10,271,776.01	10,271,776.01
<b>Balance as on 31.03.2078</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	-	<b>(86,918,962.10)</b>	<b>71,977,537.90</b>
Balance as on 01.04.2078	158,625,000.00	271,500.00	-	(86,918,962.10)	71,977,537.90
Issue of Share Capital	-	-	-	-	-
Profit year adjustments	-	-	2,729,263.79	-	2,729,263.79
Profit/( Loss) During the Period	-	-	-	(1,492,002.16)	(1,492,002.16)
<b>Balance as on 32.03.2079</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	<b>2,729,263.79</b>	<b>(88,410,964.26)</b>	<b>73,214,799.53</b>

As per our attached report of even date  
For S.G. Associates  
Chartered Accountants  
ICAN Firm Registration No. 1055

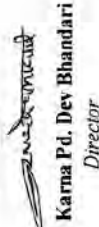





CA. Sumcet Gautam  
Proprietor  
Membership No. 1739

Place: Kathmandu  
Date:

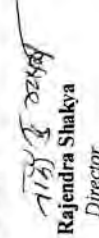
  
Manik Ratna Shukya  
Chairman


  
Karma P.d. Dev Bhandari  
Director

  
Ghanshyam Neupane  
Director

  
Yam Lal Rijal  
Director

  
Gaya Prasad Shrestha  
Director

  
Rajendra Shukya  
Director

  
Alina Dev Bhandari  
Director

**PEOPLES' INVESTMENT COMPANY LIMITED**  
**KATHMANDU, NEPAL**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079**

**2 Cash & Cash Equivalents**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Cash in Hand (As Certified by the management)	-	-
<b>Bank Balances</b>		
Global IME Bank Ltd.(1)	5,218.54	5,218.54
Global IME Bank Ltd.(2)	11,923.46	11,923.46
NIC Asia Bank Ltd.	33,059.69	33,059.69
NIC Asia Bank Ltd. (Dividend A/c)	8,118.91	8,218.91
NCC Bank Ltd.	10,009.69	10,009.69
Sanima Bank Ltd.	1,588.91	1,588.91
Lumbini Bikash Bank Ltd.	10,000.00	513,977.10
<b>Total</b>	<b>79,919.20</b>	<b>583,996.30</b>

**3 Inventories(Investment)**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
IPO Investement	249,600.00	249,600.00
Investment in Secondary Share	267,951.16	5,959,808.26
Investment in Promoter Share	80,558,708.86	86,489,708.80
<b>Total</b>	<b>81,076,260.02</b>	<b>92,699,117.06</b>

**4 Trade & Other Receivables**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Trishakti Securities Ltd.	-	2,479,335.54
Receivable from Future Star Pvt. Ltd against sale of promotor share of Kanchanjunga Housing Limited	-	6,671,400.00
<b>Total</b>	<b>-</b>	<b>9,150,735.54</b>

**5 Loans, Advances & Deposits**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Advance Tax	1,143,650.20	7,227,187.99
Telephone Deposit	3,500.00	3,500.00
Internet Deposit	1,500.00	1,500.00
Kanchanjunga Housing Ltd. (Lease)	3,126,441.11	3,311,831.06
Share Loan	247,597.00	247,597.00
Other Receivables	709,420.00	659,420.00
<b>Total</b>	<b>5,232,108.31</b>	<b>11,451,036.05</b>

Handwritten signatures and a circular stamp of S. G. Associates Chartered Accountants, Kathmandu, Nepal. The stamp includes the text "S. G. Associates Chartered Accountants Kathmandu, Nepal" and a signature "S. G. Associates" is written across it.

## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079

## 6 Share Capital

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
<b>Authorised :</b>		
1,00,00,000 Equity Shares of Rs.100 Each	1,000,000,000.00	1,000,000,000.00
<b>Issued:</b>		
18,00,000 Equity Shares of Rs. 100 Each	180,000,000.00	180,000,000.00
<b>Paid -Up:</b>		
15,86,250 Equity Shares of Rs. 100 Each	158,625,000.00	158,625,000.00
<b>Total</b>	<b>158,625,000.00</b>	<b>158,625,000.00</b>

## 7 Reserve and Surplus

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Profit/(Loss) Upto Previous Year	(86,918,962.10)	(97,190,738.11)
Less: Bonus Share	-	-
Less: Cash Dividend	-	-
	(86,918,962.10)	(97,190,738.11)
Less: Previous Year's Tax Adjustment (Refer Note No. 5 in Notes to accounts)	2,729,263.79	-
Add: Profit/(Loss) during this Year	(1,492,002.16)	10,271,776.01
<b>Total</b>	<b>(85,681,700.47)</b>	<b>(86,918,962.10)</b>

## 8 Long &amp; Short Term Borrowings

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Loan from Directors	8,369,567.11	5,199,223.20
Loan From Future Star Design & Developers Pvt Ltd	-	962,245.24
Loan from Kanchanjunga Housing Limited	-	2,043,754.80
<b>Total</b>	<b>8,369,567.11</b>	<b>8,205,223.24</b>

## 9 Investment Fluctuation Fund

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Provision for Investment Fluctuation	137,135.22	447,770.59
<b>Total</b>	<b>137,135.22</b>	<b>447,770.59</b>

**PEOPLES' INVESTMENT COMPANY LIMITED**  
**KATHMANDU, NEPAL**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079**

**10 Short term borrowings**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Lumbini Bikash Bank Ltd.(Overdraft)	-	12,372,624.46
Alliance Saving & Credit Co-Operative Ltd.	1,006,900.00	1,006,900.00
Neo Saving And Credit & Credit Co-oprative Ltd	1,499,904.11	-
<b>Total</b>	<b>2,506,804.11</b>	<b>13,379,524.46</b>

**11 Short term provisions**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Provision for Income Tax	-	16,073,513.00
Provision for Staff Bonus	171,000.00	171,000.00
<b>Total</b>	<b>171,000.00</b>	<b>16,244,513.00</b>

**12 Trade & Other Payables**

Particulars	As at 32 Ashad 2079	As at 31 Ashad 2078
Audit Fees Payable	138,907.50	138,907.50
Kanchanjunga Housing Ltd.	19,300.00	-
Trishakti Securities Public Ltd.	-	-
Government fees payable	18,638.42	-
Salary Payable	22,770.00	-
Other Payables	97,987.55	60,227.30
TDS Payables		
-on salary	-	3,736.14
-on Services	1,983.61	115,455.99
-on meeting fees	-	1,764.70
-on rent	20,598.00	55,052.29
-on interest	70,759.90	1,006,965.26
-on audit fees	1,125.00	-
-on dividend	-	283,506.00
Dividend Payable	1,727,040.58	2,117,205.58
<b>Total</b>	<b>2,119,110.56</b>	<b>3,782,820.76</b>

Handwritten signatures and stamps are present below the table. A circular stamp of S. G. Associates Chartered Accountants, Kathmandu, Nepal, is visible.

## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079

## 13 Revenue from Operation

Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
<b>Sale of Investment</b>		
IPO Share Sales	-	-
Promoter Share Sales	5,930,974.99	6,671,400.00
Secondary Share Sales	7,119,105.50	60,703,690.00
<b>Total</b>	<b>13,050,080.49</b>	<b>67,375,090.00</b>

## 14 Direct Income

Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
Dividend Income	1,069.73	56,972.81
Direct Income	-	-
Share Release Charge	-	-
<b>Total</b>	<b>1,069.73</b>	<b>56,972.81</b>

## 15 Cost of Sales

Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
Opening Stock (Investment)	92,699,117.06	137,201,334.46
<b>Add: Purchase During the Year</b>		
Promotor Share Purchase	-	-
IPO Share Purchase	-	-
Right Shares Purchase	-	-
Secondary Share Purchase	-	18,136,539.13
<b>Add: Direct Expenses</b>		
Shares Trading Expenses	27,132.38	646,030.94
	<b>92,726,249.44</b>	<b>155,983,904.53</b>
Less: Closing Stock (Investment)	81,076,260.02	92,699,117.06
<b>Total</b>	<b>11,649,989.42</b>	<b>63,284,787.47</b>








## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079

## 16 Indirect Income

Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
Interest Income	-	21,669.82
Rent Income	-	-
Other Income	-	1,238,345.69
<b>Total</b>	<b>-</b>	<b>1,260,015.51</b>

## 17 Administrative Expenses

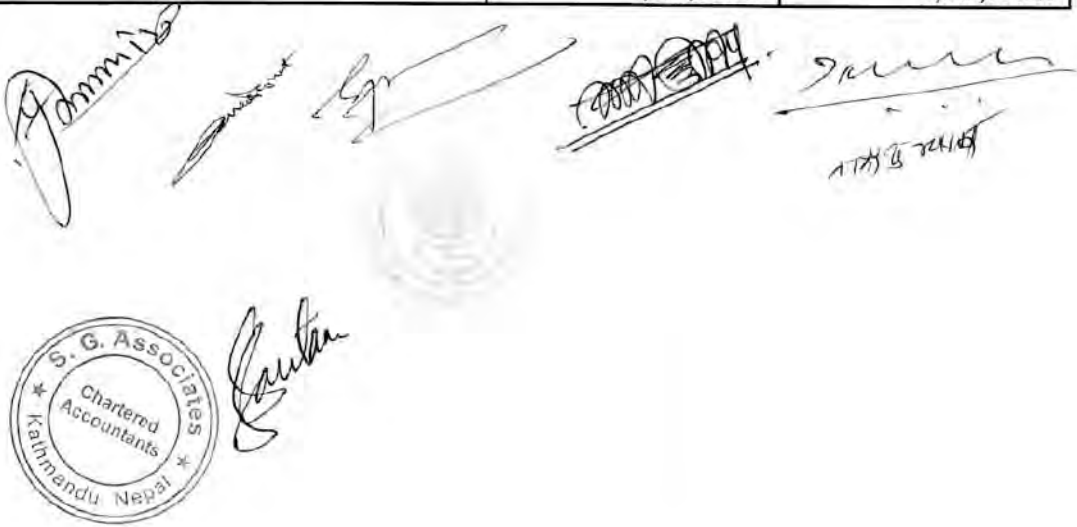
Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
Advertisement Expenses	12,712.50	-
Meeting Expenses	3,051.00	47,825.67
Audit Fee	84,750.00	84,750.00
Electricity Expenses	10,133.98	16,604.56
Email Internet Expenses	16,304.34	9,911.40
Interest on late payment of taxes	494,654.00	-
Kitchen Expenses	8,240.00	-
Office Expenses	15,150.00	39,280.32
Office Rent	205,988.00	205,988.00
Printing & Stationery Expenses	21,448.00	36,114.99
Salary Expenses	199,572.00	493,500.00
Building Service Charges	104,232.00	16,184.00
Telephone Expenses	4,750.00	1,500.00
Financial consultancy expenses	45,200.00	158,200.00
Repair & Maintenance (Pool B)	1,305.00	-
Company Secretary Allowance	5,882.35	58,823.50
Travelling Expenses	1,898.82	-
Web Hosting Charge	-	4,580.00
Legal expenses	28,250.00	-
Service charge on loan	-	127,207.00
Internet Business Bureau	-	-
Government Fee	57,838.42	60,214.54
Bank charges	1,157.81	15,210.30
Incentives (Expenses)	-	94,764.00
<b>Total</b>	<b>1,322,518.22</b>	<b>1,470,658.28</b>

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079

18 Financial Expenses

Particulars	For the year ended 32 Ashad 2079	For the year ended 31 Ashad 2078
Loan renewal Charges	-	75,000.00
Interest Expenses ( Other)	1,500,168.53	3,572,599.18
Interest Expenses (Lumbini Bank Limited)	337,735.58	2,202,061.08
<b>Total</b>	<b>1,837,904.11</b>	<b>5,849,660.26</b>


  
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**PEOPLES' INVESTMENT COMPANY LTD.  
KATHMANDU, NEPAL**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079**

**Schedule-19**

**Significant Accounting Policies & Notes to the Accounts**

**A. Significant Accounting Policies**

**1 Accounting Conventions**

The Financial Statements are prepared under the Historical Cost Convention on an Accrual Concept and are in accordance with Generally Accepted Accounting Principles and others applicable laws prevalent in Nepal. The Accounting Policies are consistently applied by the company.

**2 Use of estimates**

The Preparation of Financial Statement in conformity with generally accepted accounting principles require estimates and assumptions to be made that affect the reported amounts of revenue & expenses during the reporting period.

**3 Property, Plant & Equipment & Depreciation**

- Property, Plant & Equipment are stated at cost inclusive of all expenses incurred in commissioning /putting them into use and reducing accumulated depreciation.
- Depreciation on Property, Plant & Equipment has been computed on Written Down Value (WDV) Method as per the rates prescribed by the Income Tax Act, 2058.

**4 Revenue Recognition**

Revenue from the sale of investments are recognised in the income statement when the significant risks and rewards of ownership has been transfer to buyer.

**5 Investment**

- Investments have been stated at cost.
- Provision for Investment Loss arised due to the difference between cost and market value of listed shares. It has been computed at the market price as on Ashad end or earlier transaction date of each stock as compared to aggregate cost of each stock. The cost price of the share is inclusive of SEBON Commission, Broker Commission & Transfer fee. The market price of the share is the closing Trading Price at Nepal Stock Exchange Ltd. (NEPSE) as on Ashad end, 2079 or earlier (if transaction not occurred on that date).
- The details of Investment Fluctuation Fund which arised due to Investment Loss Provision for the year is as follows;

Particulars	Amount
Opening Balance	447,770.59
Less: Provision Written Back	447,770.59
Add: Provision for the Year	137,135.22
<b>Closing Balance</b>	<b>137,135.22</b>



**PEOPLES' INVESTMENT COMPANY LTD.**  
**KATHMANDU, NEPAL**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079**

Schedule-19

**B. Notes to the Accounts**

- 1 Previous year's figures have been regrouped and rearranged wherever necessary.
- 2 Schedule 1 to 19 form the integral part of the Financial Statements.
- 3 Related party Disclosure :

**i Related party relationships:**

Description of Relationship	Name of the Party
Key management personnel- Chairman	Manik Ratna Shakya

**Notes:**

- a The related party relationships have been determined on the basis of the requirements of the Nepal Accounting Standard (NAS) - 24 'Related Party Disclosures' and the same have been relied upon by the auditors.
- b The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year, except where control exist, in which case the relationships have been mentioned irrespective of transactions with the related party.

**ii Transactions with related parties:**

Details of related party transactions are as follows:

Particulars	Transactions	Outstanding
<b>Transactions with Key Management Personnel</b>		
<b>ii) Short Term Loan</b>		
Manik Ratna Shakya	4,672,968	4,672,968
<b>ii) Interest Expenses</b>		
Manik Ratna Shakya	562,899	-
	<b>5,235,867</b>	<b>4,672,968</b>

**4 Erosion of networth of the Company by more than 50%**

The networth of the Company has eroded by more than 50% in the FY 77/78 and FY 78/79 and hence the Provisions of Section 60(1) of the Companies Act, 2063 shall be attracted.

As per the said section, if the net worth of a public company is reduced to half the paid-up capital or less than that the directors shall prepare an appropriate strategy for the interest of the company and shareholders, as well, within thirty five days of the knowledge of this matter, and present a separate resolution thereon at the general meeting to be held immediately after the knowledge of such matter.

The company had prepared a strategic plan and presented the same in the 14th Annual General Meeting held by the company on 18 Falgun 2078 but the outcome of the same could not be justified in the current fiscal year.



Handwritten signatures and stamps of the auditors, including a signature that appears to be 'S. G. Associates' and another that appears to be 'Manik Ratna Shakya'.

PEOPLES' INVESTMENT COMPANY LTD.  
KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079

Schedule-19

**5 Payment of Income Tax and other taxes**

The long outstanding Income Tax that was payable since the FY 2071/72 has been paid/ settled by the company in the FY 78/79. The company has already obtained the tax clearance certificate upto FY 77-78.

Advance Tax paid by/on behalf of the company in previous years against which the tax liability had been settled of which the source of payment could not be verified amount Rs. 2,729,263.79 has been adjusted from Reserve and Surplus upto 31 Ashad 2078.

**6 Ownership of the shares held by others**

The company has booked some shares the ownership of which is not with the company. The details of such shares have been given below. As per the management, the amount is recoverable from the holders of the shares.

Name of the companies	No. of shares held (Kitta)	Total Value of shares
Global IME Bank (Pro)	5,264.00	293,520.64
Global IME Bank (Pub)	1,234.00	68,821.29
Lumbini Bikas Bank(Pro)	16,323.00	1,660,000.13
Lumbini Bikas Bank(PUB)	3,343.00	339,999.82
<b>Total</b>	<b>26,164.00</b>	<b>2,362,341.88</b>



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PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 32 ASHAD 2079

Particulars	Dep. Rate	Opening Balance (WDV)	Addition			Disposal	Total	Depreciation	Closing Balance (WDV)
			Upto Poush	Upto Chaitra	Upto Ashadh				
<b>Block-B</b>	<b>25%</b>								
Office Equipment		88,795.00	-	-	-	88,795.00	22,199.00	66,596.00	
Furniture & Fixture		32,749.00	21,000.00	-	-	53,749.00	13,437.00	40,312.00	
Office Structure		30,961.00	-	-	-	30,961.00	7,740.00	23,221.00	
<b>Grand Total</b>		<b>152,505.00</b>	<b>21,000.00</b>	<b>-</b>	<b>-</b>	<b>173,505.00</b>	<b>43,376.00</b>	<b>130,129.00</b>	

11/11/2019

*[Signature]*

*[Signature]*

*[Signature]*



*[Signature]*

**S.G. Associates**  
Chartered Accountants

5th Floor, Trade Tower Nepal  
Thapathali-11, Kathmandu  
Bagmati Province, Nepal

Tel.: 977-1 5920581  
Mobile: 9851106354  
Email: sumeet.gautam1@gmail.com

**INDEPENDENT AUDITOR'S REPORT  
TO THE SHAREHOLDERS OF PEOPLES' INVESTMENT COMPANY LIMITED**

**Report on the audit of the Financial Statements**

**Opinion**

We have audited the financial statements of Peoples' Investment Company Limited ('the Company'), which comprise the balance sheet as at Ashad 31, 2080, and the statement of Profit and Loss, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, and to the best of our information and according to the explanations given to us the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of Ashad 31, 2080, and of its financial performance and its cash flows for the year then ended in accordance with Nepal Accounting Standards and the Company Act 2063.

**Basis for opinion**

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Those standards are further described in the Auditor's responsibilities for the audit of the financial statement section of our report. We are independent of the Company in accordance with the Institute Of Chartered Accountants of Nepal (ICAN) Handbook of Code of Ethics for Professional Accountants together with the ethical requirement that are relevant to our audit of the financial statements and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of matter**

We draw attention to the following details:

- Note No. B(4) of Notes to the accounts of the financial statements which states that net worth of the company has reduced to half the paid-up capital or less than that, then the directors shall prepare an appropriate strategy for the interest of the company and shareholders, as well, within thirty five days of the knowledge of this matter, and present a separate resolution thereon at the general meeting to be held immediately after the knowledge of such matter.

The company has prepared a strategic plan and presented the same in the 14<sup>th</sup> Annual General Meeting of the Company held on 18 Falgun 2078 but the out-come of the same could not be justified in the current financial statements.

UDIN: 241227CA0173994Be3

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- ii. Note No. B(5) of the Notes to accounts of the financial statements which states that the Company has booked some shares in its books of accounts the ownership of which is not with the company and as per the management of the Company those shares or amount equivalent to the price of the shares is receivable from the holder of those shares. The book value of such shares is Rs. 2,362,341.88.

Our opinion is not modified in respect of these matters.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Accounting Standards and for such internal control as management determines is necessary to enable 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 the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for 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 assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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.

UDIN: 241227CA0173994Be3

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- Obtain an understanding of internal control relevant to the audit 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 the internal controls of the Company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 Company to cease to continue as a going concern.
- Evaluate overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent underlying transactions and event in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirement**

Based on our examination, we further report that:

- We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and found them to be satisfactory.
- The Company has not appointed a Company Secretary as per the provisions of Section 185 of the Companies Act, 2063.
- In our opinion, the proper books of accounts as required by law have been maintained by the company except the calculation of depreciation, where the calculation has been made as per the provisions of Income Tax Act, 2058 and not as per NAS, and they are in agreement with the balance sheet, income statement and cash flow statement referred to in this report.

UDIN: 241227CA0173994Be3

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- To the best of our information and according to the explanation given to us and from our examination of books of account of the company we have not come across cases where board of directors, any director or employee of the company has acted contrary to the provision of law (except as referred in basis of qualified opinion section) or has committed any misappropriation or has caused loss or damage to the company.

Place: Kathmandu

Date: 12 Poush 2081

UDIN: 241227CA0173994Be3

For S.G. Associates

Chartered Accountants

ICAN Firm registration No: 1055



*Sumeet Gautam*  
**Sumeet Gautam**

Membership No: 1739

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
BALANCE SHEET AS AT 31 ASHAD, 2080 (16 JULY, 2023)

	Particulars	Note	As at 31 Ashad 2080	As at 32 Ashad 2079
<b>I.</b>	<b>ASSETS</b>			
1	<b>Non-Current Assets</b>			
	(a) Property, Plant & Equipments, Net	1	97,597.00	130,129.00
			<b>97,597.00</b>	<b>130,129.00</b>
2	<b>Current Assets</b>			
	(a) Cash & Cash Equivalent	2	227,579.75	79,919.20
	(b) Inventories (Investment)	3	81,076,260.02	81,076,260.02
	(c) Trade & Other Receivables	4	-	-
	(d) Loans, Advances & Deposits	5	5,047,313.73	5,232,108.31
			<b>86,351,153.50</b>	<b>86,388,287.53</b>
	<b>TOTAL</b>		<b>86,448,750.50</b>	<b>86,518,416.53</b>
<b>II.</b>	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholder's Fund</b>			
	(a) Equity Share Capital	6	158,625,000.00	158,625,000.00
	(b) Reserves and surplus	7	(87,499,662.53)	(85,681,700.47)
	(c) Right Share received		9,672,000.00	-
	(d) Securites Premium		271,500.00	271,500.00
			<b>81,068,837.47</b>	<b>73,214,799.53</b>
2	<b>Long term Borrowings</b>	8	503,605.32	8,369,567.11
3	<b>Current Liabilities</b>			
	(a) Investment Fluctuation Fund	9	142,212.54	137,135.22
	(b) Short term borrowings	10	2,480,139.90	2,506,804.11
	(c) Short term provisions	11	171,000.00	171,000.00
	(d) Other Payables	12	2,082,955.27	2,119,110.56
			<b>4,876,307.71</b>	<b>4,934,049.89</b>
	<b>Total Equity &amp; Liabilities</b>		<b>86,448,750.50</b>	<b>86,518,416.53</b>

Notes to the Accounts

19

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date  
For **S.G. Associates**

Chartered Accountants

ICAN Firm Registration No. 1055

CA. Sumeet Gautam

Proprietor

Membership No. 1739

Place: Kathmandu

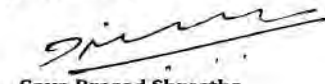
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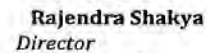
For and on behalf of

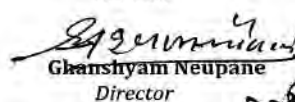
Peoples' Investment Company Limited

  
Manik Ratna Shakya  
Chairman

  
Gaya Prasad Shrestha  
Director

  
Karna Pd. Dev Bhandari  
Director

  
Rajendra Shakya  
Director

  
Ghanshyam Neupane  
Director

  
Alina Dev Bhandari  
Director

  
Yam Lal Rijal  
Director



PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 ASHAD 2080

	Particulars	Schedule	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
<b>1</b>	<b>Revenue</b>			
	(a) Revenue from operations	13	-	13,050,080.49
	(b) Direct Income	14	71,894.12	1,069.73
	(c) Less: Cost of sales	15	-	11,649,989.42
	<b>Operating Profit/ (Loss)</b>		<b>71,894.12</b>	<b>1,401,160.80</b>
	Add: Provision Written Back		137,135.22	447,770.59
	Less: Investment Loss Provision		142,212.54	137,135.22
	<b>Gross Profit/ (Loss)</b>		<b>66,816.80</b>	<b>1,711,796.17</b>
<b>2</b>	<b>Other Income</b>	16	3,052.14	-
	<b>TOTAL</b>		<b>69,868.94</b>	<b>1,711,796.17</b>
<b>3</b>	<b>EXPENDITURE</b>			
	(a) Administrative Expenses	17	905,797.15	1,322,518.22
	(b) Depreciation and amortisation	1	32,532.00	43,376.00
	(c) Financial Expenses	18	949,501.85	1,837,904.11
	<b>TOTAL</b>		<b>1,887,831.00</b>	<b>3,203,798.33</b>
	<b>Profit/(Loss) Before Tax</b>		<b>(1,817,962.06)</b>	<b>(1,492,002.16)</b>
	Current Tax		-	-
	Deferred Tax		-	-
	<b>Net Profit/ (Loss) After Tax</b>	19	<b>(1,817,962.06)</b>	<b>(1,492,002.16)</b>

Notes to the Accounts

19

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date  
For S.G. Associates

Chartered Accountants

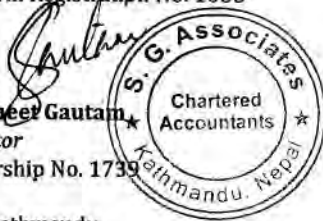
ICAN Firm Registration No. 1055

CA. Sumeet Gautam  
Proprietor

Membership No. 17339

Place: Kathmandu

Date:



For and on behalf of

Peoples' Investment Company Limited

Manik Ratna Shakya  
Chairman

Gaya Prasad Shrestha  
Director

Karna Pd. Dev Bhandari  
Director

Rajendra Shakya  
Director

Ghanshyam Neupane  
Director

Alina Dev Bhandari  
Director

Yam Lal Rijal  
Director



PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ASHAD 2080

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
<b>Cash Flows From Operating Activities</b>		
Net Profit/(Loss) After Tax	(1,817,962.06)	(1,492,002.16)
Add: Depreciation	32,532.00	43,376.00
Add: Previous Year's Adjustment	-	-
Less: Previous Year Tax Adjustment	-	2,729,263.79
Add: Financial Expenses	949,501.85	1,837,904.11
<b>Net Cash Flow Before Changes in Working Capital</b>	<b>(835,928.21)</b>	<b>3,118,541.74</b>
Changes in Working Capital	-	-
Change in current assets	184,794.58	26,992,520.32
Change in current liabilities	(57,742.18)	(28,920,578.92)
<b>Net Cash Flows From Operation Activities (A)</b>	<b>(708,875.81)</b>	<b>1,190,483.14</b>
<b>Cash Flows From Investing Activities</b>		
Sales of Fixed Assets	-	-
Purchase of Fixed Assets	-	(21,000.00)
<b>Net Cash Flows From Investing Activities (B)</b>	<b>-</b>	<b>(21,000.00)</b>
<b>Cash Flows From Financing Activities</b>		
Increase/ (Decrease) in Share Capital	-	-
Increase/ (Decrease) in Securities Premium	-	-
Increase/ (Decrease) in Right Shares	9,672,000.00	-
Increase/ Decrease in Long & Short Term Borrowings	(7,865,961.79)	164,343.87
Less: Dividend Paid	-	-
Less: Financial Expenses	(949,501.85)	(1,837,904.11)
<b>Net Cash Flows From Financing Activities (C)</b>	<b>856,536.36</b>	<b>(1,673,560.24)</b>
<b>Net Cash Flow (A+B+C)</b>	<b>147,660.55</b>	<b>(504,077.10)</b>
Add: Opening Cash & Cash Equivalent	79,919.20	583,996.30
<b>Closing Cash &amp; Cash Equivalent</b>	<b>227,579.75</b>	<b>79,919.20</b>

Notes to the Accounts

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date

For S.G. Associates  
Chartered Accountants  
ICAN Firm Registration No. 2055

CA. Sumesh Gautam  
Proprietor  
Membership No. 1739

Place: Kathmandu  
Date:



For and on behalf of  
Peoples' Investment Company Limited

Manik Ratna Shakya  
Chairman

Gaya Prasad Shrestha  
Director

Karna Pd. Dev Bhandari  
Director

Rajendra Shakya  
Director

Ghanshyam Neupane  
Director

Yam Lal Rijal  
Director



**PEOPLES' INVESTMENT COMPANY LIMITED**  
**KATHMANDU, NEPAL**  
**STATEMENT OF CHANGES IN EQUITY AS AT 31 ASHAD 2080**

Particulars	Share Capital	Share Premium	Revaluation Reserve	Reserve & Surplus	Total
Balances as on 01.04.2075	158,625,000.00	271,500.00	-	(65,638,478.62)	93,258,021.38
Issue of Share Capital	-	-	-	-	-
Dividend	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(11,133,162.19)	(11,133,162.19)
<b>Balances as on 31.03.2076</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	<b>-</b>	<b>(76,771,640.81)</b>	<b>82,124,859.19</b>
Balance as on 01.04.2076	158,625,000.00	271,500.00	-	(76,771,640.81)	82,124,859.19
Issue of Share Capital	-	-	-	-	-
Dividend	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(20,419,097.30)	(20,419,097.30)
<b>Balance as on 31.03.2077</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	<b>-</b>	<b>(97,190,738.11)</b>	<b>61,705,761.89</b>
Balance as on 01.04.2077	158,625,000.00	271,500.00	-	(97,190,738.11)	61,705,761.89
Issue of Share Capital	-	-	-	-	-
Dividend	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	10,271,776.01	10,271,776.01
<b>Balance as on 31.03.2078</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	<b>-</b>	<b>(86,918,962.10)</b>	<b>71,977,537.90</b>
Balance as on 01.04.2078	158,625,000.00	271,500.00	-	(86,918,962.10)	71,977,537.90
Issue of Share Capital	-	-	-	-	-
Pror year adjustments	-	-	2,729,263.79	-	2,729,263.79
Profit/( Loss) During the Period	-	-	-	(1,492,002.16)	(1,492,002.16)
<b>Balance as on 32.03.2079</b>	<b>158,625,000.00</b>	<b>271,500.00</b>	<b>2,729,263.79</b>	<b>(88,410,964.26)</b>	<b>73,214,799.53</b>
Balance as on 01.04.2079	158,625,000.00	271,500.00	2,729,263.79	(88,410,964.26)	73,214,799.53
Issue of Right Shares	9,672,000.00	-	-	-	9,672,000.00
Issue of Share Capital	-	-	-	-	-
Pror year adjustments	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(1,817,962.06)	(1,817,962.06)
<b>Balance as on 31.03.2080</b>	<b>168,297,000.00</b>	<b>271,500.00</b>	<b>2,729,263.79</b>	<b>(90,228,926.32)</b>	<b>81,068,837.47</b>

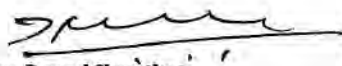
As per our attached report of even date  
For S.G. Associates  
Chartered Accountants  
ICAN Firm Registration No.1057

CA. Sumeet Gautam  
Proprietor  
Membership No. 1739

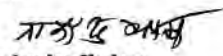
Place: Kathmandu  
Date:

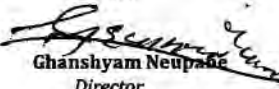


  
Manik Ratna Shakya  
Chairman

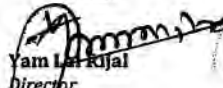
  
Gaya Prasad Shrestha  
Director

Karna Pd. Dev Bhandari  
Director

  
Rajendra Shakya  
Director

  
Ghanshyam Neupane  
Director

  
Alina Dev Bhandari  
Director

  
Yam Lakshmi  
Director



## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

## 2 Cash &amp; Cash Equivalents

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
<b>Cash Balances</b>		
Cash in Hand (As Certified by the management)	5,796.48	-
Petty Cash	-	-
<b>Bank Balances</b>		
Global IME Bank Ltd.(1)	5,218.54	5,218.54
Global IME Bank Ltd.(2)	11,923.46	11,923.46
NIC Asia Bank Ltd.	33,059.69	33,059.69
NIC Asia Bank Ltd. (Dividend A/c)	127,478.91	8,118.91
Kumari Bank Ltd.	10,009.69	10,009.69
Sanima Bank Ltd.	1,595.10	1,588.91
Lumbini Bikash Bank Ltd.	32,497.88	10,000.00
<b>Total</b>	<b>227,579.75</b>	<b>79,919.20</b>

## 3 Inventories(Investment)

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
IPO Investment	249,600.00	249,600.00
Investment in Secondary Share	267,951.16	267,951.16
Investment in Promoter Share	80,558,708.86	80,558,708.86
<b>Total</b>	<b>81,076,260.02</b>	<b>81,076,260.02</b>

## 4 Trade &amp; Other Receivables

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Trishakti Securities Ltd.	-	-
Receivable from Future Star Pvt. Ltd against sale of promoter share of Kanchanjunga Housing Limited	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## 5 Loans, Advances &amp; Deposits

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Advance Tax	1,145,558.12	1,143,650.20
Telephone Deposit	3,500.00	3,500.00
Internet Deposit	-	1,500.00
Trade Tower Ltd. (Lease)	2,941,051.91	3,126,441.11
Share Loan	247,597.00	247,597.00
Other Receivables	709,606.70	709,420.00
<b>Total</b>	<b>5,047,313.73</b>	<b>5,232,108.31</b>

*[Handwritten signatures and stamps]*

**S. G. Associates**  
Chartered Accountants  
Kathmandu, Nepal

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PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

## 6 Share Capital

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
<b>Authorised:</b>		
1,00,00,000 Equity Shares of Rs.100 Each	1,000,000,000.00	1,000,000,000.00
<b>Issued:</b>		
18,00,000 Equity Shares of Rs. 100 Each	180,000,000.00	180,000,000.00
<b>Paid-Up:</b>		
1,586,250 Equity Shares of Rs. 100 Each	158,625,000.00	158,625,000.00
<b>Total</b>	<b>158,625,000.00</b>	<b>158,625,000.00</b>

## 7 Reserve and Surplus

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Profit/(Loss) Upto Previous Year	(85,681,700.47)	(86,918,962.10)
Less: Bonus Share	-	-
Less: Cash Dividend	-	-
	(85,681,700.47)	(86,918,962.10)
Less: Previous Year's Tax Adjustment (Refer Note No. 5 in Notes to accounts)	-	2,729,263.79
Add: Profit/(Loss) during this Year	(1,817,962.06)	(1,492,002.16)
<b>Total</b>	<b>(87,499,662.53)</b>	<b>(85,681,700.47)</b>

## 8 Long &amp; Short Term Borrowings

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Loan from Directors	503,605.32	8,369,567.11
Loan From Future Star Design & Developers Pvt Ltd	-	-
Loan from Kanchanjunga Housing Limited	-	-
<b>Total</b>	<b>503,605.32</b>	<b>8,369,567.11</b>

## 9 Investment Fluctuation Fund

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Provision for Investment Fluctuation	142,212.54	137,135.22
<b>Total</b>	<b>142,212.54</b>	<b>137,135.22</b>








PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

## ## Short term borrowings

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Alliance Saving & Credit Co-Operative Ltd.	1,006,900.00	1,006,900.00
Neo Saving And Credit & Credit Co-oprative Ltd	1,473,239.90	1,499,904.11
<b>Total</b>	<b>2,480,139.90</b>	<b>2,506,804.11</b>

## ## Short term provisions

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Provision for Staff Bonus	171,000.00	171,000.00
<b>Total</b>	<b>171,000.00</b>	<b>171,000.00</b>

## ## Trade &amp; Other Payables

Particulars	As at 31 Ashad 2080	As at 32 Ashad 2079
Audit Fees Payable	138,907.50	138,907.50
Trade Tower Limited	39,136.70	19,300.00
Government fees payable	-	18,638.42
Salary Payable	35,640.00	22,770.00
Other Payables	62,577.94	97,987.55
TDS Payables		
-on Services	-	1,983.61
-on rent	20,598.80	20,598.00
-on interest	83,561.57	70,759.90
-on audit fees	1,125.00	1,125.00
-on advertisement	633.18	-
Dividend Payable	1,700,774.58	1,727,040.58
<b>Total</b>	<b>2,082,955.27</b>	<b>2,119,110.56</b>

## ## Revenue from Operation

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
<b>Sale of Investment</b>		
Promoter Share Sales	-	5,930,974.99
Secondary Share Sales	-	7,119,105.50
<b>Total</b>	<b>-</b>	<b>13,050,080.49</b>

## ## Direct Income

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
Dividend Income	71,894.12	1,069.73

*[Handwritten signatures and stamps]*

**S. G. Associates**  
Chartered Accountants  
Kathmandu, Nepal

*[Handwritten signature]*

*[Handwritten signature]*

## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

Total	71,894.12	1,069.73
-------	-----------	----------

## ## Cost of Sales

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
Opening Stock (Investment)	81,076,260.02	92,699,117.06
<b>Add: Purchase During the Year</b>		
Promotor Share Purchase	-	-
IPO Share Purchase	-	-
Right Shares Purchase	-	-
Secondary Share Purchase	-	-
<b>Add: Direct Expenses</b>		
Shares Trading Expenses	-	27,132.38
	<b>81,076,260.02</b>	<b>92,726,249.44</b>
Less: Closing Stock (Investment)	81,076,260.02	81,076,260.02
<b>Total</b>	<b>-</b>	<b>11,649,989.42</b>

## ## Indirect Income

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
Interest Income	3,052.14	-
<b>Total</b>	<b>3,052.14</b>	<b>-</b>

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Signature

Signature



## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

## ## Administrative Expenses

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
Advertisement Expenses	53,562.00	12,712.50
Meeting Expenses	-	3,051.00
Audit Fee	84,750.00	84,750.00
Electricity Expenses	5,846.40	10,133.98
Email Internet Expenses	26,089.61	16,304.34
Interest on late payment of taxes	8,265.83	494,654.00
Kitchen Expenses	11,725.00	8,240.00
Office Expenses	220.00	15,150.00
Office Rent	205,988.00	205,988.00
Printing & Stationery Expenses	12,208.00	21,448.00
Salary Expenses	266,000.00	199,572.00
Building Service Charges	100,254.00	104,232.00
Telephone Expenses	250.00	4,750.00
Financial consultancy expenses	101,700.00	45,200.00
Repair & Maintenance (Pool B)	330.00	1,305.00
Company Secretary Allowance	-	5,882.35
Travelling Expenses	3,578.32	1,898.82
Web Hosting Charge	4,520.00	-
Legal expenses	-	28,250.00
Government Fee	-	57,838.42
Bank charges	3,106.99	1,157.81
Fine and Penalty	17,403.00	-
<b>Total</b>	<b>905,797.15</b>	<b>1,322,518.22</b>

## ## Financial Expenses

Particulars	For the year ended 31 Ashad 2080	For the year ended 32 Ashad 2079
Loan renewal Charges	41,264.88	-
Interest Expenses ( Other)	908,236.97	1,500,168.53
Interest Expenses (Lumbini Bank Limited)	-	337,735.58
<b>Total</b>	<b>949,501.85</b>	<b>1,837,904.11</b>










PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

Property, Plant & Equipments	Particulars	Dep. Rate	Opening Balance (WDV)	Addition			Disposal	Total	Depreciation	Closing Balance (WDV)
				Upto Poush	Upto Chaitra	Upto Ashadh				
				Schedule-1						
	<b>Block-B</b>	25%								
	Office Equipment		66,596.00	-	-	-	66,596.00	16,649.00	49,947.00	
	Furniture & Fixture		40,312.00	-	-	-	40,312.00	10,078.00	30,234.00	
	Office Structure		23,221.00	-	-	-	23,221.00	5,805.00	17,416.00	
	<b>Grand Total</b>		<b>130,129.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>130,129.00</b>	<b>32,532.00</b>	<b>97,597.00</b>	













**PEOPLES' INVESTMENT COMPANY LTD.  
KATHMANDU, NEPAL**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080**

**Schedule-19**

**Significant Accounting Policies & Notes to the Accounts**

**A. Significant Accounting Policies**

**1 Accounting Conventions**

The Financial Statements are prepared under the Historical Cost Convention on an Accrual Concept and are in accordance with Generally Accepted Accounting Principles and others applicable laws prevalent in Nepal. The Accounting Policies are consistently applied by the company.

**2 Use of estimates**

The Preparation of Financial Statement in conformity with generally accepted accounting principles require estimates and assumptions to be made that affect the reported amounts of revenue & expenses during the reporting period.

**3 Property, Plant & Equipment, and Depreciation**

- Property, Plant & Equipment are stated at cost inclusive of all expenses incurred in commissioning /putting them into use and reducing accumulated depreciation.
- Depreciation on Property, Plant & Equipment has been computed on Written Down Value (WDV) Method as per the rates prescribed by the Income Tax Act, 2058.

**4 Revenue Recognition**

Revenue from the sale of investments are recognised in the income statement when the significant risks and rewards of ownership has been transfer to buyer.

**5 Investment**

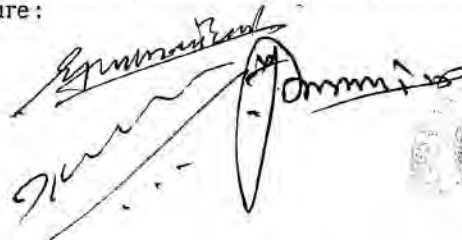
- Investments have been stated at cost.
- Provision for Investment Loss arised due to the difference between cost and market value of listed shares. It has been computed at the market price as on Ashad end or earlier transaction date of each stock as compared to aggregate cost of each stock. The cost price of the share is inclusive of SEBON Commission, Broker Commission & Transfer fee. The market price of the share is the closing Trading Price at Nepal Stock Exchange Ltd. (NEPSE) as on Ashad end, 2080 or earlier (if transaction not occurred on that date).
- The details of Investment Fluctuation Fund which arised due to Investment Loss Provision for the year is as follows;

Particulars	Amount
Opening Balance	137,135.22
Less: Provision Written Back	137,135.22
Add: Provision for the Year	142,212.54
<b>Closing Balance</b>	<b>142,212.54</b>

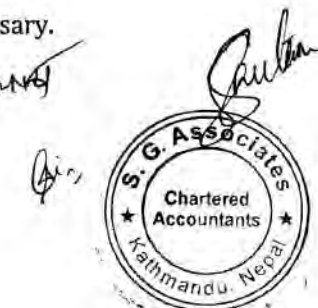
**B. Notes to the Accounts**

- Previous year's figures have been regrouped and rearranged wherever necessary.
- Schedule 1 to 19 form the integral part of the Financial Statements.
- Related party Disclosure :









PEOPLES' INVESTMENT COMPANY LTD.

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2080

Schedule-19

## i Related party relationships:

Description of Relationship	Name of the Party
Key management personnel- Chairman	Manik Ratna Shakya

## Notes:

- a The related party relationships have been determined on the basis of the requirements of the Nepal Accounting Standard (NAS) - 24 'Related Party Disclosures' and the same have been relied upon by the
- b The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year, except where control exist, in which case the relationships have been mentioned irrespective of transactions with the related party.

## ii Transactions with related parties:

Details of related party transactions are as follows:

Particulars	Transactions	Outstanding
<b>Transactions with Key Management Personnel</b>		
<b>ii) Short Term Loan from Manik Ratna Shakya</b>		
Opening Loan	4,672,968	
Loan taken during the year	534,734	
Loan Paid during the year	(5,207,702)	(0)
<b>ii) Interest Expenses</b>		
Interest expenses during the year	220,863	
Interest Paid during the year	(220,863)	-
	<b>755,597</b>	<b>(0)</b>

## 4 Erosion of networth of the Company by more than 50%

The networth of the Company has eroded by more than 50% in the FY 77/78, FY 78/79, and FY 79/80 and hence the Provisions of Section 60(1) of the Companies Act, 2063 shall be attracted.

As per the said section, if the net worth of a public company is reduced to half the paid-up capital or less than that the directors shall prepare an appropriate strategy for the interest of the company and shareholders, as well, within thirty five days of the knowledge of this matter, and present a separate resolution thereon at the general meeting to be held immediately after the knowledge of such matter.

The company had prepared a strategic plan and presented the same in the 14th Annual General Meeting held by the company on 18 Falgun 2078 but the outcome of the same could not be justified in the current

The image shows several handwritten signatures and stamps. On the right, there is a circular stamp for 'S.B. Associates Chartered Accountants Kathmandu Nepal'. The stamp contains the text 'S.B. Associates', 'Chartered Accountants', and 'Kathmandu Nepal' with stars on either side. There are also several handwritten signatures in black ink, some of which appear to be in Nepali script.



**S.G. Associates**  
Chartered Accountants

5th Floor, Trade Tower Nepal  
Thapathali-11, Kathmandu  
Bagmati Province, Nepal

Tel.: 977-1 5920581  
Mobile: 9851106354  
Email: sumeet.gautam1@gmail.com

**INDEPENDENT AUDITOR'S REPORT  
TO THE SHAREHOLDERS OF PEOPLES' INVESTMENT COMPANY LIMITED**

**Report on the audit of the Financial Statements**

**Opinion**

We have audited the financial statements of Peoples' Investment Company Limited ('the Company'), which comprise the statement of financial position as at Ashad 31, 2081, and the statement of Profit and Loss, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, and to the best of our information and according to the explanations given to us the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of Ashad 31, 2081, and of its financial performance and its cash flows for the year then ended in accordance with Nepal Accounting Standards and the Company Act 2063.

**Basis for opinion**

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Those standards are further described in the Auditor's responsibilities for the audit of the financial statement section of our report. We are independent of the Company in accordance with the Institute Of Chartered Accountants of Nepal (ICAN) Handbook of Code of Ethics for Professional Accountants together with the ethical requirement that are relevant to our audit of the financial statements and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of matter**

We draw attention to the following details:

- Note No. B(4) of Notes to the accounts of the financial statements which states that the networth of the Company has eroded by more than 50% in the FY 77/78, FY 78/79, FY 79/80 and FY 80/81 hence the Provisions of Section 60(1) of the Companies Act, 2063 shall be attracted. As per the said section, if the net worth of a public company is reduced to half the paid-up capital or less than that the directors shall prepare an appropriate strategy for the interest of the company and shareholders, as well, within thirty five days of the knowledge of this matter, and present a separate resolution thereon at the general meeting to be held immediately after the knowledge of such matter.

UDIN: 241227CA01739TYqJg

Page 1 of 4



The company has prepared a strategic plan and presented the same in the 14<sup>th</sup> Annual General Meeting of the Company held on 18 Falgun 2078 but the out-come of the same could not be justified in the current financial statements. Furthermore, nor any amendment has been made for the strategic plan then presented neither has been re-presented as general meeting could not be conducted.

- ii. Note No. B(5) of the Notes to accounts of the financial statements which states that the Company has booked some shares in its books of accounts the ownership of which is not with the company and as per the management of the Company those shares or amount equivalent to the price of the shares is receivable from the holder of those shares. The book value of such shares is Rs. 2,362,341.88.
- iii. Note No. B(6) of the Notes to accounts of the financial statements which states that dividend payable of Rs 1,677,879.58 shown under the Note 12 "Other current liabilities" indicates the amount that had been declared by the company during the prior periods but the shareholders have not claimed/received the amount.

As per Section 182 of Companies Act, 2063, "where the amount of dividend has not been claimed/received by any shareholder even after the expiry of period of 5 years after the date of resolution adopted by the company in its general meeting to distribute the dividend shall be credited to the investor protection fund. Also, the company should prior to the expiry of 5 years publish the notice in national daily newspaper inviting the concerned to receive the dividend, within time limit of at least one month.

In relation to the said section, the company has neither published the notice in national daily nor deposited the payable amount to the Investor Protection fund.

- iv. Note No. B(6) of the Notes to accounts of the financial statements which states that the company has not paid staff bonuses till FY 2080-81 for the prior periods. As of the reporting date, the provision for staff bonuses has been recognized in the financial statements, but the payment remains still outstanding.

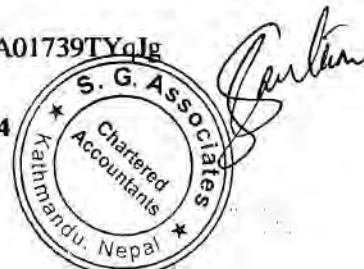
Our opinion is not modified in respect of these matters.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Accounting Standards and for such internal control as management determines is necessary to enable 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 the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

UDIN: 241227CA01739TYqJg

Page 2 of 4



Those charged with governance are responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for 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 assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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 in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 Company to cease to continue as a going concern.
- Evaluate overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent underlying transactions and event in a manner that achieves fair presentation.

UDIN: 241227CA01739TYqJg

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirement**

Based on our examination, we further report that:

- We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and found them to be satisfactory.
- The Company has not appointed a Company Secretary as per the provisions of Section 185 of the Companies Act, 2063.
- In our opinion, the proper books of accounts as required by law have been maintained by the company except the calculation of depreciation, where the calculation has been made as per the provisions of Income Tax Act, 2058 and not as per NAS, and they are in agreement with the balance sheet, income statement and cash flow statement referred to in this report.
- To the best of our information and according to the explanation given to us and from our examination of books of account of the company we have not come across cases where board of directors, any director or employee of the company has acted contrary to the provision of law (except as referred in basis of qualified opinion section) or has committed any misappropriation or has caused loss or damage to the company.

Place: Kathmandu

Date: 12 Poush 2081

UDIN: 241227CA01739TYqJg

For S.G. Associates

Chartered Accountants

ICAN Firm registration No: 1055



**Sumeet Gautam**

Membership No: 1739

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
STATEMENT OF FINANCIAL POSITION AS ON 31ST ASHADH 2081

	Particulars	Note	As at 31 Ashad 2081	As at 31 Ashad 2080
<b>I.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-Current Assets</b>			
	(a) Property, Plant & Equipments, Net	1	73,197.00	97,597.00
			<b>73,197.00</b>	<b>97,597.00</b>
<b>2</b>	<b>Current Assets</b>			
	(a) Cash & Cash Equivalent	2	194,693.15	227,579.75
	(b) Inventories (Investment)	3	80,960,102.05	81,076,260.02
	(c) Trade & Other Receivables	4	62,626.00	-
	(d) Loans, Advances & Deposits	5	5,002,687.73	5,047,313.73
			<b>86,220,108.93</b>	<b>86,351,153.50</b>
	<b>TOTAL</b>		<b>86,293,305.93</b>	<b>86,448,750.50</b>
<b>II.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholder's Fund</b>			
	(a) Equity Share Capital	6	158,625,000.00	158,625,000.00
	(b) Reserves and surplus	7	(88,617,562.35)	(87,499,662.53)
	(c) Right Share received		9,672,000.00	9,672,000.00
	(d) Securities Premium		271,500.00	271,500.00
			<b>79,950,937.65</b>	<b>81,068,837.47</b>
<b>2</b>	<b>Long term Borrowings</b>	8	1,078,960.30	503,605.32
<b>3</b>	<b>Current Liabilities</b>			
	(a) Investment Fluctuation Fund	9	288,785.25	142,212.54
	(b) Short term borrowings	10	2,490,776.04	2,480,139.90
	(c) Short term provisions	11	171,000.00	171,000.00
	(d) Other Payables	12	2,312,846.69	2,082,955.27
			<b>5,263,407.98</b>	<b>4,876,307.71</b>
	<b>Total Equity &amp; Liabilities</b>		<b>86,293,305.93</b>	<b>86,448,750.50</b>

Notes to the Accounts  
Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date  
For S.G. Associates

Chartered Accountants

ICAN Firm Registration No. 1055

CA. Sumeet Gautam

Proprietor

Membership No. 1739

Place: Kathmandu

Date:

For and on behalf of

Peoples' Investment Company Limited

Manik Ratna Shakya  
Chairman

Gaya Prasad Shrestha  
Director

Karna Pd. Dev Bhandari  
Director

Rajendra Shakya  
Director

Ghanshyam Neupane  
Director

Yam Lal Rijal  
Director



**PEOPLES' INVESTMENT COMPANY LIMITED**  
**KATHMANDU, NEPAL**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 ASHAD 2081**

	Particulars	Schedule	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
<b>1</b>	<b>Revenue</b>			
	(a) Revenue from operations	13	81,463.00	-
	(b) Direct Income	14	18,746.04	71,894.12
	(c) Less: Cost of sales	15	116,543.95	-
	<b>Operating Profit/ (Loss)</b>		<b>(16,334.91)</b>	<b>71,894.12</b>
	Add: Provision Written Back		142,212.54	137,135.22
	Less: Investment Loss Provision		288,785.25	142,212.54
	<b>Gross Profit/ (Loss)</b>		<b>(162,907.62)</b>	<b>66,816.80</b>
<b>2</b>	<b>Other Income</b>	16	364,280.00	3,052.14
	<b>TOTAL</b>		<b>201,372.38</b>	<b>69,868.94</b>
<b>3</b>	<b>EXPENDITURE</b>			
	(a) Administrative Expenses	17	870,008.78	905,797.15
	(b) Depreciation and amortisation	1	24,400.00	32,532.00
	(c) Financial Expenses	18	424,863.42	949,501.85
	<b>TOTAL</b>		<b>1,319,272.20</b>	<b>1,887,831.00</b>
	<b>Profit/(Loss) Before Tax</b>		<b>(1,117,899.82)</b>	<b>(1,817,962.06)</b>
	Current Tax		-	-
	Deferred Tax		-	-
	<b>Net Profit/ (Loss) After Tax</b>		<b>(1,117,899.82)</b>	<b>(1,817,962.06)</b>

Notes to the Accounts

19

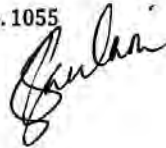
Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date

For S.G. Associates

Chartered Accountants

ICAN Firm Registration No. 1055



CA. Sumeet Gautam

Proprietor

Membership No. 1739

Place: Kathmandu

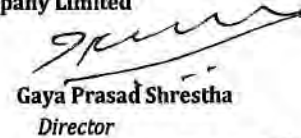
Date:

For and on behalf of

Peoples' Investment Company Limited



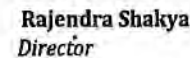
Manik Ratna Shakya  
Chairman




Gaya Prasad Shrestha  
Director



Karna Pd. Dev Bhandari  
Director



Rajendra Shakya  
Director



Ghanshyam Neupane  
Director



Yam Lal Rijal  
Director



**PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
STATEMENT OF CHANGES IN EQUITY AS AT 31 ASHAD 2081**

Particulars	Share Capital	Share Premium	Revaluation Reserve	Reserve & Surplus	Total
Balance as on 01.04.2079	158,625,000.00	271,500.00	2,729,263.79	(88,410,964.26)	73,214,799.53
Issue of Right Shares	9,672,000.00	-	-	-	9,672,000.00
Issue of Share Capital	-	-	-	-	-
Pror year adjustments	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(1,817,962.06)	(1,817,962.06)
<b>Balance as on 31.03.2080</b>	<b>168,297,000.00</b>	<b>271,500.00</b>	<b>2,729,263.79</b>	<b>(90,228,926.32)</b>	<b>81,068,837.47</b>
Issue of Right Shares	-	-	-	-	-
Issue of Share Capital	-	-	-	-	-
Pror year adjustments	-	-	-	-	-
Profit/( Loss) During the Period	-	-	-	(1,117,899.82)	(1,117,899.82)
<b>Balance as on 31.03.2081</b>	<b>168,297,000.00</b>	<b>271,500.00</b>	<b>2,729,263.79</b>	<b>(91,346,826.14)</b>	<b>79,950,937.65</b>

As per our attached report of even date

For S.G. Associates

Chartered Accountants

ICAN Firm Registration No. 1055



CA. Sumeet Gautam

Proprietor

Membership No. 1739

Place: Kathmandu

Date:



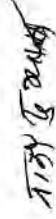
Manik Ratna Shakya

Chairman



Gaya Prasad Shrestha

Director



Rajendra Shakya

Director



Karna P.d. Dev Bhandari

Director

Ghanshyam Neupāpe

Director





Alina Dev Bhandari

Director



Vam Lal Rijal

Director

**PEOPLES' INVESTMENT COMPANY LIMITED**  
**KATHMANDU, NEPAL**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ASHAD 2081**

Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
<b>Cash Flows From Operating Activities</b>		
Net Profit/(Loss) After Tax	(1,117,899.82)	(1,817,962.06)
Add: Depreciation	24,400.00	32,532.00
Add: Previous Year's Adjustment	-	-
Less: Previous Year Tax Adjustment	-	-
Add: Financial Expenses	424,863.42	949,501.85
<b>Net Cash Flow Before Changes in Working Capital</b>	<b>(668,636.40)</b>	<b>(835,928.21)</b>
Changes in Working Capital	-	-
Change in current assets	98,157.97	184,794.58
Change in current liabilities	387,100.27	(57,742.18)
<b>Net Cash Flows From Operation Activities (A)</b>	<b>(183,378.16)</b>	<b>(708,875.81)</b>
<b>Cash Flows From Investing Activities</b>		
Sales of Fixed Assets	-	-
Purchase / Adjutment of Fixed Assets	-	-
<b>Net Cash Flows From Investing Activities (B)</b>	<b>-</b>	<b>-</b>
<b>Cash Flows From Financing Activities</b>		
Increase/ (Decrease) in Share Capital	-	-
Increase/ (Decrease) in Securities Premium	-	-
Increase/ (Decrease) in Right Shares	-	9,672,000.00
Increase/ Decrease in Long & Short Term Borrowings	575,354.98	(7,865,961.79)
Less: Dividend Paid	-	-
Less: Financial Expenses	(424,863.42)	(949,501.85)
<b>Net Cash Flows From Financing Activities (C)</b>	<b>150,491.56</b>	<b>856,536.36</b>
<b>Net Cash Flow (A+B+C)</b>	<b>(32,886.60)</b>	<b>147,660.55</b>
Add: Opening Cash & Cash Equivalent	227,579.75	79,919.20
<b>Closing Cash &amp; Cash Equivalent</b>	<b>194,693.15</b>	<b>227,579.75</b>

Notes to the Accounts

Schedule 1 to 19 form integral parts to the financial statements

As per our attached report of even date

For S.G. Associates

Chartered Accountants

ICAN Firm Registration No. 1055

CA. Sumeet Gautam

Proprietor

Membership No. 1739

Place: Kathmandu

Date:

For and on behalf of

Peoples' Investment Company Limited

Manik Ratna Shakya  
ChairmanGaya Prasad Shrestha  
DirectorKarna Pd. Dev Bhandari  
DirectorRajendra Shakya  
DirectorGhanshyam Neupane  
DirectorJam Lal Rijal  
Director

**PEOPLES' INVESTMENT COMPANY LTD.**  
**KATHMANDU, NEPAL**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081**

Property, Plant & Equipments	Dep. Rate	Opening Balance (WDV)	Addition			Disposal	Total	Depreciation	Closing Balance (WDV)
			Upto Poush	Upto Chaitra	Upto Ashadh				
<b>Block-B</b>	25%	-	-	-	-	49,947.00	12,487.00	37,460.00	
Office Equipment		49,947.00	-	-	-	49,947.00	12,487.00	37,460.00	
Furniture & Fixture		30,234.00	-	-	-	30,234.00	7,559.00	22,675.00	
Office Structure		17,416.00	-	-	-	17,416.00	4,354.00	13,062.00	
<b>Grand Total</b>		<b>97,597.00</b>	-	-	-	<b>97,597.00</b>	<b>24,400.00</b>	<b>73,197.00</b>	

Schedule-1

*[Signature]*

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PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081

2 Cash & Cash Equivalents

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
<b>Cash Balances</b>		
Cash in Hand (As Certified by the management)	5,796.98	5,796.48
Petty Cash	-	-
<b>Bank Balances</b>		
Global IME Bank Ltd. (0057)	5,218.54	5,218.54
Global IME Bank Ltd. (1219)	11,923.46	11,923.46
NIC Asia Bank Ltd.	33,059.69	33,059.69
NIC Asia Bank Ltd. (Dividend A/c)	8,016.29	127,478.91
Kumari Bank Ltd.	10,009.69	10,009.69
Sanima Bank Ltd.	1,599.88	1,595.10
Lumbini Bikash Bank Ltd.	119,068.62	32,497.88
<b>Total</b>	<b>194,693.15</b>	<b>227,579.75</b>

3 Inventories(Investment)

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
IPO Investement	249,600.00	249,600.00
Investment in Secondary Share	151,793.19	267,951.16
Investment in Promoter Share	80,558,708.86	80,558,708.86
<b>Total</b>	<b>80,960,102.05</b>	<b>81,076,260.02</b>

4 Trade & Other Receivables

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Dez Business Advisors Pvt. Ltd.(Rent)	62,626.00	-
<b>Total</b>	<b>62,626.00</b>	<b>-</b>

5 Loans, Advances & Deposits

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Advance Tax	1,183,722.12	1,145,558.12
Telephone Deposit	3,500.00	3,500.00
Trade Tower Limited	2,755,661.91	2,941,051.91
Share Loan	247,597.00	247,597.00
Security Deposit Rent-Akal Bahadur Tuladhaar	102,600.00	-
Other Receivables	709,606.70	709,606.70
<b>Total</b>	<b>5,002,687.73</b>	<b>5,047,313.73</b>

*[Handwritten signatures and stamps]*



*[Handwritten signature]*

## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081

## 6 Share Capital

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
<b>Authorised:</b> 1,00,00,000 Equity Shares of Rs.100 Each	1,00,000,000.00	1,00,000,000.00
<b>Issued:</b> 18,00,000 Equity Shares of Rs. 100 Each	180,000,000.00	180,000,000.00
<b>Paid-Up:</b> 1,586,250 Equity Shares of Rs. 100 Each	158,625,000.00	158,625,000.00
<b>Total</b>	<b>158,625,000.00</b>	<b>158,625,000.00</b>

## 7 Reserve and Surplus

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Profit/(Loss) Upto Previous Year	(87,499,662.53)	(85,681,700.47)
Less: Bonus Share	-	-
Less: Cash Dividend	-	-
	<b>(87,499,662.53)</b>	<b>(85,681,700.47)</b>
Add: Profit/(Loss) during this Year	(1,117,899.82)	(1,817,962.06)
<b>Total</b>	<b>(88,617,562.35)</b>	<b>(87,499,662.53)</b>

## 8 Long &amp; Short Term Borrowings

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Loan from Directors	1,078,960.30	503,605.32
<b>Total</b>	<b>1,078,960.30</b>	<b>503,605.32</b>

## 9 Investment Fluctuation Fund

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Provision for Investment Fluctuation	288,785.25	142,212.54
<b>Total</b>	<b>288,785.25</b>	<b>142,212.54</b>

*[Handwritten signatures and stamps]*

*[Circular stamp of Peoples' Investment Company Limited]*

PEOPLES' INVESTMENT COMPANY LIMITED  
KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081

10 Short term borrowings

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Alliance Saving & Credit Co-Operative Ltd.	1,006,900.00	1,006,900.00
Neo Saving And Credit & Credit Co-operative Ltd	1,483,876.04	1,473,239.90
<b>Total</b>	<b>2,490,776.04</b>	<b>2,480,139.90</b>

11 Short term provisions

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Provision for Staff Bonus	171,000.00	171,000.00
<b>Total</b>	<b>171,000.00</b>	<b>171,000.00</b>

12 Trade & Other Payables

Particulars	As at 31 Ashad 2081	As at 31 Ashad 2080
Audit Fees Payable	222,386.25	138,907.50
Security Deposit Rent	225,998.00	-
Advance rent	11,000.00	-
Trade Tower Limited	-	39,136.70
Salary Payable	17,820.00	35,640.00
Consultancy Fee Payable	33,450.00	-
Other Payables	32,675.55	62,577.94
TDS Payables	-	-
-on salary	2,160.00	-
-on rent	33,987.69	20,598.80
-on interest	49,378.01	83,561.57
-on audit fees	2,396.25	1,125.00
-on building operation charge	2,171.64	-
-on email expenses	228.25	-
-on transportation charges	232.29	-
-on consultancy fee	450.00	-
-on advertisement	633.18	633.18
Dividend Payable	1,677,879.58	1,700,774.58
<b>Total</b>	<b>2,312,846.69</b>	<b>2,082,955.27</b>

*[Handwritten signatures and stamps]*

## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081

## 13 Revenue from Operation

Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
<b>Sale of Investment</b>		
Secondary Share Sales	81,463.00	-
<b>Total</b>	<b>81,463.00</b>	<b>-</b>

## 14 Direct Income

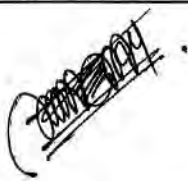
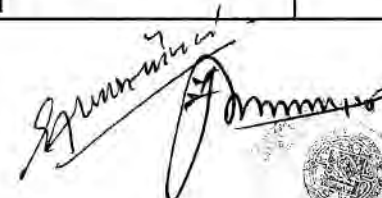


Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
Dividend Income	18,746.04	71,894.12
Interest Income	-	-
<b>Total</b>	<b>18,746.04</b>	<b>71,894.12</b>

## 15 Cost of Sales

Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
Opening Stock (Investment)	81,076,260.02	81,076,260.02
<b>Add: Purchase During the Year</b>		
Promotor Share Purchase	-	-
IPO Share Purchase	-	-
Right Shares Purchase	-	-
Secondary Share Purchase	-	-
<b>Add: Direct Expenses</b>		
Shares Trading Expenses	385.98	-
	<b>81,076,646.00</b>	<b>81,076,260.02</b>
Less: Closing Stock (Investment)	80,960,102.05	81,076,260.02
<b>Total</b>	<b>116,543.95</b>	<b>-</b>

## 16 Other Income

Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
Miscellaneous Income	-	3,052.14
Rental Income	364,280.00	-
<b>Total</b>	<b>364,280.00</b>	<b>3,052.14</b>

## PEOPLES' INVESTMENT COMPANY LIMITED

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081

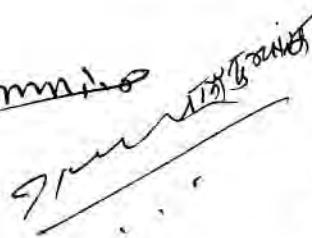
## 17 Administrative Expenses

Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
Advertisement Expenses	-	53,562.00
Audit Fee	84,750.00	84,750.00
Electricity Expenses	6,652.80	5,846.40
Email Expenses	-	26,089.61
Interest on late payment of taxes	-	8,265.83
Kitchen Expenses	1,200.00	11,725.00
Office Expenses	170.00	220.00
Rental Expenses , Thapathali	339,876.89	205,988.00
Rental Expenses, New Road	-	-
Printing & Stationery Expenses	4,270.00	12,208.00
Salary Expenses	216,000.00	266,000.00
Building Service Charges	84,301.56	100,254.00
Property Tax	11,716.87	-
Consultancy Fee	-	101,700.00
Repair & Maintenance (Pool B)	6,230.00	330.00
Travelling Expenses	6,154.00	3,578.32
Web Hosting Charge	17,194.66	4,520.00
Office shifting charges	25,206.00	-
Internet Expenses	11,270.00	-
Bank charges	518.00	3,106.99
Fine and Penalty	54,498.00	17,403.00
<b>Total</b>	<b>870,008.78</b>	<b>905,797.15</b>

## 18 Financial Expenses

Particulars	For the year ended 31 Ashad 2081	For the year ended 31 Ashad 2080
Loan renewal Charges	10,569.00	41,264.88
Interest Expenses	414,294.42	908,236.97
<b>Total</b>	<b>424,863.42</b>	<b>949,501.85</b>




**PEOPLES' INVESTMENT COMPANY LTD.  
KATHMANDU, NEPAL**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081**

**Schedule-19**

**Significant Accounting Policies & Notes to the Accounts**

**A. Significant Accounting Policies**

**1 Accounting Conventions**

The Financial Statements are prepared under the Historical Cost Convention on an Accrual Concept and are in accordance with Generally Accepted Accounting Principles and others applicable laws prevalent in Nepal. The Accounting Policies are consistently applied by the company.

**2 Use of estimates**

The Preparation of Financial Statement in conformity with generally accepted accounting principles require estimates and assumptions to be made that affect the reported amounts of revenue & expenses during the reporting period.

**3 Property, Plant & Equipment, and Depreciation**

i) Property, Plant & Equipment are stated at cost inclusive of all expenses incurred in commissioning /putting them into use and reducing accumulated depreciation.

ii) Depreciation on Property, Plant & Equipment has been computed on Written Down Value (WDV) Method as per the rates prescribed by the Income Tax Act, 2058.

**4 Revenue Recognition**

Revenue from the sale of investments are recognised in the income statement when the significant risks and rewards of ownership has been transfer to buyer.

**5 Investment**

i) Investments have been stated at cost.

ii) Provision for Investment Loss arised due to the difference between cost and market value of listed shares. It has been computed at the market price as on Ashad end or earlier transaction date of each stock as compared to aggregate cost of each stock. The cost price of the share is inclusive of SEBON Commission, Broker Commission & Transfer fee. The market price of the share is the closing Trading Price at Nepal Stock Exchange Ltd. (NEPSE) as on Ashad end, 2080 or earlier (if transaction not occurred on that date).

iii) The details of Investment Fluctuation Fund which arised due to Investment Loss Provision for the year is as follows;

Particulars	Amount
Opening Balance	142,212.54
Less: Provision Written Back	142,212.54
Add: Provision for the Year	288,785.25
<b>Closing Balance</b>	<b>288,785.25</b>

*[Handwritten signatures and stamps are present below the table, including a circular stamp of the Nepal Stock Exchange Ltd. (NEPSE) and several handwritten signatures.]*

**PEOPLES' INVESTMENT COMPANY LTD.  
KATHMANDU, NEPAL**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081**

**Schedule-19**

**B. Notes to the Accounts**

- 1 Previous year's figures have been regrouped and rearranged wherever necessary.
- 2 Schedule 1 to 19 form the integral part of the Financial Statements.
- 3 Related party Disclosure :

**i Related party relationships:**

Description of Relationship	Name of the Party
Key management personnel- Chairman	Manik Ratna Shakya

**Notes:**

- a The related party relationships have been determined on the basis of the requirements of the Nepal Accounting Standard (NAS) - 24 'Related Party Disclosures' and the same have been relied upon by the auditors.
- b The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year, except where control exist, in which case the relationships have been mentioned irrespective of transactions with the related party.

**ii Transactions with related parties:**

**Details of related party transactions are as follows:**

Particulars	Transactions	Outstanding
Transactions with Key Management Personnel		
ii) Short Term Loan from Manik Ratna Shakya		
Opening Loan	-	
Loan taken during the year	393,071	
Loan Paid during the year	-	393,071
ii) Interest Expenses		
Interest expenses during the year	21,260	
Interest Paid during the year	-	21,260
	<b>414,332</b>	<b>393,071</b>

**4 Erosion of networth of the Company by more than 50%**

The networth of the Company has eroded by more than 50% in the FY 77/78, FY 78/79, FY 79/80 and FY 80/81 hence the Provisions of Section 60(1) of the Companies Act, 2063 shall be attracted.

As per the said section, if the net worth of a public company is reduced to half the paid-up capital or less than that the directors shall prepare an appropriate strategy for the interest of the company and shareholders, as well, within thirty five days of the knowledge of this matter, and present a separate resolution thereon at the general meeting to be held immediately after the knowledge of such matter.

## PEOPLES' INVESTMENT COMPANY LTD.

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ASHAD 2081

## Schedule-19

The company had prepared a strategic plan and presented the same in the 14th Annual General Meeting held by the company on 18 Falgun 2078 but the outcome of the same could not be justified there after. Furthermore, nor any amendment has been made for the strategic plan then presented neither has been re-presented as general meeting could not be conducted.

**5 Ownership of the shares held by others**

The company has booked some shares the ownership of which is not with the company. The details of such shares have been given below. As per the management, the amount is recoverable from the holders of the shares.

Name of the companies	No. of shares held (Kitta)	Total Value of shares
Global IME Bank (Pro)	5,264.00	293,520.64
Global IME Bank (Pub)	1,234.00	68,821.29
Lumbini Bikas Bank(Pro)	16,323.00	1,660,000.13
Lumbini Bikas Bank(PUB)	3,343.00	339,999.82
<b>Total</b>	<b>26,164.00</b>	<b>2,362,341.88</b>

**6 Dividend Payable**

Dividend payable of Rs 1,677,879.58 shown under the Note 12 "Other current liabilities" indicates the amount that had been declared by the company during the prior periods but the shareholders have not claimed/received the amount.

As per Section 182 of Companies Act, 2063, "where the amount of dividend has not been claimed/received by any shareholder even after the expiry of period of 5 years after the date of resolution adopted by the company in its general meeting to distribute the dividend shall be credited to the investor protection fund. Also the company should prior to the expiry of 5 years publish the notice in national daily newspaper inviting the concerned to receive the dividend, within time limit of at least one month.

In relation to the said section, the company has neither published the notice in national daily nor deposited the payable amount to the Investor Protection fund.

**7 Provision for Staff bonus**

The company has not paid staff bonuses till FY 2080-81 for the prior periods. As of the reporting date, the provision for staff bonuses has been recognized in the financial statements, but the payment remains still outstanding.

The image shows several handwritten signatures in black ink. In the center, there is a circular stamp of the company, which is partially obscured by the signatures. The signatures appear to be from various officials, including one that looks like 'Saurin' at the bottom right.

**कम्पनीको प्रबन्धपत्रमा प्रस्ताव गरेको संशोधन तिन महले**

साविकको व्यवस्था	प्रस्तावित संशोधन	संशोधन गर्नुपर्ने कारण
<p>कम्पनी रजिष्टर्डको कार्यालय (केन्द्रिय) कार्यालय दफा २ यस कम्पनीको रजिष्टर्ड कार्यालय काठमाडौं जिल्ला, काठमाडौं महानगरपालिका वडा नं. ११, ट्रेड टावर, थापाथली, काठमाडौंमा रहनेछ । आवश्यकता अनुसार प्रचलित कानूनको अधिनमा रही सम्बन्धित निकायबाट स्वीकृति लिई नेपाल अधिराज्य भित्र कर्पोरेट र शाखा कार्यालयहरु स्थापना गर्न वा बन्द गर्द सक्नेछ ।</p>	<p>कम्पनी रजिष्टर्डको कार्यालय (केन्द्रिय) कार्यालय दफा २ यस कम्पनीको रजिष्टर्ड कार्यालय काठमाडौं जिल्ला, काठमाडौं महानगरपालिका वडा नं. २२, न्युरोड, संकटा काठमाडौंमा रहनेछ । आवश्यकता अनुसार प्रचलित कानूनको अधिनमा रही सम्बन्धित निकायबाट स्वीकृति लिई नेपाल अधिराज्य भित्र कर्पोरेट र शाखा कार्यालयहरु स्थापना गर्न वा बन्द गर्द सक्नेछ ।</p>	<p>कार्यालयको कार्यालय सरेकोले</p>



# पिपुल्स इन्भेष्टमेन्ट कम्पनी लिमिटेड Peoples' Investment Company Ltd.

न्युरोड, संकटा, काठमाडौं, फोन: ०१-५१११००८

Web: [www.peoplesinvestment.com.np](http://www.peoplesinvestment.com.np),

E-mail: [pic@peoplesinvestment.com.np](mailto:pic@peoplesinvestment.com.np)

पन्धौं, सोहो, सत्रौ वार्षिक प्रतिवेदन (आ.व. २०७८/७९, २०७९/८०, २०८०/८१)

"An Investment Company Dedicated to Build Prosperous Nepal"