

Securities Board of Nepal

Annual Report

Fiscal Year 2004/2005

BRIEF ECONOMIC OUTLINE

- **World Economy**
- **Nepalese Economy and Securities Markets**

1. Brief Economic Outline

1.1 World Economy

The world economy has grown by 4.0 percent in 2003 from 3.0 percent of 2002. This increase in world economic growth is attributable to the adoption of expanding financial and monetary policies by United States of America and South East Asian countries. Due to the increasing global industrial product, increasing confidence of the consumer, remarkable improvement in the world trade, dynamism in the financial markets, and encouraging growth in the economy of United States of America and emerging economies of Asia, the estimated global economic growth rate was 5.1 percent in 2004. Similarly, on the basis of continuation of supporting environment of the financial markets, increasing trend in the employment, probability of continuation of economic growth of the emerging economies, it is estimated that the world economic growth rate would be 4.6 percent in 2005.

The economic growth rate of the developed countries increased in 2004 in comparison to that of 2003 and reached 3.4 percent. However, this rate is estimated to decline in 2005. Likewise, the economic growth rate of the developing countries has also increased in 2004 and reached to 7.2 compared to that of 6.4 in 2003.

Table 1: Economic Growth

(Annual Growth Percent)

S.N.	Economy	Year		
		2003	2004	2005*
1	Global Production	4.0	5.1	4.3
2	Developed Economies	2.0	3.4	2.6
3	Developing Countries	6.4	7.2	6.3
4	China	9.3	9.5	8.5
5	South Asia ¹	7.1	7.1	6.5
6	India	7.5	7.3	6.7
7	Bangladesh	5.4	5.4	5.5
8	Pakistan	5.6	6.5	6.7

Source: Economic Survey 2004/05

* Projected

¹ Bangladesh, India, Maldives, Nepal, Pakistan, Sri Lanka.

The economic growth rate of South Asian countries in 2003 and 2004 remained same at 7.1 percent, while, it is projected to be 6.5 percent in 2005. The economic growth rate of India is estimated to be 7.3 percent in 2004, which was 7.5 percent in 2003. Remarkable improvement has

been noted in the economic growth of Pakistan in 2004 compared to that of 2003, while Bangladesh was able to maintain the same growth rate of the last year. In 2005, the economic growth rates of both the countries are estimated to improve further.

1.2 Nepalese Economy and Securities Markets

Economy

In the fiscal year 2003/04, the preliminary estimate of Nepalese economic growth rate was 3.1 percent where as it's revised estimate was 3.4 percent. It has been estimated that in the Fiscal year 2004/05, the economic growth rate has dropped to 2.5 percent because of the unfavourable weather, negative growth rate in tourism, trade and construction sectors as well as the impact of national and international events in the national economy.

Table 2: Nepalese Economic Indicator

(Producers' Current Price)

S.N.	Indicator	Fiscal Year		
		2002/03	2003/04*	2004/05**
1	Economic Growth Rate (Percent)	3.4	3.4	2.5
2	Gross Domestic Product (Growth rate)	7.7	8.4	6.3
3	Gross National Income (Rs. in Million)	437546	474129	504101
4	Gross National Saving (Rs. in Million)	47286.9	50854.4	539367
5	Gross Domestic Saving (Rs. in Million)	7097.2	7418.5	75233
6	Total Domestic Saving (Rs. in Million)	5477.2	6123.0	64869
7	Total Investment (Rs. in Million)	11904.8	13479.1	137885
8	Total Consumption (Rs. in Million)	40189.7	43435.9	464133
9	Foreign Trade [#] (Rs. in Million)	190188	122236	118497
	a. Import [#] (Rs. in Million)	136277	86507	81548
	b. Export [#] (Rs. in Million)	59911	36112	36949
10	Total Fixed Capital Formation (Growth rate)	6.6	9.3	7.1
	a. Fixed Capital Formation in Private Sector	12.6	12.2	10.4
	b. Fixed Capital Formation in Public Sector	-2.5	4.1	0.6
11	Total Loan of Commercial Banks [#] (Growth rate)	11.0	8.8	10.9
	a. To HMG/N [#] (Growth rate)	25.1	8.1	1.5
	b. To Public Sector [#] (Growth rate)	-6.3	9.7	10.3
	c. To Private Sector [#] (Growth rate)	-9.5	9.1	10.5

Source: Economic Survey 2004/05

[#] As at mid March

* Revised Estimate

** Preliminary Estimate

During the first eight months of the fiscal year 2004/05, total trade deficit has decreased by 11.5 percent and dropped to Rs. 40600 million, because of the increased export and decreased import. During the same period of the fiscal year 2003/04, total trade deficit had increased by 8.6 percent and reached to Rs. 503900 million.

In the fiscal year 2004/05, the total fixed capital formation is estimated to have increased by 7.1 percent, where as in the fiscal year 2003/04, it had increased by 9.3 percent. In this fiscal year, despite the decreased growth rate of total capital formation, its ratio with the GDP has marginally increased to 19.3 percent from 19.2 percent of the last fiscal year. This increment in the ratio of total capital formation to the GDP is due to the total capital formation growth rate being marginally higher than the growth rate of GDP. In this fiscal year, growth rate of total fixed capital formation of the private sector is estimated to be 10.5 percent where as in the last fiscal year the rate was 12.2 percent. Similarly, growth rate of total fixed capital formation of the public sector is estimated to be 0.6 percent decreasing from 4.1 percent of the last fiscal year.

Among the monetary indices, total credit and investment of the commercial banks increased by 10.9 percent during the period of first eight months of the fiscal year 2003/04, whereas in the same period of the last fiscal year, it had increased by 8.8 percent. Of the total credit and investment, level of credit to HMG/N from commercial banks during this period increased by 1.5 percent, which had increased by 8.1 in the same period of the fiscal year 2003/04. During the first eight months of this fiscal year, credit to the Government Enterprises from the commercial banks increased by 9.7 percent, which had increased by 10.3 percent during the corresponding period of the last fiscal year. Similarly, the credit and investment of commercial banks to the private sector in this fiscal year increased by 10.5 percent, which had increased by 9.1 percent during the corresponding period of the last fiscal year.

Securities Market

In the fiscal year 2004/05, a total of Rs. 1476.82 million was mobilized by 12 public companies from the securities market. This amount is higher by 43.7 percent compared to that of the last fiscal year.

In the last fiscal year, total listed companies in Nepal Stock Exchange Ltd. were 114, which has increased to 125 till the end of this fiscal year. Total market capitalization of the listed companies at the end of this fiscal year is recorded to be Rs. 61365.89 million, which is 48 percent higher than that of the last fiscal year. In this fiscal year, the contribution of market capitalization to the GDP has been estimated to be 12.17 percent. The price index of the listed securities (NEPSE Index) has closed at 286.67 points in the fiscal year. It is 64.63 points higher than that of the last fiscal year. Securities market indicators in the fiscal year 2004/05 are given in Table 3.

Table 3: Securities Markets Indicators

Market Indicator	Fiscal Year		
	2002/03	2003/04	2004/05
Total Amount of Issue Approved (Rs. in Million) •	853.83	1547.20	1315.80
Number of Issue Approved	17	16	12
Total Amount of Public Issue (Rs. in Million)	696.63	1090.37	1476.82
Total Number of Listed Companies	108	114	125
Paid-up Value of Listed Securities (Rs. in Million)	12560.07	13404.90	16771.84
Number of Listed Securities (' 000)	159958	161141	194673
Annual Turnover (Rs. in Million)	575.80	2144.27	4507.68
Market Day	238	243	236
Number of Company Traded	81	92	102
Number of Shares Traded. (' 000)	2428	6468	18434
Number of Transaction	69163	85533	106246
Market Capitalization (Rs. in Million)	35240.4	41424.77	61365.89
% of Market Capitalization on Nominal GDP at Market Price	8.09	8.77*	12.17#
NEPSE Index (points)	204.86	222.04	286.67

* Based on revised estimate of GDP

Based on preliminary estimate of GDP

• Includes additional sale of units of Citizen Unit Scheme

Source: Economic Surveys of HMG/N and Trading Reports of NEPSE

Note: The exchange rate (Selling) for US \$ 1 was Rs. 75.35, Rs. 75.00 and Rs. 70.94 at the end of the fiscal years 2002/03, 2003/04 and 2004/05 respectively.

In the fiscal year 2004/05, there have been efforts to bring transparency in the public issue process, initiate further systematization of the market and in making legal provision for trading of government securities in the stock exchange. However, in the current situation, strengthening regulation of securities market, modernizing securities transaction system, facilitating alternative market mechanism for the de-listed and unlisted securities, establishing central depository system for the efficient transfer of securities, improving efficiency of market intermediaries, encouraging institutional investment, rationalizing taxation on securities trading to promote investment, diversifying securities instruments, improving corporate governance are the major areas not making progress to the level expected.

SECURITIES BOARD OF NEPAL
(SEBON)

2. Securities Board of Nepal (SEBON)

Securities Board of Nepal was established by the HMG/N on June 7, 1993 and is now functioning as an apex regulator of Securities Markets in Nepal. As per the Securities Ordinance, 2005, the major objectives of SEBON are to regulate issue and trading of securities and market intermediaries, promote market development and protect investor's right. The functions of SEBON are as follows.

- Register securities and approve prospectus of public companies.
- Provide license to operate stock exchanges.
- Provide license to operate securities businesses.
- Give permission to operate collective investment schemes and investment funds.
- Draft regulations, issue directives and guidelines, and approve bylaws of stock exchanges.
- Supervise and monitor stock exchanges and securities business activities.
- Take enforcement measures to ensure market integrity.
- Review reporting of issuer and listed companies, and securities businesspersons.
- Conduct research, study and awareness programmes regarding securities market.
- Coordinate and cooperate with other domestic as well as international regulators.
- Frame policies and programmes relating to securities markets and advise HMG/N in this aspect.

As per the Securities Ordinance, 2005, the governing Board of SEBON is composed of seven members including a full time Chairman appointed by the HMG/N for the tenure of four years. Other members of the Board are joint secretary from Ministry of Finance, joint secretary from Ministry of Law, Justice and Parliamentary Affairs, representative from Nepal Rastra Bank (the central bank), representative from Institute of Chartered Accountants of Nepal, representative from Federation of Nepalese Chambers of Commerce and Industries, and one member appointed by the HMG/N on the recommendation of SEBON from amongst the market experts.

As per the Section 3 of Securities Exchange Act, 2040, the governing Board of SEBON was composed of one full time Chairman appointed by HMG/N, representatives one each from Ministry of Finance, Ministry of Law, Justice and Parliamentary Affairs, Ministry of Industries, Commerce and Supplies, Nepal Rastra Bank, Federation of Nepalese Chambers of Commerce and Industries and Association of Chartered Accountants of Nepal. Accordingly, the members of the board representing during the fiscal year 2004/05 are given in table 4.

Table 4: Representation in the Board during the fiscal year 2003/04

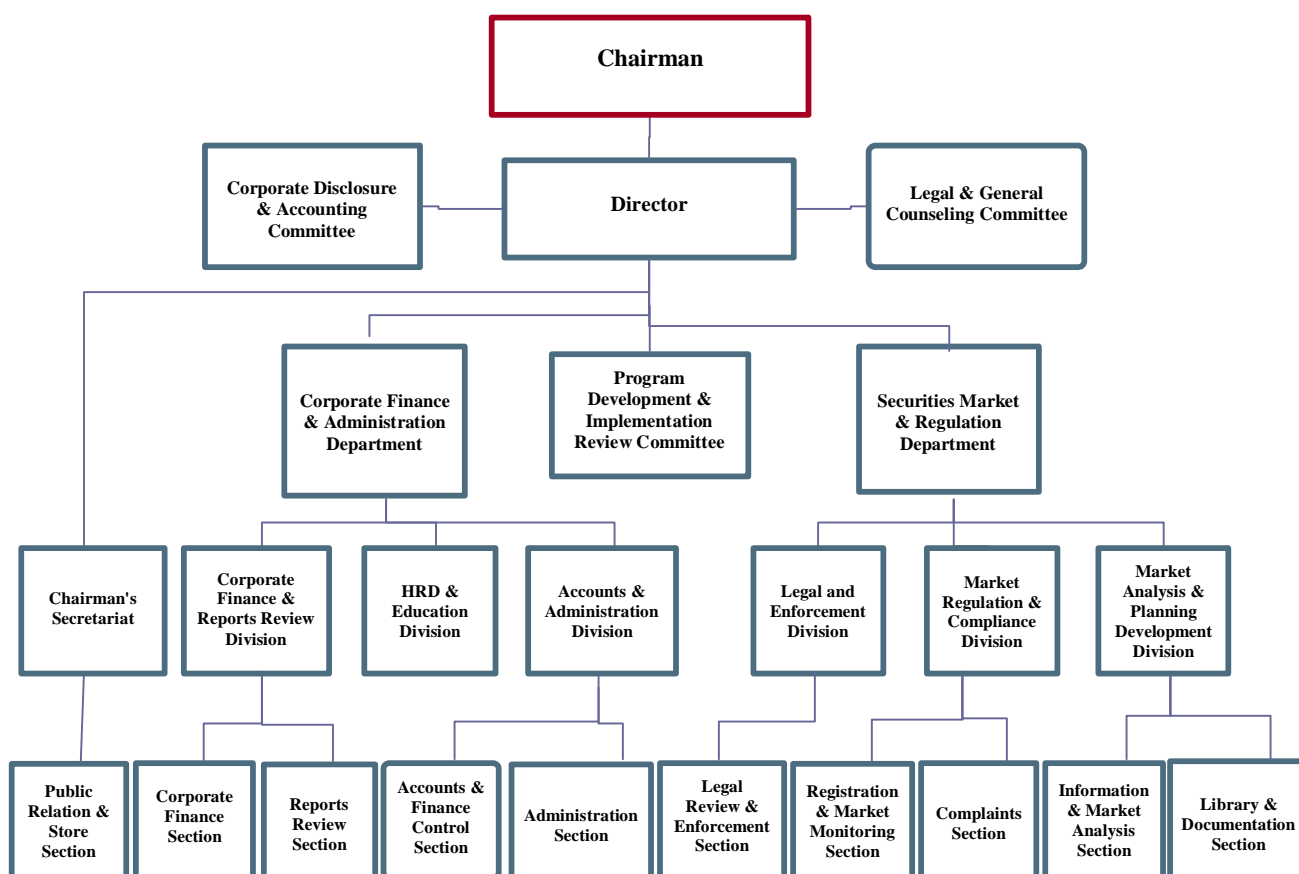
S.N.	Organization	Name	Designation	Date/duration of Representation
1	Securities Board	Mr. Deepak Raj Kafle	Chairman	01/09/2003
2	His majesty's Government of Nepal, Ministry of Law, Justice and Parliamentary Affairs	Mr. Baburam Regmi	Joint Secretary	19/04/2002
3	His Majesty's Government of Nepal, Ministry of Industries, Commerce and Supplies, Company Registrar's Office	Mr. Gyan Darshan Udas	Registrar	22/12/2004
	His Majesty's Government of Nepal, Ministry of Industries, Commerce and Supplies	Mr. Prachanda Man Shrestha	Joint Secretary	23/06/2003 to 21/12/2004
4	His Majesty's Government of Nepal, Ministry of Finance	Mr. Shakti Prasad Pandit	Under Secretary	18/09/2003
5	Nepal Rastra Bank	Mr. Surendra Man Pradhan	Executive Director	04/02/2004
		Mr. Krishna Bahadur Manandhar	Executive Director	02/01/2001 to 03/02/2004
6	Association of Chartered Accountants of Nepal	Mr. Gyanendra Bahadur Bhari	President	23/04/2004
7	Federation of Nepalese Chamber of Commerce and Industries	Mr. Chandi Raj Dhakal	First Vice President	22/11/2002

In the board, from December 22, 2004, Mr. Gyan Darshan Udas, Registrar, Company Registrar's Office, replaced Mr. Prachanda Man Shrestha, as the representative from the Ministry of Industries, Commerce and Supplies. Likewise, from April 30, 2005, Mr. Surendra Man Pradhan replaced Mr. Krishna Bahadur Manandhar as the representative from Nepal Rastra Bank. During the fiscal year 2004/05, a total of 18 board meetings were held.

SEBON, in its organizational structure has two departments, six divisions and ten sections. Under the Corporate Finance and Administration Department, there are three divisions namely Corporate Finance and Reports Review Division, Accounts and Administration Division and HRD and Education Division. There are also three divisions under the Securities Market Regulation Department namely Legal and Enforcement Division, Market Regulation and Compliance Division and Market Analysis and Planning Development Division. Presently, there are 23 staffs in SEBON and their names are given in appendix-1.

SEBON, in performing its responsibilities, is also taking expert opinions from Accounting and Legal Professionals as and when required. Similarly, to make prospectuses of issuer companies more informative and reliable, SEBON has formed "Securities Registration and Issue Approval Committee" with representation from SEBON, NEPSE and CRO. Provision has also been made for the representation from Nepal Rastra Bank and Insurance Board in this committee as and when required.

Organizational Structure of SEBON



The major financial sources of SEBON are government grant, transaction fees from the stock exchange, and registration of corporate securities. Other financing sources include renewal of stock exchange and registration, renewal of market intermediaries and the income from the mobilization of its revolving fund. Income and Expenditure Account, Balance Sheet and Cash Flow Statement of SEBON for the fiscal year 2004/05, are presented in appendix - 2.

HIGHLIGHTS OF SEBON'S ACTIVITIES

- **Comments on Prospectus**
- **Issue Approval**
- **Renewal of Stock Exchange and Securities Businesspersons**
- **Improvement in Legal Provisions**
- **Format for the Investors' Grievances**
- **Supervision and Monitoring**
- **Research and Study**
- **Corporate and Financial Governance Project**
- **Relationship with Foreign Securities Regulators**
- **Training, Seminar and Interaction Program**
- **Publications**

3. Highlights of SEBON's Activities

3.1 Comments on Prospectus

As per the provision of Securities Exchange Act, 1983 and Companies Act, 1997, companies issuing their securities to the public should first get their prospectus approved from CRO and then apply to SEBON along with the approved prospectus to get issue approval. In this context, in order to make the prospectus more informative and reliable, SEBON and CRO were cooperating with each other. In this regard, SEBON during this fiscal year, provided comments on the prospectuses of 18 companies consisting of six commercial banks, two development banks and 10 finance companies.

3.2 Issue Approval

In this fiscal year, SEBON registered the securities of 12 companies consisting of three commercial banks, three development banks, five finance companies, and one hydropower company and approved the issuance of securities amounting to Rs. 1270.31 million. Similarly, during the year, SEBON also approved the additional sale of units of Citizen Unit Scheme amounting to Rs. 45.49 million. In the last fiscal year, SEBON granted issue approval to 16 different companies to raise Rs. 1484.92 million. In that year amount of additional sale of units of the Citizen Unit Scheme was Rs. 62.20 million.

Table 5: Public Issue Approval

S.N.	Name of the Company	Types of Securities	Date of Approval	Amount (Rs. in Million)
1	Annapurna Finance Company Ltd.	Rights Share	07/10/2004	20.00
2	Birgunj Finance Ltd.	Ordinary Share	05/11/2004	24.00
3	Deprosc Development Bank Ltd.	Ordinary Share	12/01/2005	3.48
4	Nirdhan Uthan Bank Ltd.	Right Share	28/03/2005	15.00
5	Everest Bank Ltd.	Debenture	30/03/2005	300.00
6	Nepal SBI Bank Ltd.	Right Share	06/04/2005	215.93
7	Everest Finance Ltd.	Ordinary Share	02/05/2005	8.00
8	Nepal Investment Bank Ltd.	Right Share	02/05/2005	295.29
9	Capital Merchant Banking and Finance Ltd.	Ordinary Share	23/05/2005	28.00
10	National Finance Co. Ltd.	Right Share	01/06/2005	43.20
11	Chilime Hydropower Co. Ltd.	Ordinary Share	14/07/2005	237.41
12	Development Credit Bank Ltd.	Right Share	14/07/2005	80.00
	Citizen Unit Scheme (Additional Sale)	Mutual Fund Units		45.49*
Total				1315.80

* Provisional

3.3 Renewal of Stock Exchange and Securities Businesspersons

SEBON renewed the license of NEPSE for the fiscal year 2004/05 on 2061/6/26. As per the Securities Exchange Regulation, 1993, the organization operating stock exchange should renew its license within six months of the expiry of fiscal year.

Similarly, securities businesspersons require renewing their licenses for the next fiscal year before expiry of the current fiscal year. Accordingly, SEBON upon reviewing the applications received from the securities businesspersons renewed the licenses of 24 stock brokers, seven issue managers and two issue managers and securities dealers for the fiscal year 2004/05. The list of securities businesspersons is given in appendix-5.

Similarly, SEBON received application from 20 stock brokers, six issue managers and two securities dealers for renewal of their licenses for the fiscal year 2005/06.

3.4 Improvement in Legal Provisions

3.4.1 Amendment in Securities Exchange Regulation, 1997

With the objective of promoting the service efficiency of the securities businesspersons, minimizing transaction cost in the government securities to enhance liquidity, and making provision of the transaction fee for SEBON, amendments were made in the annex 12, 14 and 16 of the Securities Exchange Regulation, 1997. Detail on the amendments is presented in Box-1.

3.4.2 Amendment in Securities Registration and Issue Approval Guidelines, 2000

In the context of establishing proper identification of the investors for the development of fair and transparent securities markets, SEBON has made amendment in its Securities Registration and Issue Approval Guidelines, 2000 and add new provision which requires the investors to submit along with the application for the buying of securities in the public offering, the photocopy of their citizenship certificate or the identification with photograph, issued by HMG/N attested by themselves. This amendment also requires the investors to submit the original copy of the citizenship certificate or identification at the time of refunding and certificate issue.

Currently, there is no clear provision for the investors' in the primary market to maintain account with the securities businesspersons and due to which there arises a question on transparency in the dealing between the two parties. In this context, SEBON has made provision in its Securities Registration and Issue Approval Guidelines, 2000, which requires the investors to mention their bank account if they are investing more than Rs. 50,000 in the public offering of securities. These investors will get refund only through their bank account.

Box-1: Amendment in Securities Exchange Regulation, 1997

Annexure – 12 (Related to the rule 28(1) and Rule 34(1)) <u>Licensing Fee and Renewal Fee for the Securities Businesspersons</u>				
Securities Businesspersons	Previous Provision		Amended Provision	
	Licensing Fee	Renewal Fee	Licensing Fee	Renewal Fee
Stock Broker	Rs. 2,500	Rs. 1,500	Rs. 5,000	Rs. 3,000
Market Maker/Securities Dealers	Rs. 5,000	Rs. 3,000	Rs. 10,000	Rs. 6,000
Issue Managers	Rs. 10,000	Rs. 5,000	Rs. 20,000	Rs. 10,000
Other Services	Rs. 10,000	Rs. 5,000	Rs. 20,000	Rs. 10,000

Annexure – 14: (Related to Rule 31) <u>Provision for Capital Requirement</u>				
Securities Businesspersons	Previous Provision		Amended Provision	
	Authorized Capital (Minimum)	Paid-up Capital (Minimum)	Authorized Capital (Minimum)	Paid-up Capital (Minimum)
Stock Broker	Rs. 400,000	Rs. 200,000	Rs. 4,000,000	Rs. 2,000,000
Market Maker/Securities Dealers	Rs. 10,000,000	Rs. 5,000,000	Rs. 80,000,000	Rs. 40,000,000
Issue Managers	Rs. 20,000,000	Rs. 10,000,000	Rs. 50,000,000	Rs. 20,000,000
Other Services	Rs. 400,000	Rs. 200,000	Rs. 4,000,000	Rs. 2,000,000

Note: The existing securities businesspersons shall have to meet the above-mentioned capital requirement within the fiscal year 2005/06

Annexure - 16:	
Previous Provision	Amended Provision
Section (A) Sub-section (2) Depending on the transaction amount, the transaction commission for the government securities ranges from minimum of 0.10 percent to maximum of 0.50 percent of the transaction amount	Section (A) Sub-section (2) (i) The stock broker can charge up to 0.20 percent of the transaction amount in the trading of government securities (ii) The spread between the buying and selling price of government securities that a market maker can quote should not be more than 0.20 percent
	Section (C): The stock exchange should pay to the Securities Board of Nepal, 20 percent of the total amount received from the securities businesspersons monthly within 15 days of the following month as per the provision of Rule 36 (2)

3.4.3 Government Securities Trading Management Bylaws, 2005

With the view to implement HMG/N's program for the trading of government securities in the stock exchange as announced in the budget speech for the fiscal year 2003/04, SEBON drafted Government Securities Trading Management Bylaws, 2005. The Bylaws includes provisions for the capital requirement, qualifications and licensing of securities businesspersons for trading of government securities.

3.4.4 Government Securities Trading Bylaws, 2005

In this fiscal year NEPSE submitted the Government Securities Secondary Transaction Bylaws, 2005 to SEBON for its approval.

3.5 Format for the Investors' Grievances

With the objective of handling investors' grievances efficiently, SEBON has developed a format of grievance for the use of the investors. The format consists of possible grievances related to stock brokers, issue managers, stock exchange and listed companies. SEBON has also sought comments on the format from stock exchange, brokers association and issue managers. The format has also been made available to the investors from web site of SEBON.

3.6 Supervision and Monitoring

3.6.1 Supervision of Public Issue

In this fiscal year, SEBON supervised the issue managers to see whether the investors are given access to the prospectus, memorandum and articles of association of the issuing company, certificate of issue approval granted by SEBON and other important documents during public issue of securities. SEBON also monitored whether the allotment of securities, refunding and listing of securities have been performed within the prescribed time.

In this fiscal year SEBON also reviewed the notices published by various companies to issue securities and made them aware to perform the task of offering securities as per the securities legislations.

3.6.2 Supervision of Reporting of Stock Exchange

As per the prevailing securities legislation, stock exchange should provide various types of information regarding the securities trading to the investors and such information should also be submitted to SEBON. The status of reporting of NEPSE in this fiscal year is as follows.

Table 6: Reporting of NEPSE

S.N.	Submission of Reports	Received Date
1	Annual Report, 2003/04	Not Submitted
2	Minute of the Annual General Meeting (2003/04)	Not Submitted
3	Minute of the Annual General Meeting (2002/03)	2061/8/4
4	Half Yearly Report	Not Submitted
5	Details on deposits of the stock brokers	Not Submitted
6	Details on membership and representatives	Not Submitted
7	Annual Trading Report (2003/04)	26/8/2004

In addition to the above-mentioned reports, NEPSE has been submitting the information on traded companies, trading price and quantity etc. on a daily basis.

3.6.3 Supervision of Reporting of Securities Businessperson

Issue Manager

Issue managers are required to submit their annual reports including profit and loss account, balance sheet, cash flow statements and securities trading report to SEBON within 4 months of the expiry of the fiscal year. In this fiscal year eight issue managers have submitted their reports of the fiscal year 2003/04 to SEBON. Reporting of issue managers is given in table 7.

Table 7: Reporting of Issue Managers

S.N.	Issue manager	Date of Submission	Financial Reports (FY 2003/04)		Issue Management (FY 2004/05)	
			P/L Account & Balance Sheet	Cash Flow Statement	Number of Issue Managed	Amount of Issue Managed (Rs. in Million)
1	Nepal Merchant Banking & Finance Ltd.	01/04/2005	√	√	6	346.41
2	National Finance Co. Ltd.	02/12/2004	√	√	-	-
3	Ace Finance Co. Ltd.	27/12/2004	√	√	1	295.29
4	Nepal Finance & Saving Co. Ltd.	01/04/2005	√	√	-	-
5	Nepal Share Markets Co. Ltd.	29/03/2005	√	√	-	-
6	United Finance Ltd.	10/06/2005	√	√	-	-
7	Nepal Sri Lanka Merchant Bank Ltd.	N/A	-	-	-	-
8	Citizen Investment Trust	30/06/2005	√	√	3	565.41
9	NIDC Capital Markets Ltd.	07/04/2005	√	√	2	62.21

In this fiscal year out of nine issue managers, four were involved in the issue management activities.

Stock Brokers

Stock brokers are required to submit their annual reports including profit and loss account, balance sheet, cash flow statements and securities trading report to SEBON within 4 months of the expiry of the fiscal year. In this fiscal year, 22 stock brokers submitted their annual reports of the fiscal year 2002/03 to SEBON. Out of these 22 stock brokers, six have not submitted their trading report.

The status reporting of stock brokers is given in table 8.

Table 8: Submission of Reports by the Stock Brokers

S.N.	Stock Broker	Date of Receiving Half Yearly Report	Financial and Trading Reports (FY 2003/04)				Transaction Amount* FY 2004/05 (Rs. in Million)
			Date of Receiving	P/L Account & Balance Sheet	Cash Flow Statement	Transaction Report	
1	Nepal Investment & Securities Trading (P) Ltd.	23/04/2004	01/11/2004	√	√	√	736.71
2	Agrawal Securities (P) Ltd.	07/03/2005	06/12/2004	√	√	√	3832.98
3	Pragyan Securities (P) Ltd.	28/03/2005	28/02/2005	√	√	√	49.35
4	Sri Krishna Securities (P) Ltd.	25/03/2005	13/01/2005	√	√	√	146.25
5	Om Securities & Allied Services (P) Ltd.	N/A	N/A	-	-	-	
6	Nepal Stock House (P) Ltd.	02/04/2005	20/12/2004	√	√	√	949.68
7	Arun Securities (P) Ltd.	02/04/2005	23/12/2004	√	√	√	165.68
8	Annapurna Securities Service (P) Ltd.	02/04/2005	23/12/2004	√	√	√	61.17
9	Opel Securities (P) Ltd.	14/07/2005	14/07/2005	√	√	√	66.62
10	Kumari Securities (P) Ltd.	02/04/2005	23/12/2004	√	√	√	336.45
11	Sipla Securities (P) Ltd.	10/04/2005	17/02/2005	√	√	√	151.71
12	Siprabi Securities (P) Ltd.	10/07/2005	13/01/2005	√	√	√	484.45
13	Sweta Securities (P) Ltd.	13/07/2005	14/01/2005	√	√	√	451.05
14	Aashutosh Brokerage & Securities (P) Ltd.	01/07/2005	13/01/2005	√	√	√	687.42
15	Khandelwal Stock Broking Co. (P) Ltd.	22/03/2005	22/03/2005	√	√	-	0.0055
16	Trishul Securities & Investment Ltd.	13/07/2005	13/07/2005	√	√	√	45.17
17	Malla & Malla Stock Broking Co. (P) Ltd.	06/07/2005	18/01/2005	√	√	-	1.63
18	Midas Stock Broking Co. (P) Ltd.	06/07/2005	21/09/2004	√	√	-	77.40
19	Premier Securities Co. Ltd.	15/07/2005	24/10/2004	√	√	-	180.59
20	Market Securities & Exchange Co. (P) Ltd.	N/A	N/A	-	-	-	86.00
21	J.F. Securities (P) Ltd.	15/07/2005	14/01/2005	√	√	-	279.13
22	Asian Securities Ltd.	25/02/2005	05/09/2004	√	√	√	106.30
23	Primo Securities (P) Ltd.	12/06/2005	06/09/2004	√	√	-	29.40
24	Sagarmatha Securities (P) Ltd.	N/A	N/A	-	-	-	90.19
Total							9015.33

* Total transaction amount as per the reporting of NEPSE and it includes buying and selling amount

3.6.4 On-site Inspection of Stock Brokers

In this fiscal year, SEBON conducted on-site inspection of seven stock brokers. SEBON basically had an inspection on physical infrastructures, human resources base, organization and internal systems of the stock brokers. During the inspection, SEBON found that most of the stock brokers lacked adequate office infrastructures, job description for the employees, proper record keeping and documentation of securities legislations and materials relevant to the stock brokering business. SEBON also found some of their offices not easily accessible to the public.

During the inspection, SEBON advised the stock brokers for proper record keeping, placing their signboards visibly, placing the certificate of the stock broker in the office and submitting semiannual and annual reports to SEBON as prescribed.

3.6.5 Supervision of Disclosure of Listed Companies

Listed companies are required to submit their annual reports including profit and loss account, balance sheet and cash flow statements to SEBON, within four months of the expiry of the fiscal year. Similarly, listed companies should submit their half yearly reports to SEBON, within two months of the expiry of that period. In this fiscal year, out of 125 listed companies, only eight companies submitted their annual report for the fiscal year 2003/04 and eight companies submitted half yearly report on the stipulated time. During the fiscal year 2004/05, a total of 89 listed companies (including those submitting timely) submitted their annual reports for the fiscal year 2003/04 to SEBON. The detail is presented in table 19 through 22.

3.6.6 Grievances

In this fiscal year, SEBON received a total of seven grievances, out of which only three were within the jurisdiction of SEBON. The details of these grievances and action taken by SEBON are given in table 9.

Table 9: Detail of Grievances

S.N.	Grievance From	Grievance Related Organization	Grievance	Action
1	General Investor	Nepal Merchant Banking and Finance Ltd.	Dividend not paid	SEBON made an enquiry on the grievance with the company. The company replied that since Kathmandu District Court has issued an order to suspend ownership transfer, it could not pay the dividend without the consent of the court.
2	General Investor	Lumbini Bank Ltd.	As the management of the bank had been taken over by the regulator, the director appointed by the regulator bought shares of that company set aside for the bank's employee.	SEBON sought clarification from the company. The company replied that the member had bought the shares as a staff of that company.
3	Unit holders of NCM Mutual Fund	NIDC Capital Markets Ltd.	Declared dividend was not distributed on time.	SEBON sought clarification from the company. The company replied that it is going to distribute the dividend very soon and in this regard; it has also published notice in the daily newspapers.

3.7 Research and Study

3.7.1 Study on Revenue Structure of Securities Market

In this fiscal year, SEBON conducted a study on revenue structure of securities market. The study revealed that out of the total revenue generated in the securities markets, on an average, issue managers received 39.95 percent, stock brokers 24.7 percent, NEPSE 20.1 and SEBON 4.65 percent. The remaining 8.10 percent of the total revenue is contributed to the government exchequer.

The study recommends that in order to strengthen the institutional capacity of SEBON for effective regulation of securities markets, its share in the securities market revenue should be increased through appropriate amendment in the laws. Similarly, the securities market services like underwriting, share registration etc. which are currently out of SEBON's regulatory jurisdiction, should be brought under its regulatory regime.

3.7.2 Study on Transaction Cost of Securities

In this fiscal year SEBON conducted a study on transaction cost of securities. The study shows higher transaction cost in Nepalese securities markets in comparison to the neighboring countries and suggests for the review of policies and adopt appropriate policy measures to reduce the cost.

3.7.3 Study on Performance of Issue Managers

In this fiscal year SEBON conducted a study on performance of issue manager. The study revealed that out of total issue managers, only one third are active in the issue management business and the amount of issue managed by these three issue managers constituted up to 89.3 percent of the total amount of issue. The study also pointed out the weaknesses with regard to the timely listing of the issued securities and after listing most of the issuers are found to be weak in timely reporting and conducting AGM.

The study suggest for the active role of issue managers to diversify securities instruments and to encourage companies from different sectors to issue securities. The study also suggested the need of reforming laws to simplify the issue process and to make the issue process more transparent.

3.7.4 Study Support

With the objective of encouraging studies especially in the field of securities market, SEBON has been supporting the Masters' Level students by providing grant to write thesis as a part of their academic requirement. In this fiscal year, SEBON on the basis of the preset criteria selected the following four study proposals.

- Liberalization and Capital Markets in Nepal,
- Pricing of Securities in Nepal Stock Exchange,
- Securities Laws and Investors Protection in Nepal,

- Growth of Industrial Sector and Capital Markets in Nepal (conditional acceptance)

SEBON also received the thesis reports on the following six topics, which it had provided grant in the last fiscal year.

- Nepal Accounting Standard: Practices, Problems and Issues
- Efficient Market Hypothesis in the context of Nepal
- Investors' Preferences and Financial Instrument in Nepal
- Structure and Efficiency of Securities Market Intermediation Services in Nepal
- Corporate Governance in Non-financial Institutions: Issues and Practices
- Privatization and Capital Markets Growth in Nepal

Besides, SEBON provided various types of information about the securities market through library and publications to 941 investors, students, researchers and lecturers of the universities in this fiscal year.

3.8 Corporate and Financial Governance Project

The Corporate and Financial Governance Project (CFG Project) which has the objective of strengthening institutional capacity of SEBON and Company Registrar's Office (CRO), modernizing Nepal Stock Exchange Ltd. (NEPSE) and establishing Central Depository System of Securities, is currently under implementation. To support effective implementation of the project, a Project Implementation Team (PIT) has been formed with the representation of SEBON, NEPSE and CRO. SEBON has been working as the PIT secretariat.

The Aries Group Ltd., consulting firm selected for the implementation of the project, is working as per the first rolling work plan agreed between HMG/N and the Aries Group Ltd. The consultants as at the end of this fiscal year have prepared the initial drafts of following rules, directives and forms.

- Regulation on Securities Registration and Disclosure along with the following forms.
 - Form A (Annual Report of the Corporate Body)
 - Form Q (Quarterly Report of the Corporate Body)
 - Form S (Report of Special Event or Circumstances)
 - Form P (Prospectus of the Corporate Body)
- Regulation on Licensing of Stock Exchange
- Operational Guidelines for Stock Exchange and Member of Stock Exchange.

The above mentioned rules, directives and forms were also placed on the web site of SEBON in the form of exposure draft, to obtain stakeholders' feedback.

Under the project, request for information (RFI) has been prepared for soliciting interest from vendors for the automation of stock exchange. Similarly, on the CRO component, the business plan and request for proposal (RFP) for the management information system (MIS) have also been drafted.

3.9 Relationship with Foreign Securities Regulators

In the context that sharing of experiences with the foreign regulators would be highly valuable in contributing to the effective regulation of securities markets, SEBON has been emphasizing to enhance relations with the regulators of SAARC region.

In this fiscal year, South Asian Securities Regulators Forum was established by signing a Memorandum of Understanding (MoU) between the securities regulators of South Asian region on 13th May 2005 in Pakistan. The forum elected the Chairman of Securities and Exchange Commission of Pakistan, as the chairman of the forum and the Chairman of Securities Board of Nepal as the vice-chairman. As per the provision of the forum, the current vice-chairman will chair the forum next year.

The major objectives of the forum are promoting co-operation among South Asian Securities Regulators for fostering a common understanding on regional regulatory activities; sharing information and experiences; and harmonizing regulations and policies and financial reporting systems, to the extent feasible.

3.10 Training, Seminar and Interaction Program

3.10.1 Seminar on Corporate Governance: Principles and Practices

With the objective of sharing the status of corporate governance practices in Nepal from legal and financial perspective and ongoing initiatives, SEBON organized a seminar on "Corporate Governance: Principles and Practices" on July 4, 2005 with the participation of chief executive officers of listed companies, account and legal professionals, government and regulatory authorities. Foreign and Nepalese experts in the field were available as resource persons. A special feature of the seminar was to share experiences on the corporate governance practices in Sri Lanka. The seminar was chaired by Dr. Champak Pokhrel, Honorable member of National Planning Commission.

In the seminar Mr. Binod Bahadur Shrestha, President of Federation of Nepalese Chamber of Commerce and Industries, delivered his remarks on Corporate Governance from private sector perspective. Mr. Bharat Raj Upreti, Advocate, Pioneer Law Associates, presented a paper on Corporate Governance: Legal and Regulatory Perspective and Mr. Sujit Mundul, CEO of Standard Chartered Bank Nepal Ltd. presented a paper on Corporate Governance: Banking and Financial Institutions Perspective.

Guest speaker for the program Mr. Ajith Nivard Cabaral, Chairman of Cabraal Consulting Group of Sri Lanka, shared the experiences of corporate governance practices in Sri Lanka and suggested the areas that Nepal need to consider for effective implementation of corporate governance standards and practices.

3.10.2 Interaction Program on Nepal Accounting Standards

In this fiscal year, SEBON and Accounting Standard Board jointly organized an "Interaction program on Nepal Accounting Standards". The main objective of the programme was to bring awareness on Nepal Accounting Standards amongst senior executives and professional accountants of the listed companies. The programme highlighted the significance of Accounting Standards for listed companies and the rationale for ensuring compliance as per the Nepal Accounting Standards. In the program, there were 73 participants from 50 companies.

3.10.3 Discussion with Issue Managers

In this fiscal year, SEBON organized a discussion program with the Issue Managers on "Listing of Securities and Issue Management Services". The major issues discussed were on the transparency on criteria and process of listing, measures to facilitate timely listing and adoption of Listing Manual by NEPSE, measures to check the fake applications during the initial public offerings of securities, identification of promoters shares and compliance to the lock-in period, cooperation among the issue managers for quality service and issue charges.

3.10.4 Observation Tour

In this fiscal year, with the support of Asian Development Bank, a team comprising of the officials from Ministry of Finance, SEBON, CRO and NEPSE visited Securities Exchange Commission of Pakistan, Karachi Stock Exchange and Securities Depository Company of Pakistan. The main objective of the visit was to study the development of capital market in Pakistan and its regulatory mechanism.

3.10.5 Participation in Trainings and Seminar

In the fiscal year, the participation of SEBON staffs in the programs organized at international level was as follows.

S.N.	Program	Organizer	Participants from SEBON
1	Annual Conference	South Asian Federation of Exchanges	1
2	Corporate Governance: Challenges in Implementation	South Asian Federation of Accountants	1
3	Tokyo Seminar on Securities Market Regulation	Financial Services Agency, Japan	1
4	Tokyo Enforcement Seminar	Securities and Exchange Surveillance Commission, Japan	2
5	International Institute for Securities Market Development	United States Securities and Exchange Commission	1
6	Theme Conference	South Asian Federation of Exchanges	1
7	Corporate Governance Training & Workshop	World Bank	1

Similarly, SEBON staffs also participated in the training programs like "Beginners Accountancy Training", "Nepal Accounting Standards", "Web Designing", "Professional Accountants: Looking Beyond Frontier", "Office Orientation Training", "Income Tax and VAT", and "TDS, Installment Tax and Income from Remuneration" organized at national level.

3.11 Publications

3.11.1 Securities Market Review

SEBON published "Securities Market Review" for each quarter of this fiscal year and also placed in its web site.

3.11.2 Annual Report

In pursuant to the section 26 of the "Securities Ordinance, 2005", SEBON has published its Annual Report for the fiscal year 2003/04.

3.11.3 Study Report on Corporate Governance in Nepal

In this fiscal year, SEBON conducted a study on "Corporate Governance Practices in Nepal" and published a booklet on it. The study has explored the status of corporate governance level in Nepal and revealed the fact that corporate leaders are positive towards improving corporate governance practices.

3.11.4 Investor Education Materials

In this fiscal year, SEBON published various tips in different newspapers in order to increase awareness of the investors regarding investment in securities. The tips are also placed in the web site of SEBON.

3.11.5 Web Site

With the objective of acquainting the stakeholders with the market scenario, prevailing rules and regulations and providing necessary information through online electronic communication system, SEBON has been updating its web site regularly. The website address of SEBON is <http://www.sebonp.com/>.

SECURITIES MARKET

- **Securities Issue**
- **Listing of Securities**
- **Classification of Listed Companies**
- **Paid-up Value**
- **Turnover**
- **Market Capitalization**
- **Price Index**

4. Securities Market

4.1 Securities Issue

In this fiscal year, 13 companies consisting of four commercial banks, two development banks, six finance companies and one hydropower company issued their securities to the public. The amount of issue was Rs. 1476.82 million. In the last fiscal year, 14 companies had issued securities amounting to Rs. 1027.50 million.

Detail on securities issue in the fiscal year 2004/05 is given in table 10.

Table 10: Securities Issue

S.N.	Name of the Company	Types of Securities	Issued Amount (Rs. in Million)	Issue Date	Subscription (Times)
1	Nepal Bangladesh Bank Ltd.	Rights Share	359.92	16/07/2004	-
2	National Hydro Power Co. Ltd.	Ordinary Share	140.00	03/09/2004	-
3	World Merchant Banking and Finance Ltd.	Ordinary Share	24.00	03/09/2004	9.65
4	Annapurna Finance Co. Ltd.	Rights Share	20.00	05/11/2004	-
5	Birgunj Finance Co. Ltd.	Ordinary Share	24.00	22/11/2004	7.04
6	Deprosc Development Bank Ltd.	Ordinary Share	3.48	27/01/2005	2.59
7	Everest Bank Ltd.	Debenture	300.00	20/04/2005	-
8	Nirdhan Uthan Bank Ltd.	Right Share	15.00	25/04/2005	-
9	Nepal SBI Bank Ltd.	Right Share	215.93	03/05/2005	-
10	Nepal Investment Bank Ltd.	Right Share	295.29	13/05/2005	-
11	Everest Finance Ltd.	Ordinary Share	8.00	17/05/2005	5.40
12	Capital Merchant Banking and Finance Ltd.	Ordinary Share	28.00	06/06/2005	2.02
13	National Finance Co. Ltd.	Right Share	43.20	15/06/2005	-
Total			1476.82*		

* Excluding additional sale of units of Citizen Unit Scheme amounting Rs. 45.49 million.

4.2 Listing of Securities

In this fiscal year, 26 companies listed their securities amounting to Rs. 3428.3 in NEPSE. The detail on listing is given in table 11.

Table 11: Listing of Securities

S.N.	Name of the Company	Types of Securities	Amount (Rs. in Million)	Listing Date
1	Kumari Bank Ltd. *	Ordinary Share	500.00	29/07/2004
2	Fewa Finance Ltd. *	Ordinary Share	20.00	17/09/2004
3	Narayani Finance Ltd.	Bonus Share	4.72	07/10/2004
4	Sagarmatha Insurance Co. Ltd.	Bonus Share	5.10	04/11/2004
5	Lumbini Bank Ltd. *	Ordinary Share	500.00	10/11/2004
6	Prudential Insurance Co. Ltd. *	Ordinary Share	100.00	10/11/2004
7	Laxmi Bank Ltd. **	Ordinary Share	60.00	11/11/2004
8	Rastriya Beema Sansthan	Bonus Share	13.85	08/12/2004
9	Pashchimanchal Bikash Bank Ltd. *	Ordinary Share	20.00	28/12/2004
10	Kist Merchant Banking and Finance Ltd. *	Ordinary Share	50.00	28/12/2004
11	Chhimek Bikash Bank Ltd. *	Ordinary Share	10.00	28/12/2004
12	Butwal Power Co. Ltd. ***	Ordinary Share	839.06	28/12/2004
13	Nepal Credit & Commerce Bank Ltd. *	Ordinary Share	700.00	31/01/2005
14	World Merchant Banking & Finance Ltd. *	Ordinary Share	60.00	31/01/2005
15	Everest Insurance Co. Ltd.	Bonus Share	30.00	14/02/2005
16	National Finance Co. Ltd.	Bonus Share	7.20	21/02/2005
17	Birgunj Finance Ltd. *	Ordinary Share	60.00	20/03/2005
18	Paschimanchal Finance Co. Ltd.	Bonus Share	4.00	06/04/2005
19	Narayani Finance Ltd.	Bonus Share	5.62	06/04/2005
20	Nepal Bangladesh Bank Ltd.	Right Share	359.93	06/04/2005
21	Peoples Finance Ltd.	Right Share	8.67	26/04/2005
22	N.B. Finance and Leasing Co. Ltd.	Rights Share	20.05	04/04/2005
23	Annapurna Finance Company Ltd.	Rights Share	30.00	04/04/2005
24	Central Finance Co. Ltd.	Bonus Share	4.00	23/05/2005
25	Deprosc Development Bank Ltd. *	Ordinary Share	11.60	29/05/2005
26	Nepal Housing & Merchant Finance Ltd.	Bonus Share	4.50	06/07/2005
Total			3428.30	

* New company listing securities

** Securities of HISEF Finance Ltd. re-listed in the stock exchange in the name of Laxmi Bank Ltd. after the merger of these two companies

*** Promoters Share

Of the 26 companies listing securities in NEPSE, 12 are new companies. In this fiscal year, NEPSE de-listed the shares of Nepal Bank Ltd. As at the end of this fiscal year, number of listed companies in NEPSE reached to 125.

Table 12: Listed Companies by the end of the Fiscal Year 2004/05

S.N.	Sector	Number of Listed Company	Percent
1	Commercial Bank	14	11.20
2	Development Bank	7	5.60
3	Finance Company	44	35.20
4	Insurance Company	14	11.20
5	Hotel	4	3.20
6	Manufacturing & Processing Company	29	23.20
7	Trading Company	8	6.40
8	Other Company	5	4.00
Total		125	100.00

4.3 Classification of Listed Companies

Out of 125 listed companies, NEPSE classified 48 companies consisting of nine commercial banks, one development bank, 27 finance companies, 10 insurance companies and one manufacturing and processing company under group "A" and the rest under group "B", as per the provision of "Securities Listing Bye-laws, 1996". As per the provision of "Securities Listing Bye-laws, 1996" those listed companies which have profit track record for the last three years, book value higher than paid up value, submitted its financial statement to NEPSE within six months of the expiry of fiscal year, paid up capital exceeding Rs. 20 million, have at least 1000 shareholders falls on category "A". The companies on category "A" are given in table 13.

Table 13: Listed Companies Under Group "A"

S.N.	Name of the Company	S.N.	Name of the Company
Commercial Bank			
1	NABIL Bank Ltd.	2	Nepal Investment Bank Ltd.
3	Standard Chartered Bank Nepal Ltd.	4	Himalayan Bank Ltd.
5	Nepal SBI Bank Ltd.	6	Nepal Bangladesh Bank Ltd.
7	Everest Bank Ltd.	8	Bank of Kathmandu Ltd.
9	Nepal Industrial and Commercial Bank Ltd.		
Development Bank			
10	Development Credit Bank Ltd.		
Finance Company			
11	National Finance Co. Ltd.	12	Kathmandu Finance Ltd.
13	Peoples Finance Ltd.	14	Union Finance Co. Ltd.
15	Citizen Investment Trust	16	Nepal Aawas Bikas Beeta Co. Ltd.
17	Narayani Finance Ltd.	18	Gorkha Finance Ltd.

S.N.	Name of the Company	S.N.	Name of the Company
19	Universal Finance Ltd.	20	Mahalaxmi Finance Ltd.
21	Goodwill Finance Co. Ltd.	22	Pashchimanchal Finance Ltd.
23	Lumbini Finance & Leasing Co. Ltd	24	Siddhartha Finance Ltd.
25	Nepal Merchant Banking & Fin. Ltd	26	Alpic Everest Finance Ltd.
27	International Leasing and Finance Co. Ltd.	28	United Finance Ltd.
29	Shree Investment and Finance Co. Ltd.	30	Central Finance Ltd.
31	Premier Finance Co. Ltd.	32	Navadurga Finance Co. Ltd.
33	Butwal Finance Ltd.	34	Janaki Finance Co. Ltd.
35	Standard Finance Ltd.	36	Om Finance Co. Ltd.
37	Cosmic Merchant Banking and Finance Ltd.		
Insurance Company			
38	National Life and General Insurance Co. Ltd.	39	Himalayan General Insurance Co. Ltd.
40	United Insurance Co. (Nepal) Ltd.	41	Everest Insurance Co. Ltd.
42	Premier Insurance Co. (Nepal) Ltd.	43	Neco Insurance Ltd.
44	Alliance Insurance Co. Ltd.	45	Sagarmatha Insurance Co. Ltd.
46	Nepal Life Insurance Co. Ltd.	47	Life Insurance Corporation (Nepal) Ltd.
Manufacturing Company			
48	Unilever Nepal Ltd.		

4.4 Paid-up Value

The total paid-up value of the listed securities at the end of this fiscal year reached Rs. 16771.85 million. The paid-up value in the last fiscal year was Rs. 13404.90 million.

Table 14: Paid-up Value

S.N.	Sector	Paid up value (Rs in Million)	Percent
1	Commercial Bank	6987.34	41.66
2	Development Bank	669.48	3.99
3	Finance Company	2009.89	11.98
4	Insurance Company	1228.00	7.32
5	Hotel	1552.88	9.26
6	Manufacturing & Processing Company	2756.96	16.44
7	Trading Company	76.64	0.46
8	Other Company	1490.66	8.89
Total		16771.85	100.00

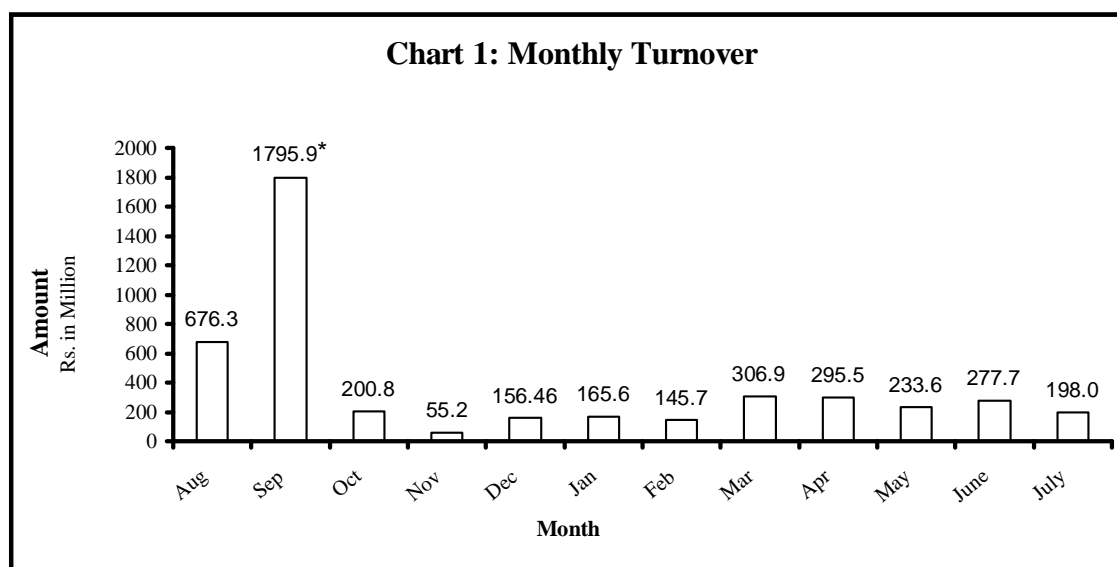
4.5 Turnover

The total amount of securities traded in this fiscal year is Rs. 4507.68 million. In the last fiscal year, it was Rs. 2144.27 million.

Table 15: Annual Turnover

S.N.	Sector	Trading Amount (Rs in Million)	Percent
1	Commercial Bank	4021.83	89.23
2	Development Bank	22.01	0.48
3	Finance Company	216.37	4.80
4	Insurance Company	67.62	1.50
5	Hotel	4.48	0.10
6	Manufacturing & Processing Company	114.90	2.55
7	Trading Company	7.99	0.18
8	Other Company	52.48	1.16
Total		4507.68	100.00

In this fiscal year, the percentage turnover to market capitalization is 7.35, while that of the last fiscal year was 5.18. The number of traded companies in this fiscal year is 102, which were 92 in the last fiscal year. Monthly turnover during this fiscal year is given in chart 1.



* Including block transaction of shares of Standard Chartered Bank Nepal Ltd. amounting to Rs. 1660.10 million.

4.6 Market Capitalization

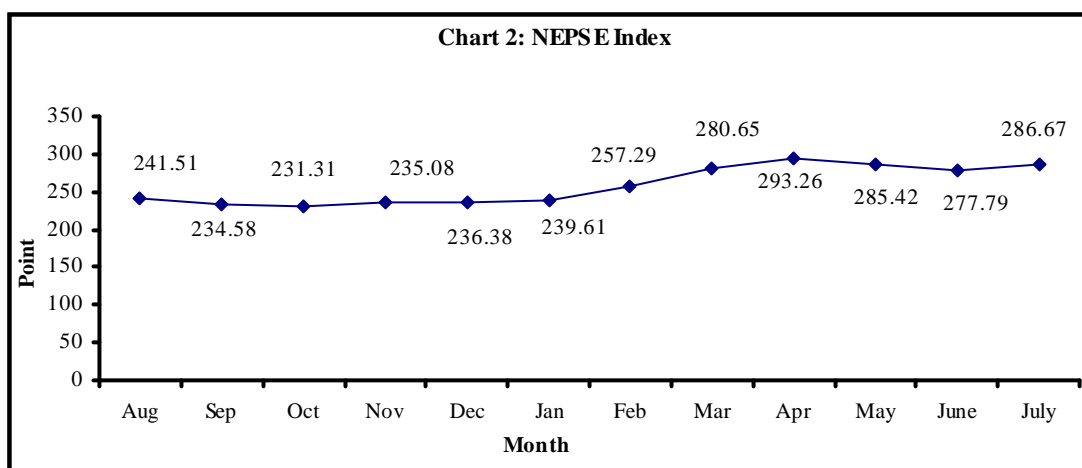
By the end of this fiscal year, the market capitalization value of the listed securities reached to Rs. 61365.89 million. In the last fiscal year, this value was Rs. 41424.77 million. During this year, the highest value of market capitalization was Rs. 63806.13 million and the lowest was Rs. 41539.32 million. The percentage contribution of market capitalization on GDP is estimated to be 12.17.

Table 16: Market Capitalization

S.N.	Sector	Market Capitalization Value (Rs in Million)	Percent
1	Commercial Bank	40119.88	65.38
2	Development Bank	1050.07	1.71
3	Finance Company	3666.13	5.97
4	Insurance Company	3966.10	6.46
5	Hotel	2308.38	3.76
6	Manufacturing & Processing Company	5024.83	8.19
7	Trading Company	635.88	1.04
8	Other Company	4594.62	7.49
Total		61365.89	100.00

4.7 Price Index

By the end of this fiscal year, the price index of the listed securities (NEPSE Index) remained at 286.67 points, which is 64.63 points higher than that of the last fiscal years' index 222.04. points. In this fiscal year, the highest index of 298.78 was noted on May 4, 2005 and the lowest index of 222.65 was noted on July 16, 2004.



COLLECTIVE INVESTMENT SCHEME

- **Citizen Investment Scheme**
- **NCM Mutual Funds**

5. Collective Investment Schemes

5.1 Citizen Unit Scheme

SEBON had permitted Citizen Investment Trust (CIT) to operate the Citizen Unit Scheme in the fiscal year 1994/95. The objective of the scheme is to collect capital from the small and medium savers to make investment in a professional and efficient way and distribute the returns earned thereon. This is an open-ended scheme with the face value of Rs. 100.00 per unit. CIT itself has been performing the function of selling and repurchasing the unit of the scheme.

CIT has been regularly reporting SEBON on the performance of the scheme. The performance of Citizen Unit Scheme as reported by CIT is given in table 17.

Table 17: Performance of Citizen Unit Scheme

S.N.	Particulars	Fiscal Year				
		2000/01	2001/02	2002/03	2003/04	2004/05*
1	Total amount of unit sold (Rs. in million)	336.78	645.26	837.47	1003.87	1215.62
2	Total amount of unit repurchased (Rs. in million)	110.63	280.62	432.15	536.27	702.53
3	Investment (Rs. in million)	236.40	371.50	414.43	417.04	531.40
	(a) Government Bond	59.65	119.50	188.00	182.00	176.00
	(b) Bank Deposit (Fixed)	100.00	130.00	96.50	92.00	108.00
	(c) Share / Debenture	6.75	10.50	15.43	26.54	31.40
	(d) Loan & Advances	70.00	111.50	114.50	116.50	216.00
4	Net Income	19.90	35.26	37.40	36.26	42.12
5	Dividends (%)	9	8.5	8	7	7
6	Number of Unit Holders	6270	8299	9087	9871	10813

* Provisional

As reported by CIT, by the end of the fiscal year 2004/05, it sold units amounting to Rs. 1215.62 million and repurchased the units amounting to Rs. 702.53 million. Additional sale of the scheme in this fiscal year is Rs. 45.49 million. By the end of this fiscal year, its total investment is Rs. 531.40 million and the profit of the scheme in this fiscal year is Rs. 42.12 million. The total number of participants of the scheme reached to 10813. In this fiscal year the scheme distributed 7 percent dividend to its unit holders.

5.2 NCM Mutual Fund

SEBON approved for the operation of NCM Mutual Fund, 2002 in the fiscal year 2002/03. The total amount of the mutual fund is Rs. 100.00 million. It is a close-ended fund and its maturity period is 10 years. Each units of the fund has a par value of Rs. 10. The scheme is listed in the stock exchange. NIDC Capital Markets Ltd. is the fund manager of this scheme and Nepal Industrial Development Corporation is the trustee. As per the provision made in the prospectus of the fund, NIDC Capital Markets Ltd., the fund manager, has been regularly reporting the performance of the fund to SEBON.

The performance of the fund in the fiscal year 2003/04 is given in table 18.

Table 18: Performance of NCM Mutual Fund

(Rs. in Million)

S.N.	Particulars	Fiscal Year		
		2002/03	2003/04	2004/05*
1	Investment	110.32	123.41	156.49
	(a) Share/Debenture	84.43	95.88	127.95
	(b) Government Bond	10.00	10.00	10.00
	(c) Bank Deposit	15.89	8.83	18.54
2	Number of invested Company	29	31	35
3	Net Income	2.138	9.50	9.19
	(a) Dividend in Share	1.62	2.16	1.82
	(b) Interest in Government Bond/ Debenture	0.028	0.77	0.69
	(c) Bank Interest	0.49	0.61	0.34
	(d) Income from Sale of Shares	-	5.96	6.34
4	Net Assets Value	105.69	118.02	144.93
5	Outstanding Unit (In thousands)	10,000	10,000	10,000
6	Net Asset Value per unit (Rs.)	10.57	11.80	14.49
7	Number of Unit holder	2,882	2,882	2,559
	(a) Institutional	19	19	20
	(b) Individual	2,863	2,863	2,539
8	Dividend (%)	5	5	5

As reported by NIDC Capital Markets Ltd., total investment of the fund reached to Rs. 156.49 million by the end of the fiscal year 2004/05 and the net asset value (NAV) increased to Rs.

144.93 million. Total number of unit holders of the fund as at the end of the fiscal year 2004/05 is 2559 consisting of 2539 individual and 20 institutions.

This fund has been listed in the stock exchange. The market price of each unit at the end of the fiscal year 2004/05 was quoted at Rs. 10.00. As per the reporting of the NIDC Capital Markets Ltd., NAV per unit of the fund is Rs. 14.49.

CORPORATE AFFAIRS

- **Information Disclosure**
- **Annual General Meeting**
- **Dividend/Bonus Share Declaration**
- **Rights Share Announcement**
- **Operational Results of Listed Companies**

6. Corporate Affairs

6.1 Information Disclosure

Submission of Annual Reports

In this fiscal year, out of 125 listed companies, 86 companies have submitted their annual reports for the fiscal year 2002/03 to SEBON. Out of these 86 companies, only the following eight companies have submitted the reports within the prescribed time.

Table 19: Timely Submission of Annual Reports

S.N.	Name of Listed Companies	Annual Report/Financial Statement	Date of Submission
1	Life Insurance Corporation (Nepal) Ltd.	3 rd Annual Report	23/09/2004
2	Oriental Hotels Ltd.	Financial Statement	24/09/2004
3	Peoples Finance Ltd.	Financial Statement	28/09/2004
4	Nepal Life Insurance Co. Ltd.	5 th Annual Report	05/10/2004
5	Narayani Finance Ltd.	10 th Annual Report	14/10/2004
6	Pokhara Finance Ltd.	8 th Annual report	18/10/2004
7	Lumbini Bank Ltd.	4 th , 5 th , 6 th and 7 th Annual Report	02/11/2004
8	Nepal Housing and Merchant Finance Ltd.	Financial Statement	10/11/2004

Among the companies submitting their reports timely, Oriental Hotels Ltd., Peoples Finance Ltd. and Nepal Housing and Merchant Finance Ltd. have also submitted their annual reports for the fiscal year 2003/04 within the fiscal year 2004/05.

In this fiscal year, 78 companies submitted their annual report of the fiscal year 2003/04 to SEBON after the expiry of the report submission date. These companies consist of 12 commercial banks, five development banks, 37 finance companies, eight insurance companies, three hotels, nine manufacturing and processing companies, three trading companies and one company from other group. Detail is given in table 20.

Table 20: Submission of Annual Report by the Listed Companies

S.N.	Name of Listed Companies	Annual Report/Financial Statement	Date of Submission
Commercial Bank			
1	Laxmi Bank Ltd.	4 th Annual Report	01/12/2004
2	Everest Bank Ltd.	10 th Annual Report	20/12/2004

S.N.	Name of Listed Companies	Annual Report/Financial Statement	Date of Submission
3	Nepal Investment Bank Ltd.	18 th Annual Report	23/12/2004
4	Nabil Bank Ltd.	20 th Annual Report	28/12/2004
5	Bank of Kathmandu Ltd.	10 th Annual Report	29/12/2004
6	Machhapuchhare Bank Ltd.	8 th Annual Report	04/01/2005
7	Nepal SBI Bank Ltd.	11 th Annual Report	07/02/2005
8	Kumari Bank Ltd.	3 rd and 4 th Annual Report	09/02/2005
9	Standard Chartered Bank (Nepal) Ltd.	18 th Annual Report	11/02/2005
10	Nepal Credit and Commerce Bank Ltd.	7 th Annual Report	06/04/2005
11	Nepal Industrial and Commercial Bank Ltd.	7 th Annual Report	08/04/2005
12	Himalayan Bank Ltd.	12 th Annual Report	14/05/2005
Development Bank			
1	Development Credit Bank Ltd.	4 th Annual Report	27/12/2004
2	Nirdhan Utthan Bank Ltd.	8 th Annual Report	02/01/2005
3	Chhimek Bikash Bank Ltd.	3 rd Annual report	17/03/2005
4	Pashchimanchal Bikah Bank Ltd.	2 nd Annual Report	01/04/2005
5	Nepal Development Bank Ltd.	6 th Annual Report	18/04/2005
Finance Company			
1	National Finance Co. Ltd.	12 th Annual Report	02/12/2004
2	Kathmandu Finance Ltd.	10 th Annual Report	07/12/2004
3	Annapurna Finance Co. Ltd.	Financial Statement	10/12/2004
4	Ace Finance Co. Ltd.	9 th Annual Report	27/12/2004
5	Premier Finance Co. Ltd.	8 th Annual Report	27/12/2004
6	Om Finance Co. Ltd.	4 th Annual Report	29/12/2004
7	Janaki Finance Co. Ltd.	Financial Statement	29/12/2004
8	Mahalaxmi Finance Ltd.	9 th Annual Report	30/12/2004
9	Shree Investment & Finance Co. Ltd.	10 th Annual Report	04/01/2005
10	Pashchimanchal Finance Co. Ltd.	9 th Annual Report	05/01/2005
11	Universal Finance Ltd.	9 th Annual Report	06/01/2005
12	Siddhartha Finance Ltd.	9 th Annual Report	07/01/2005
13	Gorkha Finance Co. Ltd.	10 th Annual Report	10/01/2005
14	Samjhana Finance Co.Ltd.	Financial Statement	10/01/2005
15	International Leasing & Finance Co. Ltd.	9 th Annual Report	15/02/2005
16	Cosmic Merchant Banking & Finance Ltd.	4 th Annual Report	21/02/2005

S.N.	Name of Listed Companies	Annual Report/Financial Statement	Date of Submission
17	Central Finance Co. Ltd.	8 th Annual Report	22/02/2005
18	Fewa Finance Ltd.	2 nd Annual Report	22/02/2005
19	Kist Merchant Banking nad Finance Ltd.	3 rd Annual Report	01/03/2005
20	General Finance Ltd.	Financial Statement	11/03/2005
21	Nepal Abas Bikash Bitta Co. Ltd.	12 th Annual Report	14/03/2005
22	World Merchant Banking & Finance Ltd.	3 rd Annual Report	18/03/2005
23	Nepal Share Markets Co. Ltd.	11 th Annual Report	29/03/2005
24	Union Finance Co. Ltd.	10 th Annual Report	30/03/2005
25	Navadurga Finance Co. Ltd.	8 th Annual Report	31/03/2005
26	Nepal Merchant Banking & Finance Ltd.	9 th Annual Report	01/04/2005
27	Standard Finance Ltd.	9 th Annual Report	03/04/2005
28	Butwal Finance Ltd.	7 th Annual Report	03/04/2005
29	Lalitpur Finance Co. Ltd.	8 th Annual Report	04/04/2005
30	Alpic Everest Finance Ltd.	11 th Annual Report	06/04/2005
31	NIDC Capital Markets Ltd.	11 th and 12 th Annual Report	07/04/2005
32	Goodwill Finance Co. Ltd.	10 th Annual Report	08/04/2005
33	Nepal Finance & Saving Co. Ltd.	12 th Annual Report	11/04/2005
34	United Finance Ltd.	10 th Annual Report	11/05/2005
35	Lumbini Finance & Leasing Co. Ltd.	8 th and 9 th Annual Report	26/06/2005
36	Citizen Investment Trust	10 th Annual Report	27/06/2005
37	Birgunj Finance Ltd.	1 st Annual Report	12/07/2005
Insurance Company			
1	United Insurance Co. (Nepal) Ltd.	11 th Annual Report	23/11/2004
2	Sagarmatha Insurance Co. Ltd.	8 th Annual Report	22/12/2004
3	Premier Insurance Co. Ltd.	11 th Annual Report	29/12/2004
4	Himalayan General Insurance Co. Ltd.	11 th Annual Report	01/02/2005
5	NB Insurance Co. Ltd.	7 th Annual Report	10/03/2005
6	Alliance Insurance Co. Ltd.	8 th and 9 th Annual Report	14/03/2005
7	Everest Insurance Co. Ltd.	10 th Annual Report	21/03/2005
8	Neco Insurance Co. Ltd.	9 th Annual Report	13/06/2005
Hotel			
1	Soaltee Hotel Ltd.	30 th Annual Report	31/12/2004
2	Yak & Yeti Hotel Ltd.	28 th Annual Report	18/01/2005

S.N.	Name of Listed Companies	Annual Report/Financial Statement	Date of Submission
3	Taragaun Regency Hotels Ltd.	Financial Statement	31/04/2005
Manufacturing & Processing Company			
1	Unilever Nepal Ltd.	11 th Annual Report	22/11/2004
2	Arun Vanaspati Udyog Ltd.	Financial Statement	09/01/2005
3	Bottlers Nepal (Balaju) Ltd.	26 th Annual Report	19/01/2005
4	Bottlers Nepal (Terai) Ltd.	18 th Annual Report	19/01/2005
5	Nepal Banaspati Ghee Udyog Ltd.	19 th Annual Report	14/02/2005
6	Khadhya Udyog Ltd.	32 nd Annual Report	03/03/2005
7	Shree Raghupati Jute Mills Ltd.	7 th Annual Report	11/05/2005
8	Jyoti Spinning Mills Ltd.	15 th Annual Report	01/06/2005
9	Nepal Lube Oil Ltd.	13 th Annual Report	30/06/2005
Trading Company			
1	Bishal Bazar Co. Ltd.	24 th Annual Report	21/12/2004
2	Salt Trading Co. Ltd.	38 th Annual Report	02/01/2005
3	Nepal Welfare Co. Ltd.	Financial Statement	04/03/2005
Other Company			
1	Butwal Power Co. Ltd.	12 th Annual Report	21/12/2004

Name of the companies not submitting the annual reports for the fiscal year 2003/04 in this fiscal year are given in table 21.

Table 21: Companies not Submitting Annual Reports/Financial Statements

S.N.	Name of the Company	S.N.	Name of the Company
1	Nepal Bangladesh Bank Ltd.	2	Nepal Industrial Development Corporation
3	Deprosc Bikash Bank Ltd.	4	Yeti Finance Co. Ltd.
5	NB Finance & Leasing Co. Ltd.	6	Nepal Srilanka Merchant Bank Ltd.
7	Rastriya Beema Sansthan	8	Nepal Insurance Co. Ltd.
9	Prudencial Insurance Co. Ltd.	10	National Life & General Insurance Co. Ltd.
11	The Juddha Match Factory (Biratnagar) Ltd.	12	Shree Bhrikuti Pulp and Paper Nepal Ltd.
13	Nepal Battery Co. Ltd.	14	Butwal Dhago Karkhana Ltd.
15	Biratnagar Jute Mills Ltd.	16	Morang Sugar Mills Ltd.
17	Nepal Med Ltd.	18	Birat Shoe Ltd.
19	Nepal Bitumen and Barrel Udhdyog Ltd.	20	Himal Cement Co. Ltd.

S.N.	Name of the Company	S.N.	Name of the Company
21	Himalayan Distillery Ltd.	22	Nepal Plywood & Bobbin Co. Ltd.
23	Ace Laboratories (Nepal) Ltd.	24	Leatherage Bansbari Tannery and Shoe Factory Ltd.
25	Sayapatri Colour Lab. Co. Ltd.	26	Himgiri Textile Industries Ltd.
27	Nepal Trading Ltd.	28	Gorakhkali Rubber Udhog Ltd.
29	Plastic Trading Co. Ltd.	30	Harisiddhi Brick & Tiles Factory Ltd.
31	Nepal Byapar Co. (Koshi) Ltd.	32	Nepal United Co. Ltd.
33	National Hydro Power Co. Ltd.	34	Nepal Byapar Bikash Co. Ltd.
35	Necon Air Ltd.	36	Nepal Film Development Co. Ltd.
37	National Productivity & Economic Development Centre Ltd.		

Submission of Half Yearly Reports

In this fiscal year, only 11 companies submitted half yearly reports to SEBON. Out of these 11 companies, eight companies submitted on time.

Table 22 Submission of Half Yearly Report by the Listed Companies

S.N.	Name of Listed Companies	Date of Submission
1	NIDC Capital Markets Ltd.	28/01/2005
2	Annapurna Finance Company Ltd.	04/02/2005
3	Nepal Awas Bikash Bitta Co. Ltd.	10/03/2005
4	Narayani Finance Ltd.	11/02/2005
5	Mahalaxmi Finance Ltd.	10/02/2005
6	Pokhara Finance Co. Ltd.	10/02/2005
7	International Leasing & Finance Co. Ltd.	26/01/2005
8	Central Finance Co. Ltd.	19/01/2005
9	Butwal Finance Ltd.	22/02/2005
10	Om Finance Ltd.	22/02/2005
11	Unilever Nepal Ltd.	10/02/2005

6.2 Annual General Meeting

As prescribed by the prevailing legislation, corporate bodies should conduct their AGM within six months of the expiry of the fiscal year. Accordingly, out of 125 listed companies, 40 companies have conducted their AGM of the fiscal year 2003/04 on time. During this fiscal year, 83 companies consisting of 13 commercial banks, five development banks, 40 finance companies, 11 insurance companies, three hotels, eight manufacturing and processing companies, two trading

companies and one hydropower company have conducted their AGM of the fiscal year 2003/04. Listed companies holding AGM are given in table 23.

6.3 Dividend/Bonus Share Declaration

Out of the 83 companies holding AGM in this fiscal year, 22 companies have declared cash dividend, seven declared bonus share and four both cash dividend and bonus shares. The range of dividend is from 1.02 to 110 percent and the bonus share declaration is 10 to 50 percent. The detail is given in table 23.

Table 23: Annual General Meetings and Dividend/Bonus Share Declaration

S.N.	Name of the Company	AGM	Held on	Dividend/ Bonus Share	Percent (On Paid-up Value)
Commercial Bank					
1	Everest Bank Ltd.	10 th	25/11/2004	Cash Dividend	20
2	Lumbini Bank Ltd.	4 th , 5 th , 6 th , 7 th	21/12/2004	-	-
3	Laxmi Bank Ltd.	4 th	24/12/2004	-	-
4	Standard Chartered Bank (Nepal) Ltd.	18 th	07/01/2005	Cash Dividend	110
5	Bank of Kathmandu Ltd.	10 th	07/01/2005	Cash Dividend	10
6	Nabil Bank Ltd.	20 th	09/01/2005	Cash Dividend	65
7	Nepal Investment Bank Ltd.	18 th	13/01/2005	Cash Dividend	15
8	Machhapuchhre Bank Ltd.	6 th	13/01/2005	-	-
9	Kumari Bank Ltd.	3 rd & 4 th	25/02/2005	-	-
10	Nepal SBI Bank Ltd.	11 th	30/03/2005	-	-
11	Nepal Industrial & Commercial Bank Ltd.	7 th	03/04/2005	-	-
12	Nepal Credit & Commerce Bank Ltd.	7 th	10/04/2005	-	-
13	Himalayan Bank Ltd.	12 th	29/05/2005	Bonus Share	20
Development Bank					
1	Nirdhan Utthan Bank Ltd.	6 th	02/01/2005	-	-
2	Development Credit Bank Ltd.	4 th	11/01/2005	Cash Dividend	10
3	Chhimek Bikash Bank Ltd.	3 rd	06/03/2005	-	-
4	Pashchimanchal Bikash Bank Ltd.	2 nd	10/03/2005	-	-
5	Nepal Development Bank Ltd.	6 th	25/04/2005	-	-
Finance Company					
1	Pokhara Finance Co. Ltd.	8 th	15/10/2004	Cash Dividend	15
2	Narayani Finance Ltd.	10 th	07/11/2004	Bonus Share	27
3	Birgunj Finance Ltd.	1 st	08/11/2004	-	-
4	National Finance Co. Ltd.	12 th	10/12/2004	Bonus Share	20

S.N.	Name of the Company	AGM	Held on	Dividend/ Bonus Share	Percent (On Paid-up Value)
5	Kathmandu Finance Ltd.	10 th	15/12/2004	-	-
6	Peoples Finance Ltd.	8 th	01/01/2005	Cash Dividend	10
7	Premier Finance Co. Ltd.	8 th	03/01/2005	-	-
8	Ace Finance Co. Ltd.	9 th	04/01/2005	Cash Dividend	20
9	Om Finance Co. Ltd.	4 th	08/01/2005	-	-
10	Mahalaxmi Finance Ltd.	9 th	09/01/2005	Cash Dividend	10
11	Nepal Housing & Merchant Finance Ltd.	10 th	09/01/2005	Bonus Share	10
12	Annapurna Finance Company Ltd.	11 th	11/01/2005	Cash Dividend Bonus Share	2.632 50
13	Pashchimanchal Finance Co. Ltd.	9 th	12/01/2005	Cash Dividend Bonus Share	20 10
14	Shree Investment & Finance Co. Ltd.	10 th	13/01/2005	-	-
15	Universal Finance Ltd.	9 th	13/01/2005	-	-
16	Siddhartha Finance Ltd.	9 th	13/01/2005	-	-
17	Gorkha Finance Co. Ltd.	10 th	13/01/2005	Cash Dividend	10
18	Fewa Finance Ltd.	2 nd	27/02/2005	-	-
19	Central Finance Co. Ltd.	8 th	27/02/2005	Cash Dividend Bonus Share	1.05 20
20	Kist Merchant Banking & Finance Ltd.	3 rd	10/03/2005	-	-
21	International Leasing & Finance Co. Ltd.	9 th	11/03/2005	Cash Dividend	10.53
22	Cosmic Merchant Banking & Finance Ltd.	4 th	13/03/2005	-	-
23	Nepal Abas Bikash Bitta Co. Ltd.	12 th	01/04/2005	Cash Dividend	18
24	Nepal Merchant Banking & Finance Ltd.	9 th	07/04/2005	Cash Dividend	30
25	Navadurga Finance Co. Ltd.	8 th	09/04/2005	Cash Dividend	5
26	Union Finance Co. Ltd.	10 th	10/04/2005	Cash Dividend Bonus Share	3 10
27	Butwal Finance Ltd.	7 th	10/04/2005	-	-
28	Standard Finance Ltd.	9 th	11/04/2005	-	-
29	World Merchant Banking & Finance Ltd.	3 rd	11/04/2005	-	-
30	Nepal Share Markets and Finance Ltd.	11 th	12/04/2005	-	-
31	Lalitpur Finance Co. Ltd.	8 th	12/04/2005	-	-
32	General Finance Ltd.	8 th	12/04/2005	-	-
33	Lumbini Finance & Leasing Co. Ltd.	8 th & 9 th	12/04/2005	-	-
34	Goodwill Finance Co. Ltd.	10 th	13/04/2005	-	-
35	Alpic Everest Finance Ltd.	11 th	13/04/2005	-	-
36	Nepal Finance & Saving Co. Ltd.	12 th	13/04/2005	-	-
37	NIDC Capital Markets Ltd.	11 th & 12 th	13/04/2005	-	-
38	Janaki Finance Co. Ltd.	7 th & 8 th	16/04/2005	Bonus Share	33.33

S.N.	Name of the Company	AGM	Held on	Dividend/ Bonus Share	Percent (On Paid-up Value)
39	United Finance Ltd.	10 th	13/05/2005	Cash Dividend	5
40	Citizen Investment Trust	10 th	11/07/2005	Cash Dividend	15
Insurance Company					
1	Nepal Life Insurance Co. Ltd.	5 th	14/10/2004	-	-
2	United Insurance Co. (Nepal) Ltd.	11 th	17/12/2004	-	-
3	Life Insurance Corporation (Nepal) Ltd.	3 rd	04/01/2005	-	-
4	Sagarmatha Insurance Co. Ltd.	8 th	10/01/2005	-	-
5	Premier Insurance Co. (Nepal) Ltd.	11 th	13/01/2005	-	-
6	Himalayan General Insurance Co. Ltd.	11 th	11/02/2005	-	-
7	NB Insurance Co. Ltd.	7 th	14/03/2005	Cash Dividend	10
8	Alliance Insurance Co. Ltd.	8 th & 9 th	03/04/2005	Bonus Share	10
9	Everest Insurance Co. Ltd.	10 th	10/04/2005	-	-
10	Prudential Insurance Co. Ltd.	3 rd	26/05/2005	-	-
11	Neco Insurance Co. Ltd.	9 th	06/06/2005	Bonus Share	10
Hotel					
1	Soaltee Hotel Ltd.	30 th	12/01/2005	-	-
2	Yak & Yeti Hotel Ltd.	28 th	12/01/2005	-	-
3	Oriental Hotels Ltd.	3 rd , 4 th , 5 th , 6 th & 7 th	28/03/2005	-	-
Manufacturing and Processing Company					
1	Unilever Nepal Ltd.	11 th	13/12/2004	Cash Dividend	100
2	Bottlers Nepal Ltd. (Balaju)	26 th	07/01/2005	-	-
3	Bottlers Nepal (Terai) Ltd.	18 th	07/01/2005	Cash Dividend	5
4	Jyoti Spinning Mills Ltd.	15 th	27/02/2005	-	-
5	Khadhya Udyog Ltd.	32 nd	11/03/2005	-	-
6	Nepal Banaspati Ghee Udyog Ltd.	19 th	11/03/2005	-	-
7	Shree Raghupati Jute Mills Ltd.	7 th	28/05/2005		
8	Nepal Lube Oil Ltd.	13 th	09/06/2005	-	-
Trading Company					
1	Bishal Bazar Co. Ltd.	24 th	01/01/2005	Cash Dividend	85
2	Salt Trading Corporation Ltd.	38 th	13/01/2005	Cash Dividend	20
Other Company					
1	Butwal Power Co. Ltd.	12 th	09/01/2005	-	-

6.4 Rights Share Announcement

In this fiscal year, five companies have been mandated by their respective AGM to issue rights shares from the AGM. Detail is presented in table 24.

Table 24: Rights Declaration

S.N.	Name of the Company	Ratio
1	Nepal SBI Bank Ltd.	2:1
2	National Finance Co. Ltd.	1:1
3	Navadurga Finance Co. Ltd.	2:1
4	Janaki Finance Co. Ltd.	2:1
5	Fewa Finance Co. Ltd.	1:1.5

6.5 Operational Results of Listed Companies

As revealed by the annual reports of the fiscal year 2003/04 submitted to SEBON, the operational results of the listed companies as well as the market price of their shares at the end of the same year is presented in table 25.

Table 25: Listed Companies' Operational Results for the Fiscal Year 2003/04

S.N.	Name of the Listed Company	Paid-up Capital (Rs. in Million)	Net worth Per Share (Rs.)	Net Profit (Rs. in Million)	Profit Per Share (Rs.)	Paid-up Value Per Share (Rs.)	Market Price of the Share (Rs.)
Commercial Bank							
1	Nepal Investment Bank Ltd.	295.29	246.88	152.67	51.70	100.00	940
2	Bank of Kathmandu Ltd.	463.58	140.37	127.00	27.40	100.00	295
3	Himalayan Bank Ltd.	536.25	246.93	263.05	49.05	100.00	840
4	Nabil Bank Ltd.	491.65	301.37	455.32	92.61	100.00	1000
5	Nepal Industrial & Commercial Bank Ltd.	499.96	124.08	68.26	13.65	100.00	218
6	Nepal SBI Bank Ltd.	426.88	146.80	60.85	14.25	100.00	307
7	Everest Bank Ltd.	315.00	171.53	143.57	45.58	100.00	680
8	Macchhapucchre Bank Ltd.	550.00	100.77	46.69	8.49	100.00	125
9	Laxmi Bank Ltd.	549.79	101.32	10.45	1.90	100.00	156
10	Standard Chartered Bank (Nepal) Ltd.	374.60	399.24	537.80	143.55	100.00	1745
11	Kumari Bank Ltd.	500.00	106.68	55.47	11.09	100.00	Listed on 29/7/2004

S.N.	Name of the Listed Company	Paid-up Capital (Rs. in Million)	Net worth Per Share (Rs.)	Net Profit (Rs. in Million)	Profit Per Share (Rs.)	Paid-up Value Per Share (Rs.)	Market Price of the Share (Rs.)
Development Bank							
1	Development Credit Bank Ltd.	160.00	112.72	30.75	19.22	100.00	167
2	Nepal Development Bank Ltd.	160.00	(74.69)	(302.01)	(188.76)	100.00	102
3	Nirdhan Utthan Bank Ltd.	9.92	200.28	4.90	4.90	100.00	90
Finance Company							
1	Narayani Finance Ltd.	29.87	141.13	10.51	35.18	100.00	220
2	Kathmandu Finance Ltd.	30.00	136.67	0.83	2.77	100.00	205
3	Gorkha Finance Ltd.	25.00	116.76	3.63	14.52	100.00	104
4	Pokhara Finance Ltd.	20.00	297.85	15.49	77.45	100.00	285
5	Shree Investment & Finance Co. Ltd.	24.00	99.53	8.52	21.30	100.00	171
6	National Finance Co. Ltd.	35.97	260.06	15.17	43.34	100.00	360
7	Lalitpur Finance Co. Ltd.	33.75	179.29	5.59	16.56	100.00	235
8	Alpic Everest Finance Ltd.	40.00	157.55	8.68	21.70	100.00	150
9	Mahalaxmi Finance Ltd.	50.00	140.44	15.22	30.44	100.00	270
10	Nepal Merchant Banking & Finance Ltd.	100.00	96.99	42.16	21.08	50.00	175
11	Annapurna Finance Co. Ltd.	32.00	297.75	21.11	65.97	100.00	450
12	Pashchimanchal Finance Co. Ltd.	40.00	158.63	12.06	30.15	100.00	220
13	Ace Finance Co. Ltd.	90.00	134.18	23.85	26.50	100.00	173
14	Nepal Housing & Merchant Finance Ltd.	45.00	149.16	5.62	12.49	100.00	230
15	Universal Finance Co. Ltd.	31.50	139.25	10.02	26.72	84.00	130
16	Nepal Finance & Saving Co. Ltd.	20.00	214.90	0.80	4.00	100.00	165
17	Samjhana Finance Co. Ltd.	22.16	89.24	1.37	6.09	100.00	124
18	Nepal Abas Bikash Bitta Co. Ltd.	48.99	146.25	15.30	31.23	100.00	165
19	Goodwill Finance Co. Ltd.	31.09	150.68	3.91	15.64	95.00	180
20	Nepal Share Markets Ltd.	120.00	105.94	3.48	2.90	100.00	103
21	Union Finance Co. Ltd.	65.98	118.09	14.39	21.81	100.00	131
22	United Finance Ltd.	60.00	108.58	2.80	4.67	100.00	106
23	Nepal Sri Lanka Merchant Bank Ltd.	100.00	109.71	2.38	2.38	100.00	95
24	Citizen Investment Trust	39.99	174.40	14.68	36.70	100.00	165
25	Peoples Finance Ltd.	31.33	127.08	4.66	14.88	100.00	104

S.N.	Name of the Listed Company	Paid-up Capital (Rs. in Million)	Net worth Per Share (Rs.)	Net Profit (Rs. in Million)	Profit Per Share (Rs.)	Paid-up Value Per Share (Rs.)	Market Price of the Share (Rs.)
26	International Leasing & Finance Co. Ltd.	120.00	116.96	11.64	9.70	100.00	111
27	Premier Finance Co. Ltd.	20.00	130.45	3.38	16.90	100.00	117
28	Central Finance Co. Ltd.	20.00	148.00	4.05	20.25	100.00	130
29	Navadurga Finance Co. Ltd.	20.00	120.30	3.19	15.95	100.00	117
30	Butwal Finance Co. Ltd.	50.00	120.30	4.04	8.08	100.00	115
31	General Finance Ltd.	18.91	120.98	(1.39)	(6.95)	100.00	150
32	NIDC Capital Markets Ltd.	58.00	128.40	20.34	35.07	100.00	107
33	Lumbini Finance & Leasing Co. Ltd.	51.00	126.73	17.39	28.98	85.00	100
34	Siddhartha Finance Ltd.	40.00	119.48	12.93	32.33	100.00	120
Insurance Company							
1	Premier Insurance Co. (Nepal) Ltd.	30.00	267.90	7.54	25.13	100.00	210
2	United Insurance Co. (Nepal) Ltd.	56.62	168.03	7.01	12.38	100.00	105
3	Sagarmatha Insurance Co. Ltd.	56.10	214.55	15.79	28.15	100.00	131
4	Neco Insurance Co. Ltd.	50.00	189.56	4.10	8.20	100.00	112
5	Himalayan General Insurance Co. Ltd.	30.00	234.90	11.96	39.87	100.00	175
6	Everest Insurance Co. Ltd.	30.00	200.00	17.17	57.23	100.00	350
7	Nepal Life Insurance Co. Ltd.	250.00	100.00	-	-	100.00	162
8	Life Insurance Corporation (Nepal) Ltd.	250.00	100.00	-	-	100.00	140
9	Alliance Insurance Co. Ltd.	49.94	192.65	2.00	4.00	100.00	103
10	NB Insurance Co. Ltd.	99.23	114.96	18.39	18.39	100.00	124
Hotel							
1	Yak & Yeti Hotel Ltd.	225.84	195.33	(7.27)	(3.22)	100.00	600 (2001/02)
2	Soaltee Hotel Ltd.	86.97	31.47	(44.44)	(5.11)	10.00	65
3	Oriental Hotels Ltd.	495.26	87.13	(63.73)	(12.87)	100.00	42
4	Taragaon Regency Hotels Ltd.	823.98	110.74	(164.36)	(0.19)	100.00	39
Manufacturing and Processing Company							
1	Unilever Nepal Ltd.	92.07	430.12	140.70	152.82	100.00	1400
2	Sri Raghupati Jute Mills Ltd.	180.70	95.49	7.17	3.97	100.00	16 (1996/97)
3	Jyoti Spinning Mills Ltd.	134.04	(101.25)	(8.81)	(6.29)	100.00	31 (2002/03)
4	Bottlers Nepal (Balaju) Ltd.	194.89	373.11	37.80	19.40	100.00	554

S.N.	Name of the Listed Company	Paid-up Capital (Rs. in Million)	Net worth Per Share (Rs.)	Net Profit (Rs. in Million)	Profit Per Share (Rs.)	Paid-up Value Per Share (Rs.)	Market Price of the Share (Rs.)
5	Bottlers Nepal (Terai) Ltd.	121.00	318.10	19.55	16.66	100.00	456
6	Khadya Udhyog Ltd.	12.93	379.58	14.81	-	100.00	231 (2001/02)
7	Arun Banaspati Udhyog Ltd.	55.03	(108.61)	1.15	2.09	100.00	58
<i>Trading Company</i>							
1	Bishal Bazar Co. Ltd.	27.30	139.85	20.30	74.36	100.00	1400
2	Salt Trading Corporation Ltd.	-	-	-	-	100.00	315
3	Nepal Welfare Co. Ltd.	3.08	78.29	(0.19)	(4.63)	50.00	80

APPENDICES

Appendix-1**Personnel of SEBON**

<u>Name</u>	<u>Designation</u>
Mr. Deepak Raj Kafle	Chairman
Mr. Dambar Prasad Dhungel	Advisor
Mr. Paristha Nath Poudyal	Deputy Director, Securities Market Regulation Department
Mr. Niraj Giri	Deputy Director, Corporate Finance & Administration Department
Mr. Binaya Dev Acharya	Chief, Corporate Finance and Reports Review Division
Mrs. Manju Upadhaya	Chief, Accounts and Administration Division
Mr. Nabaraj Adhikari	Chief, Market Analysis & Planning Development Division
Mr. Mukti Nath Shrestha	Chief, Market Regulation & Compliance Division
Mr. Dhruva Timilsina	Chief, HRD and Education Division
Mr. Krishna Prasad Ghimire	Acting Officer, Market Regulation & Compliance Division
Mr. Anuj Rimal	Acting Officer, Accounts and Administration Division

Supervisory Staffs

Mr. Prem Kajee Shrestha
 Mr. Suraj Pradhananga
 Mr. Deepak Sharma
 Mr. Raju G.C.
 Mr. Nabaraj Pandit
 Mrs. Sashi Aryal
 Mr. Rajan Thapa

Support Staffs

Mr. Nahakul Bhattarai
 Mr. Rajesh Lage
 Mr. Rajan Khatiwada
 Mr. Arjun Prasad Dhakal
 Mr. Deepak Chhetri
 Mr. Nabaraj Poudyal

Appendix-2**Balance Sheet
As of 15th July 2005**

(Rs. in '000)

Assets	2004/2005*	2003/2004
Fixed Assets (Net)	566.38	870.51
Investment	11853.68	12257.19
Net Working Capital	3345.24	2659.78
Total Assets	15765.30	15787.48

(Rs. in '000)

Liabilities	2004/2005*	2003/2004
General Reserve Fund	6000.00	6000.00
Revolving Fund	8600.00	8600.00
Gratuity Fund	636.05	468.68
Medical Fund	300.00	300.00
Staff Welfare Fund	00.00	279.00
Surplus	229.25	139.80
Total Liabilities	15765.30	15787.48

* Provisional

Appendix-2 (Contd.)

Income Statement
For the period of 16th July 2004 to 15th July 2005

(Rs. in '000)

Income	2004/2005*	2003/2004
Grant From HMG/N	5000.00	5050.00
Interest Income	829.04	845.83
Registration Fees	2044.24	2341.88
Other Income	71.25	00.00
Total Income	7944.53	8237.71

(Rs. in '000)

Expenditure	2004/2005*	2003/2004
Administrative Expenses	7150.08	6485.23
Board Meeting Expenses	138.58	135.44
Depreciation	331.51	349.40
Gratuity Expenses	234.91	296.48
Surplus (Excess of Income over Expenditure)	89.45	971.16
Total Expenditure	7944.53	7266.55

(Rs. in '000)

	2004/2005*	2003/2004
Surplus of previous year	139.80	197.63
Surplus of current year	89.45	971.16
Total Surplus	229.25	1168.79

* Provisional

Appendix-2 (Contd.)

Cash Flow Statement
For the period of 16th July 2004 to 15th July 2005

(Provisional)

Particulars	Rs.	Rs.
Cash flows from operating activities		
This year's surplus prior to appropriation	89,450.80	
Adjustments for:		
Depreciation	331,508.85	
Interest Income	(829,039.48)	
Operating income before working capital changes		(408,079.83)
Adjustments in Working capital		
Less, Decrease/(Increase) in current Assets	(333,864.56)	
Less, Increase/(Decrease) in current Liabilities	460,726.38	
Less, Payment from Staff Welfare Funds	(279,000.00)	
Less, Payment from Gratuity Funds	(67,744.21)	
Cash flows from operating activities		(219,882.39)
Cash flow from investing activities		
Interest Income	829,039.48	
Add, Accrued Interest for last year	845,950.00	
Less, Accrued Interest for this year	(796,950.00)	
Net Interest Income for this year		878,039.48
Less, Purchase of Fixed Assets	(29,545.00)	
Less, Sale of Investments	700,000.00	
Net cash flow from investment activities		1,548,494.48
Increase in cash and cash equivalents		1,056,040.68
Cash and cash equivalents at the beginning of year		18,679.54
Cash and cash equivalents at the end of the year		1,074,720.22

Appendix-3

Issue Approval

(Fiscal Year 1993/94 to 2004/2005)

(Rs. in million)

S. N.	Name of Issuing Company	Types of securities	Amount of Issue Approved	Permission Date	Issue Manager/ Fund Manager
Fiscal Year 1993/94					
1	Nepal Med Ltd.	Ordinary Share	2.70	28/07/1993	CIT
2	Nepal Share Markets Co. Ltd.	Ordinary Share	4.00	21/09/1993	NCML
3	Himalayan General Insurance Co. Ltd.	Ordinary Share	12.00	28/09/1993	NCML
4	Harisiddhi Brick & Tiles Factory Ltd.	Ordinary Share	53.20	12/12/1993	NCML
5	Nimrod Pharmaceuticals Ltd.	Ordinary Share	18.00	16/12/1993	CIT
6	Nepal Lever Ltd.	Ordinary Share	13.80	30/12/1993	NCML
7	Necon Air Ltd.	Ordinary Share	16.50	10/01/1994	CIT
8	Necon Air Ltd.	Preference Share	14.00	10/01/1994	CIT
9	United Insurance Co. (Nepal) Ltd.	Ordinary Share	24.00	30/01/1994	NCML
10	Nepal SBI Bank Ltd.	Ordinary Share	36.00	22/02/1994	CIT
11	Peoples Finance Ltd.	Ordinary Share	9.80	08/05/1994	CIT
12	Annapurna Finance Ltd.	Ordinary Share	2.00	10/05/1994	NSML
13	Nepal Film Development Co. Ltd.	Ordinary Share	21.90	05/06/1994	NCML
14	Agro Nepal Ltd.	Ordinary Share	9.00	12/06/1994	CIT
15	Birat Shoe Ltd.	Ordinary Share	5.00	21/06/1994	NCML
16	Birat Shoe Ltd.	Preference Share	2.50	21/06/1994	NCML
17	NIDC Capital Markets Ltd.	Mutual Fund	100.00	28/07/1993	NCML
Total			344.40		
Fiscal Year 1994/95					
18	Premier Insurance Co. Ltd.	Ordinary Share	12.00	18/08/1994	NCML
19	Ace Laboratories (Nepal) Ltd.	Ordinary Share	12.26	04/09/1994	NFCL
20	Nepal Bangladesh Bank Ltd.	Ordinary Share	36.00	29/09/1994	NCML
21	Everest Insurance Co. Ltd.	Ordinary Share	12.00	03/10/1994	NCML
22	Himgiri Textile Industries Ltd.	Ordinary Share	19.20	08/11/1994	CIT
23	Balaju Textile Industries Ltd.	Ordinary Share	7.50	24/11/1994	NSML
24	Kathmandu Finance Co. Ltd.	Ordinary Share	8.00	29/01/1995	NCML
25	Leatherage Bansbari Tannery & Shoe Factory Ltd.	Ordinary Share	15.00	14/03/1995	NCML
26	Citizen Investment Trust	Ordinary Share	16.00	10/04/1995	NFCL
27	Everest Bank Ltd.	Ordinary Share	36.00	26/04/1995	NCML
28	Kosh Byabasthapan Co. Ltd.	Ordinary Share	30.25	14/06/1995	NFCL
29	Citizen Investment Trust	Unit Scheme	50.00	29/06/1995	CIT
Total			254.21		

<i>S. N.</i>	<i>Name of Issuing Company</i>	<i>Types of securities</i>	<i>Amount of Issue Approved</i>	<i>Permission Date</i>	<i>Issue Manager/ Fund Manager</i>
<i>Fiscal Year 1995/96</i>					
30	Nepal Abbas Bikash Bitta Co. Ltd.	Ordinary Share	20.00	01/08/1995	RBB
31	Narayani Finance Co. Ltd.	Ordinary Share	4.00	11/09/1995	NFCL
32	Nepal Finance & Saving Co. Ltd.	Rights Share	2.00	22/10/1995	
33	Shree Brikuti Pulp & Paper Nepal Ltd.	Ordinary Share	105.00	05/12/1995	CIT
34	Yeti Finance Co. Ltd.	Ordinary Share	8.00	05/02/1996	NCML
35	Color Scan Nepal Ltd.	Ordinary Share	14.34	25/03/1996	CIT
36	HISEF Finance Ltd.	Ordinary Share	24.00	25/03/1996	NCML
37	Universal Finance and Capital Markets Ltd.	Ordinary Share	15.00	04/04/1996	CIT
38	Fleur Himalayan Co. Ltd.	Ordinary Share	12.28	07/04/1996	NCML
39	Ace Finance Co. Ltd.	Ordinary Share	12.00	14/04/1996	NSML
40	Samjhana Finance Ltd.	Ordinary Share	10.12	06/06/1996	RBB
41	Seti Cigarette Factory Ltd.	Rights Share	67.00	02/07/1996	
<i>Total</i>			<i>293.74</i>		
<i>Fiscal Year 1996/97</i>					
42	Nepal Housing & Merchant Finance Ltd.	Ordinary Share	12.00	26/07/1996	NSML
43	Bank of Kathmandu Ltd.	Ordinary Share	45.00	03/10/1996	NCML
44	Himalyan General Insurance Co. Ltd.	Rights Share	30.00	03/04/1997	AFCL
45	Bottlers Nepal Ltd.	Rights Share	225.20	03/04/1997	CIT
46	Nepal Share Markets Co. Ltd.	Rights Share	20.00	13/05/1997	AFCL
<i>Total</i>			<i>332.20</i>		
<i>Fiscal Year 1997/98</i>					
47	General Finance Co. Ltd.	Ordinary Share	8.00	17/08/1997	NSML
48	Nepal Bitumin & Barrel Udyog Ltd.	Ordinary Share	7.40	17/08/1997	NSML
49	Shreeram Sugar Mills Ltd.	Ordinary Share	46.50	23/10/1997	NCML
50	Shreeram Sugar Mills Ltd.	Debenture	93.00	23/10/1997	NCML
51	Neco Insurance Ltd.	Ordinary Share	20.00	26/10/1997	CIT & RBB
52	Nepal United Co. Ltd.	Rights Share	3.01	16/11/1997	NFCL
53	Nepal Bank Ltd.	Rights Share	241.95	27/11/1997	CIT
54	Mahalaxmi Finance Co. Ltd.	Ordinary Share	10.00	15/12/1997	NFCL
55	Paschimanchal Finance Co. Ltd.	Ordinary Share	8.00	05/01/1998	NSML
56	Annapurna Finance Co. Ltd.	Rights Share	5.00	25/01/1998	NFCL
57	Lalitpur Finance Co. Ltd.	Ordinary Share	9.50	02/04/1998	NCML
58	Goodwill Finance & Investment Co. (Nepal) Ltd.	Ordinary Share	10.00	27/05/1998	NCML
<i>Total</i>			<i>462.36</i>		

<i>S. N.</i>	<i>Name of Issuing Company</i>	<i>Types of securities</i>	<i>Amount of Issue Approved</i>	<i>Permission Date</i>	<i>Issue Manager/ Fund Manager</i>
<i>Fiscal Year 1998/99</i>					
59	Alliance Insurance Co. Ltd.	Ordinary Share	20.00	12/08/1998	CIT
60	Taragaon Regency Hotels Ltd.	Ordinary Share	120.00	16/12/1998	NCML, NMB
61	Taragaon Regency Hotels Ltd.	Preference Share	80.00	16/12/1998	NCML, NMB
62	Pokhara Finance Co. Ltd.	Ordinary Share	8.00	22/03/1999	CIT
63	Nepal Share Markets Co. Ltd.	Rights Share	30.00	25/05/1999	AFCL
<i>Total</i>			<i>258.00</i>		
<i>Fiscal Year 1999/2000</i>					
64	Universal Finance & Capital Market Ltd.	Ordinary Share	3.26	13/09/1999	CIT
65	Nepal Industrial & Commercial Bank Ltd.	Ordinary Share	175.00	15/11/1999	NCML& NMB
66	Nepal Merchant Banking & Finance Ltd.	Ordinary Share (not issued)	50.00	30/12/1999	NCML
67	Necon Air Ltd.	Rights Share	89.60	21/01/2000	CIT
68	Lumbini Finance & Leasing Co. Ltd.	Ordinary Share	24.00	01/02/2000	NSML
69	Paschimanchal Finance Co. Ltd.	Rights Share	20.00	14/02/2000	NSML
70	Ace Finance Co. Ltd.	Rights Share	15.00	29/03/2000	NSML
71	Sagarmatha Insurance Co. Ltd.	Ordinary Share	10.20	14/06/2000	NCML
72	Oriental Hotels Ltd.	Ordinary Share	150.00	27/06/2000	NCML
	Citizen Investment Trust	Unit Scheme*	93.25		CIT
<i>Total</i>			<i>630.31</i>		
<i>Fiscal Year 2000/2001</i>					
73	Siddhartha Finance Ltd.	Ordinary Share	8.00	07/11/2000	NMB
74	Nepal Merchant Banking & Finance Ltd.	Ordinary Share	50.00	30/11/2000	NCML
75	Alpic Everest Finance Ltd.	Ordinary Share	5.00	12/12/2000	NEFINSCO
76	Nepal Bangladesh Finance & Leasing Co. Ltd.	Ordinary Share	7.50	19/01/2001	NSML, NSMB
77	Narayani Finance Ltd.	Rights Share	12.58	12/03/2001	NSML
78	Nepal Bank of Ceylon Ltd.	Ordinary Share (not issued)	150.00	13/04/2001	NCML, NSMB, CIT
79	Everest Bank Ltd.	Rights Share	119.21	30/05/2001	CIT
80	Nepal Development Bank Ltd.	Ordinary Share	48.00	18/06/2001	CIT, NMB
81	Bank of Kathmandu Ltd.	Rights Share	234.00	13/07/2001	NCML
	Citizen Investment Trust	Unit Scheme*	82.91		CIT
<i>Total</i>			<i>717.20</i>		

S. N.	Name of Issuing Company	Types of securities	Amount of Issue Approved	Permission Date	Issue Manager/ Fund Manager
Fiscal Year 2001/2002					
82	Himalayan Distillery Ltd.	Ordinary Share	173.46	10/08/2001	NCML
83	Nepal Housing & Merchant Finance Ltd.	Rights Share	15.00	20/11/2001	NSML
84	Union Finance Co. Ltd.	Ordinary Share	24.00	20/12/2001	NCML
85	Development Credit Bank Ltd.	Ordinary Share	48.00	02/01/2002	NMB
86	Ace Finance Ltd.	Rights Share	45.00	02/01/2002	NSML
87	Nepal SBI Bank Ltd.	Rights Share	287.87	15/01/2002	NMB
88	NIDC Capital Markets Ltd.	Rights Share	40.00	18/03/2002	CIT
89	Nepal Bank Of Ceylon Ltd.	Ordinary Share (Not issued)	150.00	25/03/2002	NCML, CIT, NSMB
90	United Finance Ltd.	Ordinary Share	24.00	08/05/2002	NMB
91	Himalayan Bank Ltd.	Debenture	360.00	04/06/2002	NMB
92	Nepal Life Insurance Co. Ltd.	Ordinary Share	50.00	07/06/2002	NMB
93	Nirdhan Utthan Bank Ltd.	Ordinary Share	3.30	14/06/2002	CIT
94	Everest Bank Ltd.	Pref. Share	140.00	18/06/2002	NSML
95	International Leasing & Finance Co. Ltd.	Ordinary Share	30.00	26/06/2002	NMB
96	Gorkha Finance Ltd.	Ordinary Share	10.00	05/07/2002	NSML
97	Shree Investment & Finance Co. Ltd.	Ordinary Share	16.00	16/07/2002	CIT
	Citizen Investment Trust	Unit Scheme*	138.48		CIT
Total			1555.11		
Fiscal Year 2002/2003					
98	Life Insurance Corporation (Nepal) Ltd.	Ordinary Share	50.00	22/07/2002	NCML
99	Nepal Srilanka Merchant Bank Ltd.	Ordinary Share	40.00	23/07/2002	NCML
100	NIDC Capital Markets Ltd.	Mutual Fund	100.00	09/08/2002	Mgmt.: NCML Trusty: NIDC
101	Nepal Investment Bank Ltd.	Rights Share	57.24	19/08/2002	NCML
102	Janaki Finance Co. Ltd.	Ordinary Share	8.00	28/08/2002	NEFINSCO
103	Central Finance Co. Ltd.	Ordinary Share	8.00	17/09/2002	NCML
104	Navadurga Finance Co. Ltd.	Ordinary Share	8.00	4/12/2002	NEFINSCO
105	Premier Finance Co. Ltd.	Ordinary Share	8.00	24/12/2002	NCML
106	Machhauchhre Bank Ltd.	Ordinary Share	165.00	31/12/2002	NMB
107	Nepal Share Markets & Finance Ltd.	Rights Share	60.00	06/01/2003	CIT
108	Mahalaxmi Finance Ltd.	Rights Share	25.00	12/02/2003	NFCL
109	NB Insurance Co. Ltd.	Ordinary Share	20.00	02/04/2003	CIT
110	Peoples Finance Ltd.	Rights Share	20.00	05/05/2003	NCML

<i>S. N.</i>	<i>Name of Issuing Company</i>	<i>Types of securities</i>	<i>Amount of Issue Approved</i>	<i>Permission Date</i>	<i>Issue Manager/ Fund Manager</i>
111	Butwal Finance Ltd.	Ordinary Share	20.00	22/05/2003	NMB
112	Om Finance Ltd.	Ordinary Share	8.00	18/06/2003	NEFINSCO
113	Laxmi Bank Ltd.	Ordinary Share	192.50	30/06/2003	CIT
114	Standard Finance Ltd.	Ordinary Share	24.00	01/07/2003	NMB
	Citizen Investment Trust	Unit Scheme*	40.09		CIT
Total			853.83		
Fiscal Year 2003/2004					
115	Alpic Everest Finance Ltd.	Rights Share	20.00	21/08/2003	NEFINSCO
116	Nepal Investment Bank Ltd.	Debenture	300.00	14/10/2003	AFCL
117	Cosmic Merchant Banking & Finance Ltd.	Ordinary Share	24.00	21/10/2003	NMB
118	Kumari Bank Ltd.	Ordinary Share	150.00	12/11/2003	NCML, CIT
119	Siddhartha Finance Ltd.	Rights Share	20.00	14/11/2003	NEFINSCO
120	Fewa Finance Co. Ltd.	Ordinary Share	8.00	06/02/2004	NMB
121	Nepal Credit & Commerce Bank Ltd.	Ordinary Share	210.00	13/02/2004	NCML, CIT
122	Prudential Insurance Co. Ltd.	Ordinary Share	20.00	22/04/2004	NMB
123	NB Finance & Leasing Co. Ltd.	Rights Share	30.00	10/05/2004	NSMBL
124	Pashchimanchal Bikash Bank Ltd.	Ordinary Share	6.00	24/05/2004	NCML
125	Chhimake Development Bank Ltd.	Ordinary Share	3.00	24/05/2004	NMB
126	Lumbini Bank Ltd.	Ordinary Share	150.00	02/06/2004	CIT
127	Kist Merchant Banking & Finance Ltd.	Ordinary Share	20.00	08/06/2004	NMB
128	Nepal Bangladesh Bank Ltd.	Rights Share	359.92	17/06/2004	NSMBL
129	World Merchant Banking & Finance Ltd.	Ordinary Share	24.00	08/07/2004	NMB
130	National Hydro Power Co. Ltd.	Ordinary Share	140.00	15/07/2004	NCML, NSMBL
	Citizen Investment Trust	Unit Scheme*	62.28	07/10/2004	CIT
Total			1547.20		
Fiscal Year 2004/2005					
131	Annapurna Finance Company Ltd.	Rights Share	20.00	05/11/2004	NCML
132	Birgung Finance Ltd.	Ordinary Share	24.00	12/01/2005	NMB
133	Deprosc Development Bank Ltd.	Ordinary Share	3.48	28/03/2005	NMB
134	Nirdhan Uthan Bank Ltd.	Right Share	15.00	30/03/2005	NMB
135	Everest Bank Ltd.	Debenture	300.00	06/04/2005	CIT
136	Nepal SBI Bank Ltd.	Right Share	215.93	02/05/2005	NMB
137	Everest Finance Ltd.	Ordinary Share	8.00	02/05/2005	NMB
138	Nepal Investment Bank Ltd.	Right Share	295.29	23/05/2005	AFCL
139	Capital Merchant Banking and Finance Ltd.	Ordinary Share	28.00	01/06/2005	CIT

<i>S. N.</i>	<i>Name of Issuing Company</i>	<i>Types of securities</i>	<i>Amount of Issue Approved</i>	<i>Permission Date</i>	<i>Issue Manager/ Fund Manager</i>
140	National Finance Co. Ltd.	Right Share	43.20	14/07/2005	NCML
141	Chilime Hydropower Co. Ltd.	Ordinary Share	237.41	14/07/2005	CIT
142	Development Credit Bank Ltd.	Right Share	80.00	14/07/2005	NMB
	Citizen Investment Trust	Additional Sale*	45.49**		CIT
Total			1315.80		
Grand Total			8564.36		

* Additional sale of the scheme for that fiscal year

** Provisional

Appendix-4

List of Listed Companies

S.N.	Name of the Company	Listing Date	Address	Tel. No.	Fax No.
Bank					
1	Nabil Bank Ltd.	24/11/1985	POB 3729, Nabil House, Kamaladi, Kathmandu E-mail : nabil@nabil.com.np	4429546, 4429547 4435380-85	4429548
2	Nepal Investment Bank Ltd.	22/07/1986	POB 3412, Darbar Marg, Kathmandu	4228229, 4242530	4226349
3	Standard Chartered Bank (Nepal) Ltd.	04/07/1988	POB 3990, Naya Baneshwor, Kathmandu E-mail : ANZ@Dixitu.com	4782333	
4	Himalayan Bank Ltd.	05/07/1993	POB 20590, Tridevi Marg, Thamel, Kathmandu E-mail : hbl@hbl.mos.com.np	4250201, 4227749 4227745, 4227756	4222800
5	Nepal SBI Bank Ltd.	17/01/1995	POB 6049, Hattisar, Kamalpokhari, Kathmandu E-mail : nsblco@mos.com.np	4435516, 4435613	4435612
6	Nepal Bangladesh Bank Ltd.	24/12/1995	POB 9062, Bijuli Bazar, New Baneshwor, Kathmandu E-mail : nbbl@mos.com.np	4783975, 4783976, 4783972	4781284
7	Everest Bank Ltd.	07/04/1996	POB 13384, Lazimpat, Kathmandu E-mail : elb@mos.com.np	4443377, 4443863 4443864	4443160
8	Bank of Kathmandu Ltd.	17/07/1997	POB 9044, Kamal Pokhari, Kathmandu E-mail : info@bok.mos.com.np	4414541	4418990
9	Nepal Industrial & Commercial Bank Ltd.	13/06/2000	Central Off. POB 252 Main Road, Biratnagar Email: nicb@brt.wlink.com.np City Off. New Road. POB 7367 Ktm Email: newroad@nicbank.com.np	021-521921 4243718	021-522748 4227507
10	Machhapuchhare Bank Ltd.	28/05/2003	Central Off. POB:41, Naya Bazar, Pokhara-9, Corp: off: POB:12427, Putalisadak, Kathmandu Email: machbank@mbl.com.np	061-530900 4425356	061-530500
11	Laxmi Bank Ltd.	20/04/2004	POB. 61, Adrashanagar, Birgunj, Parsa. Ktm office: POB:19593, Hattisar, Kathmandu Email: info@laxmibankltd.com	021-526195 4444684, 4444685	021-530393 4444640
12	Kumari Bank Ltd.	29/07/2004	POB:21128, Putalisadak, Kathmandu Email: info@kbl.com.np	4232112 4232113	4231960
13	Lumbini Bank Ltd.	10/11/2004	Pragati Path, Narahangardh, Chitwan Corporate Office: Darbarmarg, Kathmandu Email: lumbiniktm@mis.com.np	056-524150, 056-521919 4243165, 4243158	056-524250 4227590
14	Nepal Credit & Commerce Bank Ltd.	31/01/2005	POB: 36, Siddhartha Nagar, Lumbini Corporate office: POB12559, Bajbazar, Ktm	071-521952 4246991	071-571953 4244610

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
<i>Development Bank</i>					
1	Nepal Industrial Development Corporation	18/03/1985	POB 10, Darbar Marg, Kathmandu E-mail : nide@Wlink.com.np	4228322, 427220	4227428
2	Nepal Development Bank Ltd.	31/12/2001	POB 11017, Heritage Plaza, Kathmandu Email: ndb@ccsl.com.np	4245740, 4245759, 4254639	4245753
3	Development Credit Bank Ltd.	13/06/2002	POB 7716, Kathmandu Plaza, Kamaladi, Kathmandu Email: info@dcbl.com.np	4231120, 4231490	4231469
4	Nirdhan Uthan Bank Ltd.	24/04/2003	Central Off. POB:41, Siddharthanagar, Rupandehi, Email: nirdhan@mail.com.np	071-523764, 523768	521647
5	Chimek Development Bank Ltd.	28/12/2004	Ajar Amar Road, Hetaunda-4, Makawanpur Contract Office: POB7629, Sanugauchar, Ktm Email: cbb@ntc.net.com.np	057-521575 057-523768 4415825	057-522460
6	Paschimanchal Bikash Bank Ltd.	28/12/2004	Mahendra Path, Butwal 8, Rupandehi	071-549899 071-549900	071-549901
7	Deprox Development Bank Ltd.	29/05/2005	Sahid Path, Narayanghat, Chitawan Kathmandu office: Email: ddbank@narayani.com.np	056-527900 4262396	056-527900
<i>Finance Company</i>					
1	Nepal Finance & Saving Co. Ltd.	02/02/1993	POB 6867, Kamaladimode, Putalisadak, Kathmandu E-mail: nefinco@info.com.np	4220031, 4247020	4241237
2	NIDC Capital Markets Ltd.	28/06/1993	POB 7423, Kamal Pokhari, Kathmandu E-mail: ncml@wlink.com.np	4423398, 4415958 4423219	4423401
3	National Finance Co. Ltd.	06/07/1993	POB 6942, Pako, New Road, Kathmandu E-mail : nfc@nfcl.wlink.com.np	4242302, 4228380 4240134	4222920
4	Nepal Share Markets Co. Ltd.	28/10/1993	POB 7958, Ram Shah Path, Kathmandu	4425864, 4426984 4430153, 4250427	4430109, 4241696
5	Annapurna Finance Company Ltd.	22/09/1994	POB 288, Chipledhunga, Pokhara - 4 E-mail : anapurna@afc.mos.com.np	061-522671, 061-524556	061-525797
6	Kathmandu Finance Ltd.	13/07/1995	POB 5090, New Plaza, Putlisadak, Kathmandu	4430506, 4430527	
7	Peoples Finance Ltd.	07/08/1995	POB 9416, K. K. M. Building, Tripureswor, Kathmandu E-mail : finance@peoples.Wlink.com.np	4255829, 4262405, 4252178	4260951

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
8	Union Finance Co. Ltd. Promoter's Share Ordinary Share	27/11/1995 16/07/2002	POB 9263, Kathmandu Plaza, X Block, Third Floor, Kamaladi, Kathmandu E-mail : union@unlimit.com.np	4240779, 4240813, 4231512	4246551
9	Citizen Investment Trust	26/12/1995	POB 5823, Putalisadak, Kathmandu	4228759, 4240598	4240645
10	Nepal Abas Bikash Bitta Co. Ltd.	01/05/1996	POB 5624, Naya Baneshwor, Kathmandu	4780259, 4782753	4782753
11	Narayani Finance Ltd.	25/06/1996	Central Office : POB 03, Sahid Chowk, Narayanghat, Chitwan E-mail : narayani@nafil.mos.com.np City Office : POB 4861, Baluwatar, Kathmandu	056-520313, 056-520345 4422554	056-522230 4426690
12	Ace Finance Co. Ltd.	20/11/1996	POB 13383, Kantipath, Ktm E-mail : ace@mos.com.np	4249396, 4249388 4266101, 4266102	4249477
13	Yeti Finance Co. Ltd.	23/01/1997	POB 35, Main Road, Hetauda, Nepal Contact Office: Teku, Kathmandu	057-520822, 057-521842 4240711, 4226423	057-521842
14	Gorkha Finance Co. Ltd. Promoter's Share Ordinary Share	19/02/1997 27/02/2003	POB 10951, Siddhi Bhowan Kantipath, Kathmandu	4222508, 4220337-38 445442	4258239 4445442
15	Shamjana Finance Co. Ltd.	28/03/1997	Head Office : Banepa, Kavre City Office : POB 10457 Ward No. 30 Kamalachhi , Kathmandu	011-661207 4231051	4231050
16	Universal Finance Ltd.	10/04/1997	POB 12396, Siddhi Bhavan, Kantipath, Kathmandu.	4230234, 4240998, 4226002	4245895
17	Nepal Housing & Merchant Finance Ltd.	08/08/1997	POB 10609, Batule ghar, Dillibazar, Kathmandu E-mail : nhmf@csl.com.np	4430528, 4430838, 4436182	4436183
18	General Finance Ltd.	20/04/1998	Central Office: POB 20258 Chababil, Kathmandu Branch Office: New Road (Ranjana Galli), Kathmandu	4484753, 4484754 4258880	4484753
19	Mahalaxmi Finance Ltd.	31/08/1998	POB 65, Alikiiya Road, Birgunj	051-523271, 051-529143	051-524340
20	Lalitpur Finance Co. Ltd.	08/10/1998	GPO 8975, EPC 585, Lagankhel, Lalitpur Email: lalitpur@fclWlink.com.np	5536598, 5523850	5531916
21	Goodwill Finance Co. Ltd.	22/12/1998	POB 8867 Dillibazar, Kathmandu Email: goodwill@FinanceWlink.com.np	4422290, 4422878	4416052
22	Pashchimanchal Finance Co. Ltd.	20/05/1999	POB 11, Butwal, Rupandehi	071-541609, 071-543924	071-541924
23	Pokhara Finance Co. Ltd.	02/09/1999	POB;470, Gairapatan, Pokhara Email: :pfl@ Pofil.mos.com.np	061-524942, 061-524975 531145	061-531610
24	Lumbini Finance & Leasing Co. Ltd.	08/01/2001	POB 11503, Tridavi Marga, Thamel, Kathmandu	4423443, 4423445	4425655

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
25	Siddhartha Finance Ltd.	20/06/2001	Siddhartha Nagar, Bhairahwa Contact Office: Ramshahpath, Kathmandu Email: sfil@mos.com.np	071-521478, 4442968	071-523272
26	Nepal Merchant Banking & Finance Ltd.	20/06/2001	POB 11543, I.J. Plaza, Darbarmarg, Kathmandu Email: nmb@Wlink.com.np	4246160	4246156
27	Alpic Everest Finance Ltd.	12/10/2001	POB 12034, Aradhana Complex, Bagbazar, Kathmandu Email: alpic@info.com.np	4241605, 4228470	4241605
28	Nepal Bangladesh Finance & Leasing Co. Ltd.	12/10/2001	Head Off: Main Road, Biratnagar, Liaison Off: POB 21754, New Banashwor, Kathmandu	021-530903, 021-530972 4490195, 4490770	021-521851
29	International Leasing & Finance Co. Ltd.	26/11/2002	POB 8975, Naya Baneshwor, Kathmandu	4480067, 4481010, 4481011	4482267
30	United Finance Ltd.	26/11/2002	POB 12311, I.J.Plaza, Durbar marg, Kathmandu Email: ufl@mos.com.np	4241648, 4241649	4241645
31	Shree Investment & Finance Co. Ltd.	14/02/2003	POB 10717, Dillibazar Kathmandu Email: shreefin@finance.mos.com.np	4421779, 4422038, 4426146, 4415344	4421779
32	Central Finance Co. Ltd.	18/03/2003	POB 7062, Kupondol, Lalitpur Email: center@ntc.net.np	5522289, 5536420, 5544517	5523526
33	Nepal Srilanka Merchant Bank Ltd.	24/04/2003	POB 12248, N.S.L.B Building, Kamaladi, Kathmandu	4440300, 4440824, 4441200, 4441198	441034
34	Premier Finance Co. Ltd.	28/05/2003	POB 13471, Manbhawon, W. No.5, Lalitpur	5521402, 5521223	5550412
35	Navadurga Finance Co. Ltd.	05/08/2003	POB.25, Itachha, Bhaktapur. Email: mafaco@infoclub.com.np	6612999, 6614699	6611999
36	Butwal Finance Ltd.	30/12/2003	POB.25, Amarpath 7, Butwal, Rupandahi. Email: butwalfin@bcc.com.np	071-44288, 071-44888	071-48711
37	Janaki Finance Co. Ltd.	30/12/2003	POB.30, Bhanuchok, Janakpurdham, Dhanusha	041-21586, 041-23339	041-23340
38	Standard Finance Ltd.	02/03/2004	POB.8973 NCP.164, Sama Marga, Kamalpokhari, Kathmandu	4244504, 4240004	4253368
39	Om Finance Co. Ltd.	02/03/2004	POB.538, Newroad, Pokhara.	061-32600, 061-32700	061-32800
40	Cosmic Merchant Banking & Finance Ltd.	02/05/2004	POB.21507, Lal durbar, Kathmandu Email: cmbfl@wlink.com.np	4222154, 4223178	4232678
41	Fewa Finance Co. Ltd.	17/09/2004	B.P. Chok, Chiplaydhoonga, Pokhara	061-538300	061-538738
42	Kist Merchant Banking & Finance Co. Ltd.	28/12/2004	PPB 8975, Kamalpokhari, Kathmandu Email: kistfinance@wlink.com.np	4434457, 4444480, 4435463	4444838
43	World Merchant Banking & Finance Ltd.	31/01/2005	Kajilal Bhawan, Hetauda-1	057-521479, 057-525100	057-523229

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
44	Birjung Finance Co. Ltd.	20/03/2005	Nina Commercial Complex, Adrasha Nagar, Birgunj Email: bfl@bfl.com.np	051-523468, 051-527429	051-530764
<i>Insurance Company</i>					
1	Rastriya Beema Sansthan	08/11/1984	POB 527, Ramsaha Path, Kathmandu E-mail : ema@Wlink.com.np	4262520	4262610
2	Nepal Insurance Co. Ltd.	08/11/1984	POB 3623, NIC Building, Kamaladi, Kathmandu E-mail : nic@wlink.com.np	4221353, 4245565/68	4225446
3	National Life & General Insurance Co. Ltd.	20/12/1988	POB 4332, Lazimpat, Kathmandu	4412625, 4416556, 4418113, 4426002	4416427
4	Himalayan General Insurance Co. Ltd.	26/01/1994	POB 148, Darbar Marg, Kathmandu E-mail : ktm@hgi.com.np	4231788, 4231581	4223906, 4226604
5	United Insurance Co.(Nepal) Ltd.	01/08/1994	POB 9075, I.J. Plaza, Darbar Marg, Tindhara Pathashala, Kathmandu E-mail : uic@dmarg.mos.com.np	4230958, 4240957, 4246686, 4220492	4246687
6	Everest Insurance Co. Ltd.	03/04/1995	POB 10675, Siddhi Bhawan, Kantipath, Kathmandu E-mail : eveinsco@mos.com.np	4240363, 4243631 4255679, 4255680	4240083
7	Premier Insurance Co. Ltd.	03/05/1995	POB 9183, Ram Rukmani Sadan, Kamaladi, Ramsah Path, Kathmandu E-mail : premier@picl.com.np	4417765, 4420549, 4420659	4420554
8	Neco Insurance Co. Ltd.	30/03/1998	POB 12271, Hattisar, Laladarbar, Kathmandu E-mail : info@necoins.mos.com.np	4427354, 4427355	4418761
9	Alliance Insurance Co. Ltd.	14/04/2000	City Off Kings way, Kathmandu Redg Off. POB 10811. Sitapaila, Ring Road. Email: SK@aicwlink.com.np	4222836, 4253166 4242484	4241411
10	Sagarmatha Insurance Co. Ltd.	15/03/2001	POB 12211, Kathmandu Plaza, Kamaladi, Email: sagarmatha@insuranceWlink.com.np	4240896, 4241245, 4247941	4247947
11	N.B. Insurance Co. Ltd.	13/04/2001	Bagbazar, Kathmandu	4418862	
12	Nepal Life Insurance Co. Ltd.	22/01/2003	Heritage Plaza, Kamaladi, Kathmandu. Email: nlic@mos.com.np	4223440, 4241212, 4223189	4240143
13	Life Insurance Corporation (Nepal) Ltd.	21/03/2003	POB 21905, Kathmandu Plaza, Kamaladi, Kathmandu Email: lic@licnepal.com	4229688	4229689
14	Prudential Insurance Co. Ltd.	10/11/2004	Birgunj- 7 Corp Office: Tribeni Complex, Putalisadak, Ktm	051-531681, 051-522588 4219860, 4256704	051-522726 4219527

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
<i>Hotel</i>					
1	Yak & Yeti Hotel Ltd. Ordinary Share Preference Share	22/10/1984 11/04/1994	POB 1016, Lal Darbar, Darbar Marg, Kathmandu E-mail : businesscentre@yakandyeti.com	4248999, 4240520	4227782
2	Soaltee Hotel Ltd.	07/02/1993	POB 3800, Tahachal, Kathmandu E-mail : shl@shicp.com.np	4273999	4272206
3	Taragaon Regency Hotels Ltd. Ordinary & Preference Share (Promoter) Ordinary & Preference Share (Public)	13/10/1998 18/11/1999	POB 9604, Bouddha, Kathmandu	4491234	4470409, 4481786
4	Oriental Hotels Ltd.	21/08/2001	POB 2269, Lazimpat, Kathmandu	4411818, 4423888	4411720
<i>Manufacturing and Processing Company</i>					
1	Nepal Battery Co. Ltd.	21/06/1984	POB 3194, BID, Balaju, Kathmandu E-mail : eveready@mos.com.np	4350909, 4350954	4350913
2	The Juddha Match Factory (Biratnagar) Ltd.	23/07/1985	Office : Rainbasera, Gangapath, Kathmandu Fact.: Rani, Mills Area, Biratnagar, Morang	4221574	
3	Morang Sugar Mills Ltd.	01/10/1985	Head Office: POB 33, Rani, Mills Area, Biratnagar-20 Branch Office: POB 483, Salt Trading Corporation Ltd. Building Kalimati, Kathmandu-13	021-522733 021-524792 4271014	021-526517 4271704
4	Nepal Plywood & Bobbin Co. Ltd.	30/10/1985	Office : Rainbasera, Gangapath, Kathmandu Head Office: Purniya, Biratnagar, Morang	4221574, 021-522776	
5	Himal Cement Co. Ltd.	28/07/1986	POB 321, Chovar, Kathmandu	4331761-4, 4330958	
6	Bottlers Nepal Ltd.	05/11/1986	POB 2253, BID Balaju, Kathmandu	4350602, 4351871	4350227
7	Nepal Lube Oil Ltd.	14/12/1986	Corporate Off : POB 1916, Chaudhari Tower, Jhamishikhel, Lalitpur. Fact.: Amlekhgunj, Bara E-mail : cg.gulf@mos.com.np	5545891-95 053-529104	4244763 053-529104
8	Biratnagar Jute Mills Ltd.	14/12/1986	Office : Dillibazar, Kathmandu Fact. : Mills Area, Biratnagar - 20, Morang	4423246 021-525058, 021-523243, 021- 523246-48	021-530242
9	Nepal Banaspati Ghee Udyog Ltd.	05/06/1988	City Office: POB 483, Kalimati, Kathmandu Fact. : POB 8, HID, Hetauda, Narayani Zone E-mail : santintd@Wlink.com.np	4271270, 4271014 057-520369, 057-520660, 057-520752, 057-520753	4271704 057-520751

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
10	Sri Raghupati Jute Mills Ltd.	17/06/1988	Head Office: POB 22, Golchha House, Main Road, Biratnagar Fact.: POB 114, Mills Area,Rani, Biratnagar E-mail : raghujm@ccls.com.np	021-530316 021-524896	021-524809
11	Butwal Dhago Karkhana Ltd.	14/11/1988	City Office: POB 3550, Anamnagar, Kathmandu Head Office: POB 37, Ramnagar, Butwal	4251295, 4252537 071-540963	4251293 071-540308
12	Gorakhkali Rubber Udhog Ltd.	08/03/1991	Office: POB 1700, Kalimati, Kathmandu Fact.: Majuba, Deurali, Gorkha E-mail : gral@wlink.com.np	4271102, 4274537 065-540069	4270367 065-540080
13	Jyoti Spinning Mills Ltd. Ordinary Share Preference Share	27/09/1991 27/09/1991	GPO Box 133, Jyoti Bhawan, Kantipath, Kathmandu Fact. Jyoti Firm, POB: 1, Parwanipur, Birgunj E-mail : jsml@jyoti.mos.com.np	4227517, 4225490 051-539405 051-539405	4224720, 4226314 051-539409
14	Bottlers Nepal (Terai) Ltd.	07/11/1991	Office: POB 2253 BID Balaju, Kathmandu. Fact: POB: 20, Bharatpur-9, Chitwan	4350602 056-520416, 056-520031	4350227 056-520316
15	Arun Vanaspati Udyog Ltd.	16/12/1991	Office : GPO 363, Golchha House, Ganabahal, Kathmandu Fact: POB 24, 25 Duhabi, Sunsari M.D.'s Office : Golchha House, Main Road, Biratnagar E-mail : ovul@ccls.com.np E-mail : golcha@ccls.com.np	4250001, 4221101 025-540049 025-540051 021-525310, 021-525081	4224823 025-524395 025-524395
16	Sayapatri Colour Lab. Co. Ltd.	03/09/1992	Ward No. 1, Jamal, Kathmandu	4227692	
17	Harisiddhi Brick & Tiles Factory Ltd.	05/05/1994	City Office : POB 476, Kamaladi, Kathmandu Fact. : Harisiddhi, Lalitpur E-mail : nbgroup@mos.com.np	4241344, 4248327 5521451, 5521178	4240665 5522776
18	Nepal Lever Ltd.	22/09/1994	Corporate Off: POB 7765 Heritage Plaza, Kathmandu Fact.: POB 11, Hetauda, Makawanpur E-mail : nilktm@mos.com.np	4253351, 4269218 057-521632, 521958	4254097 520655
19	Khadhya Udyog Ltd.	25/11/1994	City Office :POB 483, Kalimati, Kathmandu Fact : POB 6, Hetauda Industrial District E-mail : noonkath@mos.com.np	4271395 057-520127, 057-520315	4271704 057-520276
20	Birat Shoe Ltd. Ordinary Share Preference Share	25/10/1994 25/10/1994	Head Office: POB 1887, Dillibazar, Kathmandu Fact: Budhanilkantha, Kathmandu	4418429 4371666, 4290666	4414859
21	Nepal Med Ltd.	17/01/1995	POB 6943, Kathmandu	4214083	
22	Ace Laboratories (Nepal) Ltd.	21/03/1995	City Office : POB 4250, Dhakhwa Building (First Floor), Dharmapath, Kathmandu Fact. : POB 110, Simara, Bara, Birgunj E-mail : acelabnp@Wlink.com.np	4252908, 4241501 053-520229	4222911

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
23	Himgiri Textile Industries Ltd.	28/05/1995	Registered Office: Ward No. 7, Birgunj Cont. Off. POB.2441, Ranjana Galli, Kathmandu Birgunj Office: POB, 32, Adersa agar,Birgunj Fact.: Parwanipur, Parsa	4250015, 4230429 4421184 051-522799	4225406 4224484
24	Shree Bhrikuti Pulp and Paper Nepal Ltd.	01/06/1997	Head Office: POB 3259, Naya Baneswor, Kathmandu Fact.: Gaidakot, Nawalparasi Email: bhrikuti@mos.com.np	4486155, 4471030 056-520230, 056-520266	4472443 056-521176
25	Fleur Himalayan Ltd.	03/09/1997	Mkt. Office : Gha -3, Pulchowk, Latitpur Fact.: Adarsha Nagar, Birgunj E-mail : nplmkt@Wlink.com.np	5529436, 5529059 051-521097	5529434 051-522084
26	Leatherage Bansbari Tannery and Shoe Factory Ltd.	01/04/1998	Fact.: Ward No. 5, Khirindpur, Chanauta, Krishna Nagar	076-520166	076-520166
27	Sri Ram Sugar Mills Ltd. Ordinary Share Debenture	18/04/1999 18/04/1999	Registered Off:Golchha House,Ganabahal,Kathmandu Fact:Mahammadpur (Garuda), Rautahat District E-mail : sriram@golchha.com	4250001, 4250004 055-529506	4249723 055-529504
28	Nepal Bitumen and Barrel Udhog Ltd.	10/05/1999	City Office: POB 4508, Pulchok, Lalitpur Fact.: Amlekhgunj, Bara E-mail: bitumin@panchakanya.mos.com.np	5536311, 5520343 053- 529103	5536815 053-529109
29	Himalayan Distillery Ltd.	21/03/2003	POB 423 Jawalakhel, Lalitpur Email: jd@ecomail.com.np	5522010, 5538239, 5538875	5538236
Trading Company					
1	Bishal Bazar Co. Ltd.	08/11/1984	POB 4565, Sukrapath, Kathmandu	4242185, 4222423 4228343	4248893
2	Salt Trading Corporation Ltd.	08/11/1984	POB 483, Kalimati, Kathmandu Email: noonkath@mos.com.np saltkath@mos.com.np	4270315, 4271208, 4271014	4271704, 4271395
3	Nepal United Co. Ltd.	15/06/1988	POB 1389, 6/286, Ganabahal, Kathmandu	4249453, 4250009	4249980
4	Plastic Trading Co. Ltd.	25/07/1989	POB 4871, Teku, Kathmandu	4262258	
5	Nepal Byapar Co. (Koshi) Ltd.	14/09/1989	POB 135, Ward No. 17, Biratnagar, Morang	021-525119, 525289	
6	Nepal Byapar Bikash Co. Ltd.	04/09/1990	POB 2714, Kuleshwor, Kathmandu	4283007, 4224514	4226134
7	Nepal Trading Ltd.	18/12/1992	POB 7146, Chakra Path, Sanepa, Lalitpur	5522941	5535730

<i>S.N.</i>	<i>Name of the Company</i>	<i>Listing Date</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
8	Nepal Welfare Company Ltd.	12/12/1994	POB 9478, Maitidevi, Kathmandu	4429406	
Other					
1	National Productivity & Economic Development Centre Ltd.	18/06/1989	POB 1318, BID Balaju, Kathmandu E-mail : npedc@Wlink.com.np	4350522, 4350566 4350567	4350530
2	Necon Air Ltd. Ordinary Share Preference Share	09/05/1994 09/05/1994	POB 10038, Neco Complex Building 3 rd Floor, Baneswor, Kathmandu E-mail : info@necon.mos.com.np	4473860	4471679
3	Nepal Film Development Co. Ltd.	15/07/1996	GPO 549, Balaju Industrial Estate, Kathmandu E-mail : nfdc@complex.mos.com.np	4350113, 4350947	4350511
4	National Hydro Power Co. Ltd.	02/07/2003	POB 6518, Kathmandu Email: nspc@info.com.np	4437359, 4437362	4410411
5	Butwal Power Co. Ltd.	28/12/2004	Kumaripati, Lalitpur Email: service@bpc.com.np	5535595, 5538404	5527901

Appendix-5**List of Securities Businesspersons**

<i>S. N.</i>	<i>Name of Securities Businessperson</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
Broker				
1	Kumari Securities (P) Ltd.	POB 20189, Dillibazar, Kathmandu	4418036	4418369
2	Arun Securities (P) Ltd.	POB 8136, Putlisadak, Kathmandu	4419051	4420572
3	Opel Securities (P) Ltd.	Baluwatar, Kathmandu	4423509	
4	Market Securities and Exchange Co. (P) Ltd.	Dharmapath, Kathmandu	4248973	
5	Agrawal Securities (P) Ltd.	POB: 4760 Sankardev Marg, Ktm	4430780, 229739	
6	Aashutosh Brokerage & Securities (P) Ltd.	Khichapokhari, Kathmandu	4227510, 4220276	4240162
7	Pragyan Securities (P) Ltd.	POB: 10087, Gaushala, Kathmandu	4491683, 4498234	
8	Malla and Malla Stock Broking Co. (P) Ltd.	Dillibazar, Kathmandu	4414263, 4416050	
9	Om Securities and Allied Services (P) Ltd.	POB 2654, New Plaza, Kathmandu	4431386, 4442122	
10	Annapurna Securities Service (P) Ltd.	Putalisadak, Kathmandu	4419051	4420572
11	Nepal Stock House (P) Ltd.	POB: 8978Anamnagar, Kathmandu	4245012	4255732
12	Nikhil Securities (P) Ltd.	Anamnagar, W.No. 32, Kathmandu	4770726	
13	Primo Securities (P) Ltd.	POB 748, Putalisadak, Kathmandu	4230787	4226507
14	Khandelwal Stock Broking Co. (P) Ltd.	Tahachal, Kathmandu	4284943	
15	Sagarmatha Securities (P) Ltd.	Kha 2/450, Putalisadak, Kathmandu	4242548	
16	Nepal Investment & Securities Trading (P) Ltd.	Maitidevi, Kathmandu	4413201, 4495450	
17	Sipla Securities (P) Ltd.	6/50 New Road, Kathmandu	4255782	4255580
18	Midas Stock Broking Co. (P) Ltd.	W.No. 13, Kalimati, Kathmandu	4414263, 4416050	
19	Siprabi Securities (P) Ltd.	POB 5705, Kupondol, Kathmandu	5530701	
20	Shiva Shakti Stock & Investment (P) Ltd.	POB 1979, Kamaladi, Kathmandu	4221123	4223145
21	Sweta Securities (P) Ltd.	RadhaKuti Arcade, Putalisadak, Kathmandu	4444791	
22	Asian Securities Ltd.	Kha2- 691, Adwait Marg, Kathmandu	4240609, 4258160	4241817
23	Sri Krishna Securities Ltd.	Dhakhwa Building, New Road Kathmandu	4224262, 4222209	4224262
24	Trishul Securities & Investment Ltd.	POB 1874, Putalisadak, Kathmandu	4440708	4438197

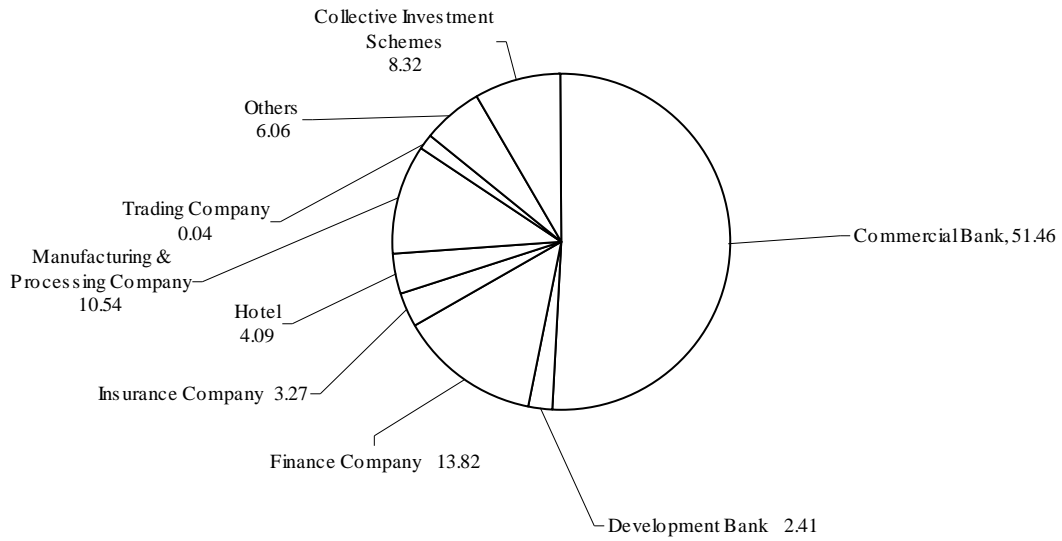
<i>S. N.</i>	<i>Name of Securities Businessperson</i>	<i>Address</i>	<i>Tel. No.</i>	<i>Fax No.</i>
25	Yeti Securities Co. Ltd.	Putalisadak, Kathmandu	4493195	4266422, 4266422
26	J.F. Securities (P) Ltd.	POB 20946, Putalisadak, Kathmandu	4231339	
27	Premier Securities Co. Ltd.	POB: 11185, Ramshahpath, Kathmandu	4231339	4266422
<i>Issue Manager</i>				
28	National Finance Co. Ltd. (NFC)	Pako, New Road, Kathmandu	4228380, 4242302	4222920
29	Ace Finance Co. Ltd. (AFCL)	Kanti Path, Kathmandu	4249396/88, 4266101	4249477
30	NIDC Capital Markets Ltd. (NCML)	Kamal Pokhari, Kathmandu	4423219/398	4423401
31	Citizen Investment Trust (CIT)	Putalisadak, Kathmandu	4228759, 4240598	4240645
32	Nepal Merchant Banking & Finance Ltd (NMB)	Darbar Marg, Kathmandu	4246160	4246156
33	Nepal Finance & Saving Co. Ltd.	Kamaladi, Kathmandu	4220031, 4247020	4241237
34	Nepal Share Markets & Finance Ltd.	Putalisadak , Kathmandu	4252332, 4267597	4430109
<i>Issue Manager and Securities Dealer</i>				
35	Nepal Sri Lanka Merchant Bank Ltd. (NSLMB)	Kamaladi, Kathmandu	4440824/300	
36	United Finance Ltd. (UFL)	Darbar Marg, Kathmandu	4241648/49	4241645

MARKET SCENARIO

Total Issue Approval

(Fiscal Year 1993/94 – 2004/05)

Sectorwise



Instrumentwise

