

A CHANGED WORLD.
UNCHANGED
AMBITIONS.

29TH ANNUAL REPORT
F.Y. 2076/77

२९औं वार्षिक प्रतिवेदन
आ.व. २०७६/७७



NEPAL
LUBE OIL
LIMITED



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LUBE OIL
LIMITED**

२९औं वार्षिक प्रतिवेदन
आ.व. २०७६/७७

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BOARD OF DIRECTORS (BOD)



ARUN K CHAUDHARY
Chairman



BIJAY B SHRESTHA
Director



KARAN K CHAUDHARY
Executive Director



MOHAN TIMALSINA
Director



ANIL BASNYAT
Director



HEMANT K AGARWAL
Director



NIRANJAN NEUPANE
Director



**Nepal Oil
Corporation Limited**



Quality Edurance Passion

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नेपाल ल्युब आयल लिमिटेड

नेपाल ल्यूव आयल लिमिटेडको उन्तिसौ वार्षिक साधारण सभाको सूचना

मिति २०७७/०६/१३ मा बसेको सञ्चालक समितिको ३५२ औं बैठकको निर्णय अनुसार यस कम्पनीको उनान्तिसौ वार्षिक साधारण सभा निम्नलिखित मिति, समय, र स्थानमा देहायका विषयहरू उपर छलफल गर्न बस्ने भएको हुँदा सम्पूर्ण शेयरधनी महानुभावहरूको सहभागिताका लागि अनुरोध गरिएको छ ।

१. सभा हुने मिति, समय र स्थान:

मिति : २०७७ साल कात्तिक ५ गते बुधवार (२१ अक्टोबर, २०२०)

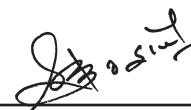
समय : बिहान ११:३० बजे

स्थान : संस्थाको कार्यालय, भूमिस्खेल, ललितपुरबाट virtual माध्यम Zoom App बाट सभा संचालन हुने छ ।

(हालको COVID 19 को महामारीको कारण नेपाल सरकारले जारी गरेको सुरक्षा मापदण्डको पुर्ण पालना गरी सभा सम्पन्न गर्नु पर्ने विशेष परिस्थितीका कारण Virtual माध्यमबाट सहभागिताको निमित्त आग्रह गरिएको हो ।)

२. छलफलका विषय सूची :

- आ.ब.२०७६/७७को सञ्चालक समितिको प्रतिवेदन माथि छलफल गरी पारित गर्ने ।
- आ.व.२०७६/७७ को लेखा परीक्षकको प्रतिवेदन, २०७७ आसार मसान्तको वासलात र आ.व.२०७६/७७ को आय विवरण र सोही अवधिको नगद प्रवाह विवरण छलफल र पारित गर्ने ।
- सञ्चालक समितिले सिफारिस गरे बमोजिमको १० प्रतिशत नगद लाभांश वितरणको निमित्त स्वीकृत गर्ने ।
- आ.व.२०७७/७८ को कारोबारको हिसाब लेखा परीक्षण गर्नका निमित्त लेखा परीक्षकको नियुक्ति तथा निजको पारिश्रमिक निर्धारण गर्ने (हालको लेखा परिक्षक योग्य रहेको) ।
- विशेष प्रस्ताव : हालको ३ करोड रहेको जारी पूँजी वृद्धि गरी ५ करोड गर्ने ।
- विविध ।



सञ्चालक समितिको आज्ञाले
कम्पनी सचिव

Virtual माध्यमबाट साधारण सभाहुने सम्बन्धमा सामान्य जानकारी

- हालको COVID 19 को महामारीको कारण नेपाल सरकारले जारी गरेको सुरक्षा मापदण्डको पुर्ण पालना गरी सभा सम्पन्न गर्नु पर्ने विशेष परिस्थितीका कारणले गर्दा शेयरधनी महानुभावहरूलाई Virtual माध्यमबाट सभामा सहभागीको निमित्त हार्दिक अनुरोध छ ।
- Virtual माध्यमबाट उपस्थित भएका शेयरधनीहरूलाई सभा हलमा उपस्थित भए सरह मान्यता दिईने व्यहोरा समेत जानकारी गराउदछौ । सहभागिता गणपुरक संख्या सभा संचालनको निमित्त निर्दिष्ट संख्या अनुसार पर्याप्त भएमा मात्र सभा संचालन हुने छ ।
- Virtual माध्यमबाट उपस्थित शेयरधनीहरूको हाजिर निजहरूले गरेको Log-in मार्फत सबैको Log-in भएको देखिने गरि प्रमाणको निमित्त फोटो खिचेर राखिने छ साथै सभा सञ्चालन अवधिभरको Video recording गरिने छ ।



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४. मितिङ्ग ID र Password को निमित्त कम्पनीको mail ID : g.bhattarai@cg.holdings मा समयमै सम्पर्क गरि प्राप्त गर्न सकिने व्यवस्था गरिएको जानकारी गराउदछौ । साथै अन्तिम समयमा सम्पर्क गर्दा शेयरधनिको पहिचान verification गरि ID र Password समयमै पठाउन आइ पर्न सक्ने प्राविधिक कठिनाईबाट बच्न कम्तीमा १ दिन अगावै ID र Password लिन समेत अनुरोध छ । साथै सोहि email address मा साधारण सभाको प्रतिवेदन समेत पठाईने छ ।
५. Virtual माध्यमबाट आफ्नो मन्तव्य राख्न चाहनु हुने शेयरधनी महानुभावहरूले कम्तीमा २ दिन अगावै कम्पनी सचिव वा कम्पनीको आधिकारिक email g.bhattarai@cg.holdings मा सम्पर्क गरि नाम टिपोट गराउन हुन अनुरोध छ ।
६. साधारण सभा प्रयोजनका लागि कम्पनीको शेयर दाखिल खारिजको काम मिति २०७७/०६/२२ देखि २०७७/०७/०५ सम्म बन्द रहने छ ।
७. साधारण सभाको सूचना र आर्थिक विवरण शेयरधनीको दर्ता किताबमा कायम रहेको E-mail ठेगानामा पठाइने छ र कम्पनीको आधिकारिक Website www.nepallubeoil.com मा साधारणसभा हुने मितिभन्दा अगावै राखिने छ ।
८. साधारण सभा सम्बन्धी अन्य कुराहरूको जानकारी आवश्यक भएमा कम्पनीको कर्पोरेट कार्यालय भूमिसखेल, ललितपुरमा कार्यालय समयमा सम्पर्क राखी लिन सकिने छ ।

प्रोक्सी फारम

श्री सञ्चालक समिति

नेपाल ल्यूव आयल लिमिटेड

भूमिखेल, ललितपुर

विषय : प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

..... जिल्ला म.न.पा./उ.न.पा./न.पा./गा.वि.स. वडा नं. बस्ने म र हामी ले त्यस कम्पनीको सेयरधनीको हैसियतले २०७७ साल कात्तिक ५ गते हुने साधारण सभामा स्वयम् उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा मतदान गर्नको लागि जिल्ला म.न.पा./उ.न.पा./न.पा./गा.वि.स. वडा नं. बस्ने त्यस कम्पनीको सेयरवाला श्री सेयर प्रमाण पत्र नं. लाई मेरो र हाम्रो प्रतिनिधि मनोनित गरी पठाएको छु र छौं ।

निवेदकको दस्तखत :

नाम :

ठेगाना :

सेयर प्रमाण पत्र नं. :

सेयर संख्या :

४

नेपाल ल्यूव आयल लिमिटेड
भूमिखेल, ललितपुर

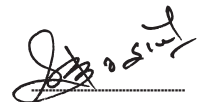
प्रवेश पत्र

सेयरधनीको नाम.....

सेयर प्रमाणपत्र नं..... सेयर संख्या.....

सेयरधनीको सहि :

नेपाल ल्यूव आयल लि.को २०७७/०७/०५ मा हुने उनात्तिसौं वार्षिक साधारण सभामा उपस्थितिका लागि जारी गरिएको प्रवेश पत्र ।
(सभाकक्षमा प्रवेश गर्दा यो प्रवेश पत्र पेस गर्नु पर्ने छ ।)


कम्पनी सचिव

नोट : यो पाना र फारम स्वयं उपस्थित भई सभाहलमा सभा सञ्चालन हुने भएमा मात्र प्रयोगमा आउने छ ।



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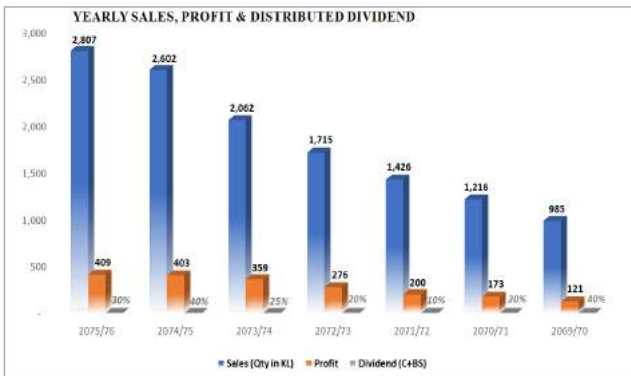
नेपाल ल्यूब आयल लिमिटेडको मिति २०७७ साल कात्तिक ५ गते बोलाइएको
उनान्तिसौं वार्षिक साधारण सभामा सञ्चालक समितिको तर्फबाट अध्यक्ष
श्री अरुण कुमार चौधरीज्यूद्वारा प्रस्तुत आ.व. २०७६/७७ को

वार्षिक हिसाब र प्रतिवेदन

सेयरधनी महानुभावहरू,

नेपाल ल्यूब आयल लि. को यस उनान्तिसौं वार्षिक साधारण सभामा हाल उत्पन्न यस विषम परिस्थितिका बावजुद हामिलाई थप हौसला र उत्साह प्रदान गर्न virtually उपस्थित सम्पूर्ण सेयरधनी महानुभावहरूमा यस कम्पनीको सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत अभिवादन व्यक्त गर्दछु । साथै यस गरिमामय सभामा संचालक समितिको तर्फबाट म २०७७ अषाढ मसान्तको कम्पनीको वासलात, आर्थिक वर्ष २०७६/७७ को नाफा नोक्सान हिसाव, नगद प्रवाह विवरण र अन्य विभिन्न बित्तिय परिसूचकहरू प्रस्तुत गर्दै कम्पनीको गत आर्थिक वर्षको कार्यको समीक्षा तथा भावी कार्यक्रमहरू स्विकृतीका लागि प्रस्तुत गर्न अनुमति चाहन्छु ।

नेपाल ल्यूब आयल लि. को निजिकरण पश्चात र त्यसमा पनि बिगतका ७/८ बर्षहरूमा कम्पनीले विक्री परिमाण, नाफा र शेयरधनी महानुभावहरूलाई प्रदान गरेको प्रतिफललाई मापदण्डको



रूपमा लिने हो भने कम्पनीले हासिल गरेको चौतर्फी वृद्धि अविस्मरणिय छ ।

सोहि आधारमा कम्पनीले आ.व. २०७६/७७ को निमित्त पनि लक्ष्य लिएको र सो पुरा गर्न विभिन्न रणनीतिहरू लिएको थियो । कम्पनीको विगतको वर्ष र यस आ.व.को फाल्गुण सम्मको विक्री हेर्ने हो भने पनि हामि सहि दिशामा अगाडि बढदै ३४०० के. एल.को लक्ष्य प्राप्ती तर्फ अग्रसर थियौं भन्ने सुचकाङ्क पाई

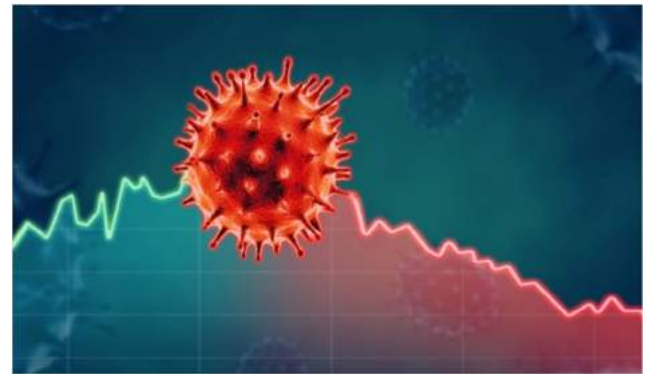
रहेका थियौं ।

यसै विच विश्व महामारीको रूपमा COVID-19 को आगमन र यसले हाम्रो व्यवसायलाई पनि नराम्रो असर पुर्याउन गएको

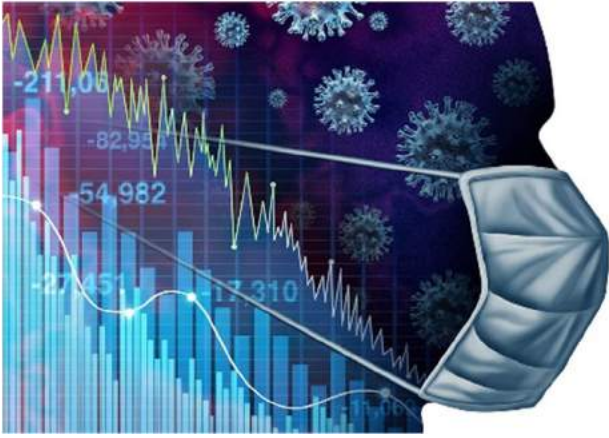


छ । अझ लुब्रिकेन्टस् व्यवसायमा उच्चरूपमा विक्रीहुने समयमा (फाल्गुण देखी आषाढ महिना सम्म) शुरु भएको यस महामारीले थप क्षती पुग्न गएको छ ।

यस विषम परिस्थितिमा पनि कम्पनीले आफ्ना कर्मचारीहरूको प्रत्यक्ष सुरक्षा, कारखाना स्थलको निर्मलीकरण, उत्पादीत वस्तु, सोको ढुवानी, डिष्ट्रिब्युटरको गोदामको निर्मलीकरण र त्याहाबाट रिटेलर र मेकानिक्सहरूको पसल ग्यारेज सम्म हाम्रो उत्पादन सुरक्षित रूपमा पुर्याउने र अन्तिम उपभोक्ताको सुरक्षाको निमित्त प्रत्येक पल आफ्नो दृष्टी पुर्याईरहेको थियो र सोहि बमोजिम आजसम्म कार्य गर्दै आईरहेको पनि छ ।



कम्पनीले आफ्ना कामदार तथा कर्मचारीहरूको COVID-19 विमा, कार्यस्थलमा दुई कामदार कर्मचारी विच दुरी कायम, कार्यलय समयमा सहजता, बैकल्पिक दिन हाजिर, Work from home प्रावधान, सिफ्ट निर्धारण, कामदार तथा कर्मचारीहरूको PCR Test र सम्पूर्ण कर्मचारीहरूलाई तलबमात्र नभई अग्रिमरूपमा खर्चबापतको पेशिक प्रदान गरी उनीहरूको प्रत्येक पलको सुरक्षामा ध्यान दिदै निजहरूको आर्थिक तथा



मानसिक रूपमा थप बल पुर्याउने कार्य गरिदै आइएको छ । त्यस्तै कर्मचारी र कामदार एवम बजारमा प्रबर्द्धनको निमित्त आफ्नै ब्राण्डको KN-95 स्तरको Mask समेत वितरण गरिएको छ ।

२०७६ चैत्रको शुरुवातदेखी सरकारको निर्णयले भएको लकडाउन अवधिभर नेपालभित्रकै सम्पूर्ण कृयाकलापहरू ठप्प भएको थियो र त्यसपछिका दिनहरूमा आर्थिक गतिविधी केहि खुकुलो भए पनि बजार पहिलेको तुलनामा हालसम्म पनि चलायमान भएको छैन । लकडाउन अवधिभर सम्पूर्ण बजार र सवारी साधनको आवगमन ठप्प भएको र त्यसपछिका दिनहरूमा सिमित मात्रमा कारोवार भएता पनि कम्पनीको व्यवस्थापनले यस अवधिमा आफ्नो उत्पादन आवश्यक र माग भएको ठाउँहरूमा विभिन्न माध्यमबाट पुर्ति गरेको थियो । यसैले पनि कम्पनीले चैत्र देखी आषाढ मसान्त सम्म ४१७ के.एल. विक्रि गर्न सफल भएको छ । यसबाट कम्पनीको आर्थिक गतिविधी केहि हदसम्म भए पनि चलायमान बनाउन मद्दत पुग्न गई र यहि थप परिमाणले पनि कम्पनीलाई नोक्सानीमा जानबाट जोगाएको हो भन्दा फरक पर्दैन । यस अवधिमा कम्पनीका कामदार तथा कर्मचारी, डिलर र डिलरसंग आवद्ध कर्मचारीहरूको कार्यले पुर्याएको योगदान अतुलनिय र प्रशंसनिय छ ।

त्यस्तै कम्पनीले यस अवधिमा आफ्ना डिलर, रिटेलर र मेकानिक्सहरूलाई पनि निजहरूलाई कम्पनी संग लामो समयसम्म

आबद्ध गराईरहने हिसावले यस वर्षको स्किम र टार्गेट बोनसमा परिमार्जन गरेको छ । यसवाट बजारमा GULF ब्राण्ड र नेपाल ल्यूव आयल लि. प्रति अभ् सकारात्मक दृष्टिकोण थप्न बल मिलेको छ ।

त्यस्तै नीजीकरणपश्चात कम्पनीको १ विधा ७ कड्डा ५.५ धुर क्षेत्रफल जग्गाहरू नेपाल आयल निगमबाट नामसारी हुन बाँकी रहेको अवस्था शेयरधनी महानुभावहरूलाई जानकारी नै छ । उक्त जग्गा आफ्नो नाममा नामसारी गरि ल्याउन कम्पनीको पहलबाट विभिन्न मितिमा अर्थ मन्त्रालयले सम्बन्धित निकायहरूलाई पत्राचार समेत भएको थियो तर सो पत्रहरूको कार्यान्वयन तर्फ भने कुनै पक्षबाट पनि पहल भई नरहेको अवस्था छ । यस विषयमा आ.व. २०५१ साल देखि हाल सम्म उप समिती गठन, दुई पक्ष विच प्रत्यक्ष बार्ता र अर्थ मन्त्रालयको रोहबरमा वार्ता जस्ता अनेकौ कार्य सम्पन्न भएकोमा यस सम्बन्धमा कुनै ठोस समाधान भने भएको छैन । तसर्थ हाल कम्पनी उक्त जग्गाहरू आफ्नो नाममा नामसारी गरी ल्याउन र आफ्नो सम्पत्ति सुरक्षित राख्न न्यायालयसमक्ष निवेदन दिन वाध्य भएको छ । यो प्रतिवेदन तयार पार्दासम्म अदालतको अन्तिम निर्णयको निमित्त प्रक्रियारत रहेको अवस्था छ ।

तथापि अदालतको निर्णयअघि नै दुबै पक्ष यस विषयलाई सकभर छिटो टुंग्याउन कुनै सहमतिमा पुगिने छ भन्ने आशा पनि गरेका छौं ।

अन्त्यमा, कम्पनीलाई अधिकतम उचाई प्राप्त गर्न शेयरधनीका रूपमा यहाँहरूले पुर्याउनु भएको सहयोग, योगदान तथा सदभावका लागि हृदयदेखी नै आभार प्रकट गर्दछु र आगामी दिनहरूका लागि पनि आज यस सभाबाट सदैवभै रचनात्मक राय एवम सुभाव तथा मार्ग निर्देशनहरू प्राप्त हुने नै छ भन्नेमा म विश्वस्त छु ।





क) विगत वर्षको कारोबारको सिंहावलोकन :

विगत पांच वर्षको तुलनात्मक वित्तीय स्थिति निम्नानुसार रहेको छ ।

S.N.	Particulars	F.Y.72/73	F.Y.73/74	F.Y.74/75	F.Y.75/76	F.Y.76/77
1	Sales Quantity (KL)	1716	2062	2601	2807	2086
2	Turnover	515,039,423	632,939,806	783,388,952	909,125,132	673,334,427
3	Total Expenses	475,107,403	580,504,917	732,502,684	724,711,534	659,280,195
4	Profit Before Tax	39,932,020	52,434,889	50,886,268	52,294,012	14,054,232
5	Provision for Labour Housing	1,996,601	2,621,744	0	0	0
6	Provision for CSR	-	498,131	565,403	581,045	124,478
7	Provision of Bonus	3,448,675	4,483,183	5,088,627	5,229,401	1,606,456
8	Provision of Tax	6,897,349	8,966,367	10,600,322	113,46,723	2,497,360
9	Net Profit	27,589,396	35,865,464	40,285,946	409,47,289	9,825,938

(ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोबारलाई कुनै असर परेको भए सोको असरको विवरण :

माथि भनिए भै सन् २०२० को शुरुवातबाटै विश्वमा देखिएको COVID-19 महामारिबाट कम्पनीलाई पनि प्रत्यक्ष असर पर्न गएको छ । यसको असर आजको दिन सम्म पनि परिरहेको छ । त्यस्तै यसै महामारीको कारण बेस आयलको मुल्यमा भएको उतार चढाव, डलरको विनिमय दरको वृद्धि, बजार पुर्ण रूपमा संचालन नभएको कारण लुब्रिकेन्ट्सको मागमा आएको भारि गिरावट र आफ्ना कामदार, कर्मचारी, डिलर, रिटेलर, ग्राहक र उत्पादनहरु सक्रमणबाट सुरक्षित राख्ने आगामि दिनको महत्वपुर्ण चुनौती हुन गएको छ ।

अर्को मुख्य असर भनेको नेपाल सरकारको लुब्रिकेन्ट्स आयात सम्बन्धि कुनै ठोस निति नियम नभएको कारण पनि हो । सरकारको लुब्रिकेन्ट्स आयात सम्बन्धि कुनै निति नियम र मापदण्ड नभएकोले जो जसले जे जति परिमाणमा विना कुनै गुणस्तर मापन भई लुब्रिकेन्ट्सहरु आयात भईरहेका छन । यसबाट बजारमा धेरै सस्ता लुब्रिकेन्ट्सहरु विक्री भईरहेका छन र उपभोक्ता समेत यसमा पुर्ण रूपमा सचेत नभएकोले ति लुब्रिकेन्ट्सको विक्री बढी रहेको छ ।

त्यस्तै सीमित बजारमा १७५ भन्दा बढी ब्राण्डहरु रहनुले बजारमा धेरै अस्वस्थ प्रतिस्पर्धा भई रहेको र भईरहने देखिएको छ । त्यस्तै कच्चा पदार्थ अर्थात बेस आयल र तयारी सामानमा भन्सार दरको भिन्नता अवस्थामा बजार समक्ष प्रतिस्पर्धिहरुले

तयारि रूपमा आयात गर्ने लुब्रिकेन्ट्सको प्रतिस्पर्धात्मक दरभाउमा ल्याउनु पनि धेरै चुनौतीपुर्ण कार्य भएको छ ।

(ग) प्रतिवेदन तयार भएको मितिसम्म चालु वर्षको उपलब्धि र भविष्यका सम्बन्धमा सञ्चालक समितिको धारणा :

चालु आ.व. २०७७/७८ मा ३०५५ के.एल. विक्री गरी सञ्चालन मुनाफा रु. ४ करोड ४२ लाख हुने लक्ष्य राखी कारोबार सञ्चालन भई रहेकोमा २०७७ भाद्र मसान्त सम्ममा जम्मा ४७८ के.एल. लुब्रिकेन्ट्स विक्री वितरण भएको छ । यस सम्बन्धमा अफ विस्तृत विवरण याहा प्रस्तुत गरिएको छ :

आ.व. २०७६।७७ को कार्यक्रमाको स्थिति :

- गतवर्ष कम्पनीले उत्पादन विस्तारको निमित्त आवश्यक विभिन्न प्लान्ट, मेशिन र गोदामघरहरू थप गर्ने लक्ष्य लिएकोमा ड्रम फिलिङ्ग मेशिन बाहेक अन्य कुनै पनि कार्य समापन गर्न सकिएन । उक्त ड्रम फिलिङ्ग मेशिन गतवर्षको पौषमा खरिद प्रकृया शुरु गरेतापनि यसवर्षमात्र जडान हुन गएको छ । यस वर्षको लक्ष्य भनेकै सबै परिस्थिती सामान्य भए पश्चात गतवर्षको लक्ष्यमा लिईएका सबै सम्पतीहरू थप गर्ने प्रकृया थालनी गरिने छ ।
- यसवर्ष कम्पनीले आफ्ना डिष्ट्रिब्युटर, रिटेलर र मेकानिक्सहरूलाई आफुसंग आवद्ध बनाईरहने निति नियम बमोजिम शुन्य तथा सिमित ब्याजदरमा ५ देखी ७ वर्ष सम्मको निमित्त सवारी साधन कर्जा उपलब्ध गराउने कार्यलाई विगतका वर्षभै निरन्तरता दिएको थियो र यसमा गत वर्ष ३ डिष्ट्रिब्युटर सहभागी भई हालसम्म ७ डिष्ट्रिब्युटरहरूले यो योजनामा सामेल हुनु भएको छ ।
- त्यस्तै कर्मचारीहरूलाई पनि कम्पनीसंग लामो समयसम्म आवद्ध गर्ने उद्देश्यले ७ वर्षको निमित्त सवारीसाधन हस्तान्तरणको योजना समेतलाई गतवर्ष भै निरन्तरता दिईएको छ । गतवर्ष प्राईभेट कारमात्र यस योजना अर्न्तगत ४ जना कर्मचारी सामेल हुनु भएको र हाल सम्म यस योजनामा ५ जना कर्मचारी सहभागी हुनु भएको छ । त्यस्तै मोटरसाईकलको हकमा भने हालसम्म १२ जना कर्मचारी सहभागी हुनुहुन्छ ।
- बजारको प्रतिस्पर्धामा कायम रहनको निमित्त यस वर्ष Private Car को निमित्त आवश्यक उच्च गुणस्तरको Synthetic लुब्रिकेन्टस् Ultrasynthx Plus बजारमा भित्र्याईएको थियो र यसको विक्री निकै उत्साहजनक रहेको छ ।
- गत वर्ष कम्पनीले नुवाकोटको त्रिशुलिमा नयां डिष्ट्रिब्युटर नियुक्ती गर्न सफल भएको छ ।
- कम्पनीले कम्पनीका कारखानामा कार्यरत ३ जना कर्मचारीहरूलाई उत्पादन संग सम्बन्धित तालिममा विदेश पठाएको थियो भने त्यस्तै विक्रीमा आवद्ध ४ जना कर्मचारीहरूलाई विक्री तथा लुब्रिकेन्टस् सम्बन्धि जानकारीको निमित्त बिदेशमा तालिममा सहभागी गराईएको थियो । यसले कर्मचारी स्वयंको वृत्ति विकासका साथ साथै कम्पनीको उत्पादन तथा विक्रीको उत्पादकत्वमा समेत सकारात्मक असर पुगेको छ । निजहरूले तालिममा प्राप्त जानकारी याहा स्थित अन्य कर्मचारीहरूलाई समेत प्रदान गरिएको छ ।
- काठमाण्डौ र पोखरा उपत्यका भित्र चल्ने बस तथा ट्याक्सी र लामो दुरीका बसहरूसमेतमा ब्राण्डिङ्ग गर्ने लक्ष्य लिएकोमा उक्त कार्य सफलता पूर्वक सम्पन्न गरेका छौ । यसबाट ब्राण्ड भिजिविलिटी बढेर राम्रो माईलेज पाएका छौ ।
- गतवर्ष थप ३ कर्मचारीहरू नियुक्त गरिएको र यसबाट पोखरालगायत गण्डकी, धौलागिरी क्षेत्र, नेपालगंज र सुर्खेत जस्ता मुख्य शहरहरूमा बजार र उपभोक्तामाफ दैनिकरूपमा सम्पर्क कायम गर्न सकिएको छ ।
- यसवर्ष NFRS को कार्य समापन गरिएको छ ।
- माथि उल्लेखित तथा यस बाहेकका अन्य कार्य र ब्राण्डिङ्ग सम्बन्धि कार्यहरू यसै पुस्तिकामा छुट्टै दिइएको छ ।

आर्थिक वर्ष २०७७।७८ मा लक्षित नयां कार्यक्रमाहरू :

- कम्पनीले आ.व. २०७७।७८ मा आफ्नो लक्ष्य हासिल गर्ने कटिबद्धताका साथ निम्न कार्यक्रमहरू कार्यान्वयनमा ल्याएको छ ।
- यस वर्ष कम्पनीले COVID -19 महामारीबाट आफु पनि सुरक्षित रहि अन्यलाई पनि आफुबाट सुरक्षित राख्ने वातावरण सहितको कम्पनीको दैनिक कार्यलाई सदैव क्रियासिल राख्ने प्रमुख लक्ष्य लिएको छ । कामदार तथा कर्मचारीहरूको निमित्त COVID -19 को विमा गर्ने र कथमकदाचित कोहिलाई संक्रमण देखिएमा निजको Quarantine र Isolation को निमित्त समेत सहयोग गर्ने लक्ष्य छ ।
- गत वर्षको मुख्य लक्ष्य भनेको ग्रिज प्लान्ट स्थापना गर्ने, उत्पादन वृद्धि गर्न थप केटल जडान गर्ने, गियर आयल र कुलेन्टको निमित्त नयां फिलिंग मेशिनहरू जडान गर्ने, थप गोदाम निर्माण गर्ने र भएका मेशिनहरूको स्तरोन्नती गर्ने लिएकोमा ड्रम फिलिङ्ग मेशिन बाहेक अन्य कुनै पनि कार्य समापन गर्न सकिएन । उक्त ड्रम फिलिङ्ग मेशिन गतवर्षको पौषमा खरिद प्रकृया शुरु गरेतापनि यसवर्षमात्र जडान हुन गएको छ । यस वर्षको लक्ष्य भनेकै सबै परिस्थिती सामान्य भए पश्चात गतवर्षको लक्ष्यमा लिईएका सबै सम्पतीहरू थप गर्ने प्रकृया थालनी गरिने छ ।
- यस वर्ष कम्पनीको आफ्नो छुट्टै निजि सर्भर जडान गर्ने र निजी Domain बनाई आफ्नो सम्पूर्ण उत्पादन, विक्री,



खर्च, बजार र कर्मचारीहरू सम्बन्धि गतिविधिहरू सोमा समाहित गर्ने । साथै यसैवर्ष कम्पनीले आफ्नो सम्पूर्ण गतिविधिहरू Live update Reporting आउने गरि Dealer Monitor software (DMS) जडान गर्ने छ । यो DMS software ले dealer को मात्र गतिविधि नभई सम्पूर्ण उत्पादन, कारखाना स्थलको सम्पूर्ण दैनिक गतिविधि (अर्थात कारखानामा कुन सामान कुन समयमा भित्रिएको, कसले बुझेको, सोको गुणस्तर के छ, परिमाण, गुणस्तर मापन गर्ने को, कुन बस्तु उत्पादन गरिएको, किन, कति परिमाणमा, उत्पादनको समयमा को को कर्मचारी कार्यमा थिए, आदि जस्ता) देखाउने छ । साथै बजारमा डिलरले कम्पनीलाई अर्डर र डिलरलाई उसका रिटेलरले अर्डर गर्न मिल्ने समेत हुने छ । त्यस्तै बजारमा प्रतिस्पर्धिहरूको गतिविधि पनि राख्न मिल्ने हुनेछ । पछिका दिनमा यसै software लाई Mobile Apps को रूपमा समेत विकसित गरिने छ ।

■ यस वर्ष कम्पनीले मोटर साईकलको निमित्त उच्च गुणस्तरको २ वटा लुब्रिकेन्ट्स, प्राईभेट कार तथा SUV को निमित्त पनि २ वटा लुब्रिकेन्टस् बजारमा विक्रीको निमित्त लाने तयारी गरेको छ ।

■ त्यस्तै यस वर्षको अर्को महत्वपूर्ण लक्ष्य भनेको २ वटा नयां ग्राज बजारमा ल्याउने छ । कम्पनीको कयौं वर्षको अथक प्रयासमा यो कार्य गर्न गई रहेको र यसबाट कम्पनीले विक्रीमा धेरै ठुलो योगदान पुर्‍याउने छ भन्ने विश्वास लिएका छौं ।

■ अर्को महत्वपूर्ण लक्ष्य भनेको नेपालको शहरोन्मुख गाउँहरूलाई पहिचान गरि यस वर्ष ३ वटा नयां डिष्ट्रिब्युटरहरू नियुक्त गर्ने लिएको हो ।

■ वितरकहरूका कर्मचारीहरूका साथ साथै कम्पनीका कर्मचारी तथा कामदारहरूलाई लाई यस पटक पनि आकर्षक तथा व्यावहारिक प्रोत्साहन भत्तालाई निरन्तरता दिने ।

■ यस वर्ष पनि काठमाण्डौंको शहर भित्र संचालन हुने र तराईमा लामो रूटमा संचालन हुने बसहरूमा ब्राण्डिङ्ग गर्ने । त्यस्तै ट्रक कन्टेनरहरूमा समेत ब्राण्डिङ्ग गर्ने ।

■ कामदार तथा कर्मचारीहरूलाई समय साक्षेप र कार्य क्षमता वृद्धि गर्न स्थिती सामान्य भए पश्चात देश तथा विदेशका विभिन्न ठाउँहरूमा तालिमका निमित्त पठाइने लक्ष्य लिएको छ ।

■ हालको महामारीको स्थितीलाई ध्यानमा राखेर कम्पनीले विगतका वर्षहरूमा बजार प्रबर्द्धनको निमित्त वितरण गर्ने टि शर्ट, कि रिङ्ग, डायरीको सट्टा यस वर्ष कम्पनी तथा ब्राण्डको लोगो समावेश भएको मास्क वितरण गर्ने रणनीती लिएको छ । साथै अन्य सम्पूर्ण प्रबर्द्धनात्मक गतिविधिमा COVID-19 बाट बचावको निमित्त सचेतना सम्बन्धि जानकारी समावेश गर्ने र केहि स्टिकरहरूमा पनि सो समावेश गर्ने रणनीति छ ।

■ साथै, माथि उल्लेखित तथा अन्य कार्यहरू यसै पुस्तिकामा

छुट्टै समावेश गरिएको छ ।

(घ) कम्पनीको औद्योगिक वा व्यावसायिक सम्बन्ध :

समीक्षा अवधिमा कम्पनीले आफ्ना ग्राहक, कर्मचारी तथा सम्पूर्ण सरोकारवालाहरूसंग असल व्यावसायिक सम्बन्ध कायम राखेको छ । विगतवर्षमा २ वटा नयां OEM बिजनेसको निमित्त व्यावसायिक कम्पनीहरू संग करार गर्न सफल भएका छौं । त्यस्तै गतवर्षको कम्पनीको विभिन्न औद्योगिक तथा व्यावसायिक कम्पनीहरू संगको विक्री वृद्धिले पनि कम्पनीको औद्योगिक व्यावसायिक एवं समाजिक सम्बन्ध विस्तार भइरहेको छ भन्ने प्रमाणित गर्दछ र यसलाई आफ्नो हित प्रवर्द्धन र कारोबार विस्तारका लागि समेत उपयोग गरिएको छ ।



श्री विशाल ओझा

(ङ) सञ्चालक समितिमा भएको हेरफेर र सोको कारण :

यस वर्ष नेपाल आयल निगमका प्रतिनिधि श्री विशाल ओझाको अवकाश पश्चात उक्त संस्थाको प्रतिनिधिको रूपमा हालसम्म अन्य कोही नियुक्त हुनुभएको छैन । त्यस्तै रोलक्रम बमोजिम राष्ट्रिय विमा कम्पनीको प्रतिनिधित्व गदै सञ्चालकको रूपमा श्री

मोहन तिमल्सिना नियुक्त हुनु भएको छ । श्री विशाल ओझा ज्यूले सञ्चालकको भुमिकामा आफ्नो कार्यकाल भरि कम्पनीको उत्तरोत्तर प्रगतिको निमित्त दिनु भएको सल्लाह सुभावा एवं सक्रिय सहभागीको रूपमा पुर्‍याउनु भएको योगदानको निमित्त विशेष धन्यवाद दिन चाहान्छु ।

(च) कारोबारलाई असर पार्ने मुख्य कुराहरू :

कम्पनीको कारोबारलाई असर पर्ने मुख्य कुराहरू निम्न बमोजिम रहेका छन् ।

(१) हालको COVID -19 महामारीको स्थितीले पर्न जाने असर ।

(२) कच्चा पदार्थको अन्तराष्ट्रिय स्तरमा हुने दर भावको उतार चढावले पहिले दिईने भनि निर्धारण गरिएको स्किमको निर्धारण र पालनामा कठिनाई ।

(३) सीमित बजारभित्र प्रतिस्पर्धीहरूको संख्यामा हुने वृद्धीबाट सिर्जित प्रतिस्पर्धात्मक वातावरणबाट सिर्जना हुने सम्भावित विक्री सम्बन्धि जोखिमहरू ।

(४) समय समयमा प्रतिकूल मौसमले ढुवानी कार्य बन्द भएर सिर्जित हुने विक्री वितरण तथा कच्चा तथा अन्य आवश्यक पदार्थहरू समयभित्र हुन नसक्ने पैठारीका समस्याहरू ।

(५) बजार भित्रको अस्वस्थ प्रतिस्पर्धाले कर्मचारी, डिष्ट्रिब्युटर, रिटेलर, मेकानिक्स र OEM लाई लामो समय सम्म आबद्ध गरिरहन कठिनाई ।

(छ) लेखा परीक्षण प्रतिवेदनमा कुनै कैफियत भए सोउपर सञ्चालक समितिको धारणा :

आ.व.२०७६।७७ को लेखा परीक्षण प्रतिवेदनमा कम्पनीको सामान्य कारोबारको सिलसिलामा देखिएका सामान्य टिप्पणीबाहेक प्रतिकूल टिप्पणी छैन । लेखा परीक्षण प्रतिवेदनमा उल्लेखित सुभावहरू कार्यान्वयन गर्न व्यवस्थापन लाई निर्देशन दिई सकिएको छ ।

(ज) लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम :

आ.व. २०७६।७७ को कारोबार मुनाफा तथा सञ्चित मुनाफाबाट चुक्ता पुँजीको १० प्रतिशत नगद लाभांश वितरण गर्ने प्रस्ताव गरेका छौं । आशा छ सेयरधनी महानुभावहरूले यसलाई सहर्ष स्वीकृत गर्नु हुनेछ ।

उपरोक्त विवरणका अतिरिक्त कम्पनी ऐन, २०६३ को दफा १० ९ (४) सम्बन्धी दिनु पर्ने अन्य जानकारी यसै साथ संलग्न गरिएको छ ।

अन्त्यमा, हालको यस विषम परिस्थितीमा पनि आर्थिक गतिविधी चलायमान राख्न पर्ने आवश्यकता भएकोले पुर्ण रूपमा बजार सञ्चालन नभएर सिमित रूपमा चलायमान बजारपनि फराकिलो हुदै गईरहेको र सोही अनुरूप कम्पनीले लिएको नितीहरूले यस

वर्ष र आउने वर्षहरूमा पनि कम्पनी विगतका ४ वर्ष भै सदैव अन्य प्रतिस्पर्धिहरू माझ सवै भन्दा अग्र स्थानमा रहिरहन सक्षम हुने छ भन्ने विश्वास छ र यसका निमित्त निरन्तर रूपमा सहयोग पुर्याउनु हुने शेयरधनी महानुभावहरू, ग्राहकवर्ग, डिष्ट्रिब्युटर, रिटेलर, नेपाल सरकारका सम्बद्ध निकाय, मेकानिक्स, पत्रकार, च्क् सानिमा क्यापिटल र अन्य सवै सुभेच्छुहरू प्रती सञ्चालक समितीको तर्फबाट हार्दिक आभार प्रकट गर्दछौं ।

साथै कम्पनीको उत्तरोत्तर उन्नती र प्रगतिमानै आफ्नो प्रगती ठानी अमुल्य श्रम र समय खर्च गरी निरन्तर दत्तचित्तका साथ कार्य गर्ने कम्पनीका कर्मचारी तथा कामदारहरूलाई पनि हार्दिक धन्यवाद व्यक्त गर्दछौं ।

सवै जना सुरक्षित रहौं र आफुबाट अन्यलाई समेत सुरक्षित बनाऊ ।

सञ्चालक समितिको तर्फबाट

श्री अरुण कुमार चौधरी

अध्यक्ष

मिति : २०७७/०६/१३

सञ्चालक समितिको तर्फबाट

श्री बिजय बहादुर श्रेष्ठ
सञ्चालक

श्री करण कुमार चौधरी
कार्यकारी सञ्चालक

श्री मोहन तिमल्सिना
सञ्चालक

श्री हेमन्त अग्रवाल
सञ्चालक

श्री निरञ्जन न्यौपाने
सञ्चालक

श्री अनिल बस्न्यात
सञ्चालक

श्री नेपाल आयल निगम लिमिटेड
सञ्चालक



नेपाल ल्यूव आयल लि. उन्ान्तिसौ बार्षिक साधारण सभा

कम्पनी ऐन, २०६३ को दफा १०९ (४) सम्बन्धी अन्य जानकारी

(भ) सेयर जफत भएको भए जफत भएको सेयर संख्या, त्यस्तो सेयरको अंकित मूल्य, त्यस्तो सेयर जफत हुनुभन्दा अगावै सो बापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो सेयर जफत भएपछि सो सेयर विक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको सेयर वापत रकम फिर्ता गरेको भए सो को विवरण ।

आ.व. २०७६/७७ मा कुनै सेयर जफत नभएको ।

(ज) बिगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्त्यमा रहेको स्थितिको पुनरावलोकन ।

कम्पनीको कारोवारको विवरण माथि प्रस्ट गरिएको छ भने कम्पनीको कुनै पनि सहायक कम्पनी हाल चालु अवस्थामा रहेको छैन ।

(ट) कम्पनी तथा त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोबारहरू र सो अवधिमा कम्पनीको कारोबारमा आएको कुनै महत्वपूर्ण परिवर्तन ।

कम्पनीको कारोवारको विवरण माथि प्रस्ट गरिएको छ भने कम्पनीको कुनै पनि सहायक कम्पनी हाल चालु अवस्थामा रहेको छैन ।

(ठ) विगत आर्थिक वर्षमा कम्पनीका आधारभूत सेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी।

गत वर्षमा आधारभूत सेयरधनीहरूबाट कुनै जानकारी प्राप्त भएको छैन ।

(ड) विगत आर्थिक बर्षमा कम्पनीका सञ्चालक तथा पदाधिकारीहरूले लिएको सेयरको स्वामित्वको विवरण र कम्पनीको सेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी :

कम्पनीको सेयर कारोबारमा कम्पनीका सञ्चालक एवं पदाधिकारी संलग्न रहेको जानकारी कम्पनीलाई नभएको ।

(ढ) विगत आर्थिक वर्षमा कम्पनीसंग सम्बन्धित सम्झौताहरूमा कुनै सञ्चालक तथा निजको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारी व्यहोरा :

कम्पनीको कारोबार सम्बन्धमा कुनै सञ्चालक वा निजका नातेदारसंग कुनै प्रकारको सम्झौता नभएको ।

(ण) कम्पनीले आफ्नो सेयर आफैले खरिद गरेको भए त्यसरी आफ्नो सेयर खरिद गर्नुको कारण, त्यस्तो सेयरको संख्या र अङ्कित मूल्य तथा त्यसरी सेयर खरिद गरे वापत कम्पनीले भुक्तानी गरेको रकम :

कम्पनीले २०७७ असार मसान्तसम्म आफ्नो सेयर आफैले खरिद गरेको छैन ।

(त) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको सोको विस्तृत विवरण :

कम्पनीका अध्यक्ष, सञ्चालक, कार्यकारी सञ्चालक, महा प्रबन्धक एवं विभागीय प्रमुखहरू रहेको व्यवस्थापन समितिबाट कम्पनी कारोबारको आन्तरिक नियन्त्रणको अनुगमन तथा मूल्याङ्कन हुने गरेको छ ।

(थ) विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण :

कम्पनीको विगत आ.व. २०७६/७७ को कुल व्यवस्थापन खर्च आय विवरणको अनुसूची १२ अनुसार रु २,९१,५२,४७४।०० रहेको छ ।

(द) लेखा परीक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक भत्ता तथा सुविधा सो समितिले गरेको काम कारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सो को विवरण :

कम्पनी ऐन, २०६३ को दफा १६४ अनुसार कम्पनीको चुक्ता पुँजी रु. तीन करोडभन्दा कम रहेकोले लेखा परीक्षण समिति गठन नगरिएको तर कम्पनीको आन्तरिक वित्तीय नियन्त्रण एवं वित्तीय विवरणको पुनरावलोकन व्यवस्थापन समिति (Management Committee) बाट हुने गरेको र यस बापत कुनै पारिश्रमिक वा भत्ता दिईएको छैन ।

(ध) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत सेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा :

कम्पनीका सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत

सेयरधनी वा निजका नजिकका नातेदार वा निज संलग्न रहेको फर्म कम्पनी वा संगठित संस्थाले कुनै रकम बुझाउन बांकी रहेको छैन ।

(न) सञ्चालक, प्रबन्ध सञ्चालक कार्यकारी प्रमुख तथा पदाधिकारीहरू लाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

अध्यक्ष एवं प्रबन्ध सञ्चालक, सञ्चालक एवं पदाधिकारीहरू र बरिष्ठ कर्मचारी (उप प्रबन्धक सम्मको) लाई आ.व. २०७५/७६ मा भुक्तान भएको पारिश्रमिक रकम रु. १,९७,०६,१७१।०० रहेको छ ।

(प) सेयरधनीहरूले बुझि लिन बांकी रहेको लाभांश रकम :

सानिमा क्यापिटलले पेश गरेको विवरण बमोजिम २०७६ आषाढ मसान्त सम्ममा जम्मा बुझिलिन बांकी लाभांश रकम रु. २९,८३,३२३।०० (२०७६ कात्तिक मसान्तमा ३०,९६,११८।७५), बुझिलिन बांकी रकममा सवैभन्दा धेरै रकम नेपाल आयल निगम र नेशनल ट्रेडिङ्ग लि.को रहेको देखिएको छ

(फ) कम्पनी ऐन, २०६३ को दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण :

आ.व. २०७५/७६ मा १,१२,८४,७४७।०० मूल्य बराबरको सम्पत्ति खरिद भएको छ । यो सवै खर्च कर्मचारीहरूका

निमित्त सवारी साधन र गोदामको निमित्त भएको हो ।

(ब) कम्पनी ऐन, २०६३ को दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबारको विवरण :

कम्पनी ऐन, २०६३ को दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच कारोबार भएको छैन ।

(भ) कम्पनी ऐन, २०६३ तथा प्रचलित कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा रहेको छ र छैन ।

छैन ।

(म) अन्य आवश्यक कुराहरू ।

छैन ।



INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF
NEPAL LUBE OIL LTD.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of NEPAL LUBE OIL LTD. (the Company), which comprise the statement of Financial Position as at Ashadh 31, 2077, and the Statement of Profit or Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, attached financial statements prepared in accordance with Nepal Financial Reporting Standards (NFRS) along with applicable carved out provisions, generally accepted accounting principles, and read together with notes to accounts, give a true and fair view of financial position of the Company as at 31 Ashadh 2077, its operation results for the period then ended, its cash flow for the period then ended and changes in equity during the period.

Basis for Opinion

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

Key Audit Matters

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

KEY AUDIT MATTER	RESPONSE TO KEY AUDIT MATTER
<p>Sales Revenue from Operation</p> <p>Sales revenue is the key performance indicator of any business. There has been significant decline i.e. by 26% in revenue in the current year compared to the previous year. That is why we recognized it as a key audit matter.</p> <p>Refer Note 15 to the financial statements</p>	<p>Principal Audit Procedures</p> <p>We assessed the Company's operational processes regarding sales and marketing.</p> <p>Our audit approach consisted testing of the design and operating effectiveness of internal controls and substantive testing as follows:</p> <ul style="list-style-type: none"> Evaluated the design of internal controls relating to recognition of revenue/sales. Selected a sample of continuing and new sales contracts and tested the operating effectiveness of internal controls relating to overall sales management. We carried out a combination of procedures involving enquiry and observation,





	<p>re-performance and inspection of evidence in respect of operation of these controls.</p> <ul style="list-style-type: none"> Assessed the COVID -19 Lockdown impact on current year's sales of the company by referring to previous year sales pattern. <p>Conclusion: Our procedure did not identify any material exceptions.</p>
<p>Long Term Sustainability</p> <p>The world is rapidly changing and converting petroleum energy based vehicles into clean energy vehicles. The business of lubricants for vehicles in a near future is very uncertain. This uncertainty of lubricant business in the future is recognized by us as key audit matters.</p> <p>Refer the Company's nature of business and its products range.</p>	<p>Principal Audit Procedures</p> <p>We assessed the company's current marketing strategy for sustainability through a combination of procedures involving enquiry and observation, re-performance and inspection of evidence in respect of operation of these marketing strategies. We also analyzed the current growth rate of green energy vehicles Vs petroleum energy based vehicles in Nepal in order to assess current impact on lubricant businesses.</p> <p>Conclusion: Our procedure did not identify any material exceptions for the current period but the company has been suggested to bring out an alternative business plans to make the company fit for the future.</p>

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

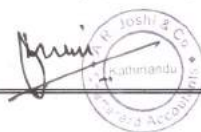
Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Accounting Standards (NASs) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement,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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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





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

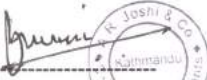
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on the Requirements of the Companies Act 2063 and other regulatory requirements

Besides the reports mentioned in the above paragraphs, we further report on the followings based on our audit, and the information and explanations provided to us.

- We have obtained all the information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
- The attached Statement of Financial Position, the Statement of Profit or Loss, the Statement of Cash Flows and the related annexure are prepared in the format prescribed by Companies Act 2063, and are in agreement with books of account maintained by the Company.
- In our opinion, proper books of account required by law have been kept by the Company.
- To the best of our information and according to explanations given to us and from our examination of the books of the Company necessary for the purpose of our audit, we have not come across cases where Board of Directors or any employee of the Company have acted contrary to the provisions of law, or committed any misappropriation or caused loss or damage to the Company and violated any directives of Regulatory or acted in a manner to jeopardize the interest and security of the Company, its stakeholders.

In our Opinion, the financial statements have been prepared, in all material aspects, in accordance with financial reporting framework as per the regulatory requirements of the Company.


CA Achyut Raj Joshi

Address: Kathmandu, Nepal

Date: Ashoj 4, 2077

UDIN No. : 200929CA0012118B14

NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

Statement of Financial Position As at July 15, 2020 (Ashad 31, 2077)

Amounts in NPR.

Particulars	Note No.	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
ASSETS				
Non-Current Assets:				
Property, Plant and Equipment	5	168,350,520	30,495,676	29,743,503
Financial Assets				
Investments in Shares	6A	-	-	-
Trade & Other Receivables	6B	-	-	-
Prepayment & Other Advances	7	-	-	-
Deferred Tax Assets	8	-	4,156,202	3,789,491
Total Non-Current Assets		168,350,520	34,651,878	33,532,994
Current Assets:				
Inventories	9	202,108,752	148,559,722	149,411,069
Financial Assets				
Trade & Other Receivables	6B	244,069,824	314,803,220	239,324,357
Cash and Cash Equivalents	6C	892,849	8,087,469	6,757,036
Prepayments & Other Advances	7	52,939,913	31,219,031	34,973,563
Current Tax Assets	8	268,718	-	531,303
Total Current Assets		500,280,056	502,669,442	430,997,328
Total Assets		668,630,577	537,321,320	464,530,322
EQUITY AND LIABILITIES				
Equity				
Share Capital	10	29,753,200	29,753,200	26,842,500
Other Component of Equity		96,186,489	-	-
Retained Earnings		142,904,772	143,903,104	114,084,528
Total Equity		268,844,461	173,656,304	140,927,028
LIABILITIES				
Non-Current Liabilities:				
Financial Liabilities				
Loans and Borrowings	11A	-	-	-
Trade & Other Payables	11B	-	-	-
Employee Benefits Liabilities	12	33,025,097	-	-
Other Non-Current Liabilities	13	-	-	-
Deferred Tax Liabilities	8	18,761,592	-	-
Total Non-current Liabilities		51,786,689	-	-
Current Liabilities:				
Financial Liabilities				
Loans and Borrowings	11A	244,979,026	239,579,512	200,924,634
Trade & Other Payables	11B	49,868,212	42,915,131	64,304,689
Current Tax Liabilities	8	-	1,132,912	-
Employee Benefits Liabilities	12	12,711,147	32,220,574	29,604,572
Other Current Liabilities	13	11,121,326	19,900,260	13,069,274
Provisions	14	29,319,716	27,916,628	15,700,124
Total Current Liabilities		347,999,427	363,665,017	323,603,294
Total Liabilities		399,786,116	363,665,017	323,603,294
Total Equity and Liabilities		668,630,577	537,321,320	464,530,322

The accompanying notes form an integral part of the financial statements.

As Per Our Report of Even Date

SD

Arun Kumar Chaudhary
Chairman

SD

CA Achyut Raj Joshi-A. R. Joshi & Co.
Chartered Accountants



Quality Edurance Passion

SD

Bijay Bahadur Shrestha
Director

SD

Karan Kumar Chaudhary
Executive Director

SD

Anil Basnyat
General Public Shareholders

SD

Hemant Agrawal
Director

SD

Mohan Timalsina
Rastriya Beema Co. Ltd.

SD

Niranjana Neupane
General Public Shareholders

Nepal Oil Corporation Ltd.

SD

Ganga Raj Bhattarai
General Manager

NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

Statement of Profit or Loss and Other Comprehensive Income For the year ended Ashad 31, 2077 (July 15, 2020)

Particulars	Note No.	Current Year	Previous Year
Revenue From Operations	15	673,334,427	909,125,132
Cost of Operations/Sales	16	(453,634,538)	(620,231,346)
Gross Profit		219,699,889	288,893,785
Other Operating Revenue/Income	17	290,200	3,075,711
Selling & Distribution Expenses	20	(140,508,472)	(178,465,213)
Administrative & General Expenses	21	(35,478,777)	(33,894,604)
Other Operating Expenses	22	(124,478)	(581,045)
Profit From Operations		43,878,362	79,028,634
Finance Cost	23	(31,555,064)	(25,065,646)
Other Expenses/Losses	24	-	-
Other Income	25	-	-
Profit Before Tax		12,323,298	53,962,988
Income Tax (Expenses)/Income:			
- Current Tax	10A	(3,626,188)	(11,346,723)
- Deferred Tax	10C	1,128,828	366,711
Profit From Continuing Operations		9,825,938	42,982,976
Profit/ (Loss) on Discontinued Operations(net of tax)		-	-
Net Profit for the Year		9,825,938	42,982,976
Other Comprehensive Income:			
Other Comprehensive Income that is subsequently not reclassified to profit or loss			
Actuary gain/(loss) on Defined Benefit Obligation		(9,139,954)	-
Revaluation Gain on Land & Building		129,373,065	-
-Income Tax Relating to Components of Other Comprehensive Income		(24,046,622)	-
Total Other Comprehensive Income, Net of Tax		96,186,489	-
Total Comprehensive Income for the Period		106,012,427	42,982,976

SD

Arun Kumar Chaudhary
Chairman

SD

Bijay Bahadur Shrestha
Director

SD

Hemant Agrawal
Director

Nepal Oil Corporation Ltd.

SD

Karan Kumar Chaudhary
Executive Director

SD

Mohan Timalisina
Rastriya Beema Co. Ltd.

SD

CA Achyut Raj Joshi-A. R. Joshi & Co.
Chartered Accountants

SD

Anil Basnyat
General Public Shareholders

SD

Niranjana Neupane
General Public Shareholders

SD

Ganga Raj Bhattarai
General Manager



Quality Edurance Passion

NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

Statement of Change in Equity For the year ended Ashad 31, 2077 (July 15, 2020)

Amounts in NPR.

Particulars	Equity Share Capital	Retained Earnings	Other Component of Equity		Total Equity
			Actuarial Reserve	Revaluation Reserve	
Balance as of Shrawan 1, 2075 as per Previous GAAPs	26,842,500	110,295,036	-	-	137,137,536
NFRS Transitional Adjustment	-	3,789,491	-	-	3,789,491
Prior Period Errors Adjustment	-	-	-	-	-
Restated Balance as of Shrawan 1, 2075 as per NFRS	26,842,500	114,084,528	-	-	140,927,028
Changes in equity for the year ended Ashad 31, 2076					
Profit / (Loss) for the year	-	42,982,976	-	-	42,982,976
Revaluation Surplus/(Deficit) for the Year	-	-	-	-	-
Issue of Ordinary Share	-	-	-	-	-
Cash Dividend	-	(10,253,700)	-	-	(10,253,700)
Issue of Bonus Share (Dividend)	2,910,700	(2,910,700)	-	-	-
Balance as of Ashad 31, 2076	29,753,200	143,903,104	-	-	173,656,304
Balance as of Shrawan 1, 2076	29,753,200	143,903,104	-	-	173,656,304
Changes in Accounting Policies	-	-	-	-	-
Correction of Prior Period Errors	-	(1,898,310)	-	-	(1,898,310)
Restated Balance as of Shrawan 1, 2076	29,753,200	142,004,794	-	-	171,757,994
Changes in equity for the year ended Ashad 31, 2077					
Profit / (Loss) for the year	-	9,825,938	-	-	9,825,938
Revaluation Surplus/(Deficit) for the Year	-	-	-	-	-
Actuarial Gain/(loss) on defined contribution plan	-	-	(9,139,954)	-	(9,139,954)
Revaluation Gain on Land & Building	-	-	-	129,373,065	129,373,065
Effect of tax on Actuarial Valuation & Revaluation	-	-	1,827,991	(25,874,613)	(24,046,622)
Issue of Ordinary Share	-	-	-	-	-
Cash Dividend	-	(8,925,960)	-	-	(8,925,960)
Issue of Bonus Share (Dividend)	-	-	-	-	-
Cash Dividend for Tax Purpose	-	-	-	-	-
Balance as of Ashad 31, 2077	29,753,200	142,904,772	(7,311,963)	103,498,452	268,844,461

The accompanying notes form an integral part of the financial statements.

As Per Our Report of Even Date

SD

Arun Kumar Chaudhary
Chairman

SD

CA Achyut Raj Joshi-A. R. Joshi & Co.
Chartered Accountants

SD

Bijay Bahadur Shrestha
Director

SD

Karan Kumar Chaudhary
Executive Director

SD

Anil Basnyat
General Public Shareholders

SD

Hemant Agrawal
Director

SD

Mohan Timalsina
Rastriya Beema Co. Ltd.

SD

Niranjan Neupane
General Public Shareholders

Nepal Oil Corporation Ltd.

SD

Ganga Raj Bhattarai
General Manager

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NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

Statement of Cash Flow For the year ended Ashad 31, 2077 (July 15, 2020)

(Amounts in NPR.)

Particulars	Current Year	Previous Year
Cash Flows from Operating Activities		
Profit for the Year	9,825,938	42,982,976
Adjustment for: Non-Cash Items & Non-Operating items		
Income Tax Expenses for the year	2,497,360	10,980,012
Depreciation/amortisation on PPE, Investment Property & Intangible Assets	2,802,968	2,173,844
Reclassification Adjustment (Gain)/losses	-	-
Finance Income	-	(2,589,529)
Prior Year Adjustment	(1,898,310)	-
Rental Income from Investment Property	-	-
Adjustment for: Working Capital Changes except cash & Cash equivalent		
Increase / Decrease in Trade & other receivables	70,733,396	(75,478,863)
Increase / Decrease in Inventories	(53,549,029)	851,346
Increase / Decrease in Prepayments & other Advances	(21,720,883)	3,754,533
Increase/Decrease in Trade & Other Payables	6,953,081	(21,389,558)
Increase/Decrease in Current Employee Benefits	4,375,716	2,616,001
Increase/Decrease in Provisions	1,403,088	12,216,503
Increase/Decrease in Current Loan & Borrowings	5,399,514	38,654,878
Increase / Decrease in other Liabilities	(8,778,934)	6,830,985
Cash generated from Operations.	18,043,906	21,603,129
Finance Cost on Working Capital Loan	-	-
Prior Year Adjustment	-	-
Income Tax Paid	(5,027,818)	(9,682,508)
Net Cash Flows from Operating Activities (A)	13,016,088	11,920,621
Cash Flow from Investing Activities		
Acquisition of Property, plant and Equipment	(11,284,747)	(2,926,018)
Acquisition of Investment Property	-	-
Finance Income	-	2,589,529
Rental Income from Investment Property	-	-
Dividend Income Received	-	-
Net Cash flows from Investing Activities (B)	(11,284,747)	(336,488)
Cash Flow from Financing Activities		
Finance Cost Paid	-	-
Proceed from the Issue of Share	-	2,910,700
Proceeds from the issue of Forfeited shares	-	-
Payments for Finance Lease Liabilities	-	-
Proceeds from loan & borrowings	-	-
Repayment of loan & borrowings	-	-
Dividend Paid (Both Interim & Final)	(8,925,960)	(13,164,400)
Dividend Tax Paid	-	-
Cash Dividend for tax purpose	-	-



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Net Cash Flows from Financing Activities (C)	(8,925,960)	(10,253,700)
Foreign Exchange Gain/ (loss)-(D)	-	-
Net Increase in Cash and Cash Equivalents (A+B+C+D)	(7,194,620)	1,330,433
Cash and Cash Equivalents at the beginning	8,087,469	6,757,036
Cash and Cash Equivalents at the end	892,849	8,087,469

The accompanying notes form an integral part of the financial statements.

As Per Our Report of Even

SD

Arun Kumar Chaudhary
Chairman

SD

Bijay Bahadur Shrestha
Director

SD

Hemant Agrawal
Director

Nepal Oil Corporation Ltd.

SD

Karan Kumar Chaudhary
Executive Director

SD

Mohan Timalina
Rastriya Beema Co. Ltd.

SD

CA Achyut Raj Joshi-A. R. Joshi & Co.
Chartered Accountants

SD

Anil Basnyat
General Public Shareholders

SD

Niranjan Neupane
General Public Shareholders

SD

Ganga Raj Bhattarai
General Manager

NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Notes to the Financial Statements

(All Amount are stated in NPR, unless otherwise provided)

A. Reconciliation of Equity between Previous GAAPs and NFRS Reconciliation of Equity As on Shrawan 1, 2075 (Transition Date)

Particulars	Notes for transition	Previous GAAP	Prior Period Error	Previous GAAP (Restated)	Transition Adjustments	NFRS
Non-Current Assets						
Property, Plant & Equipment		29,743,503	-	29,743,503	-	29,743,503
Investment in Associates		-	-	-	-	-
Financial Assets						
Other Investments in Shares		-	-	-	-	-
Trade & Other Receivables		-	-	-	-	-
Prepayments & Other Advances		-	-	-	-	-
Deferred Tax Assets	4.3B	-	-	-	(3,789,491)	3,789,491
Current Assets						
Inventories		149,411,069	-	149,411,069	-	149,411,069
Financial Assets						
Trade & other receivables	4.3E	-	-	-	(239,324,357)	239,324,357
Cash and Cash Equivalent		6,757,036	-	6,757,036	-	6,757,036
Prepayments & Other Advances		-	-	-	(34,973,563)	34,973,563
Sundry Debtors	4.3E	238,144,058	-	238,144,058	238,144,058	-
Advance, Deposits & other receivables	4.3E	66,156,811	-	66,156,811	66,156,811	-
Income Tax Assets		-	-	-	(531,303)	531,303
Total Assets (A)		490,212,476	-	490,212,476	25,682,154	464,530,322
Non-Current Financial Liabilities						
Loan & Borrowings		-	-	-	-	-
Trade & other Payables		-	-	-	-	-
Other Non-Current Liabilities		-	-	-	-	-
Deferred Tax liabilities		-	-	-	-	-
Current Liabilities						
Financial Liabilities						
Loan & Borrowings	4.3E	-	-	-	(200,924,634)	200,924,634
Trade & Other Payables	4.3E	-	-	-	(64,304,689)	64,304,689
Sundry Creditors & Other Payables	4.3E	294,079,967	-	294,079,967	294,079,967	-
Current Tax Liability	4.3E	-	-	-	-	-
Employee Benefit Liabilities	4.3E	-	-	-	(29,604,572)	29,604,572
Other Current Liabilities	4.3E	-	-	-	(13,069,274)	13,069,274
Provisions	4.3E	58,994,973	-	58,994,973	43,294,848	15,700,124
Total Liabilities (B)		353,074,940	-	353,074,940	29,471,645	323,603,294
Equity						
Share Capital		26,842,500	-	26,842,500	-	26,842,500
Other Component of Equity		-	-	-	-	-
Retained Earnings		110,295,036	-	110,295,036	(3,789,492)	114,084,528
Total Equity (A-B)		137,137,536	-	137,137,536	(3,789,492)	140,927,028

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



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NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Notes to the Financial Statements

(All Amount are stated in NPR, unless otherwise provided)

Reconciliation of Equity as on Ashad 31, 2076

Particulars	Notes for transition	Previous GAAP	Prior Period Error	Previous GAAP (Restated)	Transition Adjustments	NFRS
Non-Current Assets						
Property, Plant & Equipment	4.3D	28,826,700	-	28,826,700	(1,668,977)	30,495,676
Investment in Associates		-	-	-	-	-
Financial Assets						
Other Investments in Shares		-	-	-	-	-
Trade & Other Receivables		-	-	-	-	-
Prepayments & Other Advances		-	-	-	-	-
Deferred Tax Assets	4.3B	-	-	-	(4,156,202)	4,156,202
Current Assets						
Inventories		148,559,722	-	148,559,722	-	148,559,722
Financial Assets						
Trade & other receivables		-	-	-	(314,803,220)	314,803,220
Cash and Cash Equivalent		8,087,469	-	8,087,469	-	8,087,469
Prepayments & Other Advances		-	-	-	(31,219,031)	31,219,031
Sundry Debtors		313,440,540	-	313,440,540	313,440,540	-
Advance, Deposits & other receivables		72,267,167	-	72,267,167	72,267,167	-
Income Tax Assets		-	-	-	-	-
Total Assets (A)		571,181,598	-	571,181,598	33,860,278	537,321,320
Non-Current Liabilities						
Financial Liabilities						
Loan & Borrowings		-	-	-	-	-
Trade & Other Payables		-	-	-	-	-
Other Non-Current Liabilities		-	-	-	-	-
Deferred Tax liabilities		-	-	-	-	-
Current Liabilities						
Financial Liabilities						
Loan & Borrowings		-	-	-	(239,579,512)	239,579,512
Trade & Other Payables		-	-	-	(42,915,131)	42,915,131
Sundry Creditors & Other Payables		328,112,278	-	328,112,278	328,112,278	-
Current Tax Liability		-	-	-	(1,132,912)	1,132,912
Employee Benefit Liabilities		-	-	-	(32,220,574)	32,220,574
Other Current Liabilities		-	-	-	(19,900,260)	19,900,260
Provisions		75,238,195	-	75,238,195	47,321,567	27,916,628
Total Liabilities (B)		403,350,473	-	403,350,473	39,685,456	363,665,017
Equity						
Share Capital		29,753,200	-	29,753,200	-	29,753,200
Other Component of Equity		-	-	-	-	-
Retained Earnings		138,077,925	-	138,077,925	(5,825,179)	143,903,104
Total Equity (A-B)		167,831,125	-	167,831,125	(5,825,179)	173,656,304

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Notes to the Financial Statements

(All Amount are stated in NPR, unless otherwise provided)

B. Reconciliation of Total Comprehensive Income between Previous GAAPs and NFRS

Non-Current Assets:	Notes for transition	For the Year Ended Ashad 31, 2076				
		Previous GAAP	Prior Period Error	Previous GAAP (Restated)	Transition Adjustments	NFRS
Revenue From Operations		909,125,132	-	909,125,132	-	909,125,132
Less: Cost of Sales		(619,307,001)	-	(619,307,001)	924,345	(620,231,346)
Gross Profits (A)		289,818,130		289,818,130	924,345	288,893,785
Other Operating Revenue/Income		3,075,711	-	3,075,711	-	3,075,711
Selling & Distribution Expenses		(178,465,213)	-	(178,465,213)	-	(178,465,213)
Administrative & General Expenses		(27,415,704)	-	(27,415,704)	6,478,900	(33,894,604)
Depreciation / Amortisation		(3,842,821)	-	(3,842,821)	(3,842,821)	-
Provision for CSR Activities		(581,045)	-	(581,045)	(581,045)	-
Staff Bonus Expenses		(5,229,401)	-	(5,229,401)	(5,229,401)	-
Other Operating Expenses		-	-	-	581,045	(581,045)
Operating Profit		77,359,658		77,359,658	(1,668,976)	79,028,634
Finance Cost		(25,065,646)	-	(25,065,646)	-	(25,065,646)
Other Expenses/Losses		-	-	-	-	-
Other Income		-	-	-	-	-
Profit Before Tax		52,294,012		52,294,012	(1,668,976)	53,962,988
Income Tax Expenses						
Current Tax		(11,346,723)	-	(11,346,723)	-	(11,346,723)
Deferred Tax		-	-	-	(366,711)	366,711
Profit for the Year from continuing Operations		40,947,289		40,947,289	(2,035,687)	42,982,976
Profit for the Year from discontinued Operations		-	-	-	-	-
Profit for the Year (A)		40,947,289		40,947,289	(2,035,687)	42,982,976
Other Comprehensive Income						
Other Comprehensive Income that is subsequently not reclassified to profit or loss						
Actuary gain/(loss) on Defined Benefit Obligation	-	-	-	-	-	-
-Income Tax Relating to Components of Other Comprehensive Income	-	-	-	-	-	-
Total Other Comprehensive Income for the year (net of tax)-(A)						
Total Comprehensive Income for the Year		40,947,289		40,947,289	(2,035,687)	42,982,976

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



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NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

Notes to the Financial Statement

(All Amounts are stated in NPR, unless otherwise specifically stated)

5. Property Plant and Equipment For the year ended Ashad 31, 2077 (July 15, 2020)

Particulars	Land & Land Improvement	Office Building	Factory Building	Plant & Machinery	Furniture & Fixture	Vechicle	Computing Equipment	Other Office Equipment	Total
Cost									
Balance at Shrawan 1 2076	748,833	7,935,740	4,553,579	10,774,878	189,079	7,630,578	808,994	27,840	32,669,520
Purchase During the Year	-	-	4,951,000	1,113,353	3,500	5,054,328	162,566	-	11,284,747
Transfer from Capital WIP	-	-	-	-	-	-	-	-	-
Acquisition Through Business Combination	-	-	-	-	-	-	-	-	-
Revaluation Adjustments	129,305,167	(215,881)	283,779	-	-	-	-	-	129,373,065
Disposals	-	-	-	-	-	-	-	-	-
Balance at Ashad 31, 2077	130,054,000	7,719,859	9,788,358	11,888,231	192,579	12,684,906	971,560	27,840	173,327,333
Depreciation & Impairment Losses									
Balance at Shrawan 1 2076	-	317,430	227,679	696,666	18,908	713,707	193,886	5,568	2,173,844
Depreciation charged for the Year	-	317,430	227,679	696,666	19,150	1,323,176	213,300	5,568	2,802,968
Adjustment due to Impairment losses	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Balance at Ashad 31, 2077	-	634,859	455,358	1,393,332	38,058	2,036,883	407,186	11,136	4,976,813
Carrying Amount									
Balance at Shrawan 1 2076	748,833	7,618,310	4,325,900	10,078,212	170,171	6,916,870	615,108	22,272	30,495,676
Balance at Ashad 31, 2077	130,054,000	7,085,000	9,333,000	10,494,898	154,521	10,648,023	564,374	16,704	168,350,520

Security

There is security on PPE

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

NEPAL LUBE OIL LIMITED

Kathmandu, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Property Plant Equipment under Construction

Notes to the Financial Statement

(All Amounts are stated in NPR, unless otherwise specifically stated)
There is no Property Plant Equipment under Construction
For the year ended Ashad 31, 2076

Particulars	Land & Land Improvement	Office Building	Factory Building	Plant & Machinery	Furniture & Fixture	Vehicle	Computing Equipment	Other Office Equipment	Total
Cost									
Balance at Sharawan 1 2075	748,833	7,935,740	4,553,579	10,774,878	189,079	4,704,560	808,994	27,840	29,743,503
Additions	-	-	-	-	-	2,926,018	-	-	2,926,018
Transfer from Capital WIP	-	-	-	-	-	-	-	-	-
Acquisition Through Business Combination	-	-	-	-	-	-	-	-	-
Revaluation Adjustments	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Balance at Ashad 31, 2076	748,833	7,935,740	4,553,579	10,774,878	189,079	7,630,578	808,994	27,840	32,669,520
Depreciation & Impairment Losses									
Balance at Sharawan 1 2075	-	-	-	-	-	-	-	-	-
Depreciation charged for the Year	-	317,430	227,679	696,666	18,908	713,707	193,886	5,568	2,173,844
Adjustment due to Impairment losses	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Balance at Ashad 31, 2076	-	317,430	227,679	696,666	18,908	713,707	193,886	5,568	2,173,844
Carrying Amount									
Balance at Sharawan 1 2075	748,833	7,935,740	4,553,579	10,774,878	189,079	4,704,560	808,994	27,840	29,743,503
Balance at Ashad 31, 2076	748,833	7,618,310	4,325,900	10,078,212	170,171	6,916,870	615,108	22,272	30,495,676
Security									
There is security on PPE									

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



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NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Note to the Financial Statements

(All Amounts are stated in NPR, unless otherwise specifically stated)

6: Financial Assets

	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Financial Assets at Amortized Cost						
Cash & Cash Equivalents	892,849	-	8,087,469	-	6,757,036	-
Trade & Other Receivables	244,069,824	-	314,803,220	-	239,324,357	-
Loan, Advances & Deposits	-	-	-	-	-	-
Less: Allowance for Impairment Loss	-	-	-	-	-	-
Total	244,962,673	-	322,890,689	-	246,081,392	-
Financial Assets at Fair Value Through PL	-	-	-	-	-	-
Financial Assets at Fair Value Through OCI	-	-	-	-	-	-
Total	244,962,673	-	322,890,689	-	246,081,392	-

From the above financial assets trade receivable have been placed as collateral for OD TR and Demand Loan

6 A : Investment in Shares

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Investment Held for Trading						
Investment in Equity Shares	-	-	-	-	-	-
Investment in Preference Shares	-	-	-	-	-	-
Investment Available for Sale						
Investment in Equity Shares	-	-	-	-	-	-
Investment in Preference Shares	-	-	-	-	-	-
Investment in Associates & Subsidiaries						
Investment in Equity Shares	-	-	-	-	-	-
Total	-	-	-	-	-	-

6 B : Trade & Other Receivables

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Trade Receivables						
Secured Debtors (BG+Institution Regular)	173,671,819	-	240,091,334	-	183,786,573	-
Unsecured and under litigation	30,564,801	-	30,564,801	-	30,564,801	-
Outstanding above 6 months period	37,526,120	-	42,784,405	-	23,792,684	-
Loan Receivables	-	-	-	-	-	-
Deposits						
LC Margin at Bank	2,307,084	-	1,362,680	-	1,129,099	-
Security Deposit	-	-	-	-	51,200	-
Other Advances						
Less: Allowance for Impairment	-	-	-	-	-	-
Total	244,069,824	-	314,803,220	-	239,324,357	-

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

6 C : Cash & Cash Equivalents

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Cash on hand	25,764	63,137	100,936
Balance with Banks	867,085	8,024,332	6,656,099
Short-term Deposit	-	-	-
Total	892,849	8,087,469	6,757,036

6 D : Allowance for Impairment Losses

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Opening Balance	-	-	-	-	-	-
Provided During the Year	-	-	-	-	-	-
Receivable written off during the year	-	-	-	-	-	-
Unused amounts reversed	-	-	-	-	-	-
Total	-	-	-	-	-	-

* Current & non-Current portion is related to respective Financial Assets

7 Prepayments & Other Advances

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Non-Current			
Prep-payments	-	-	-
Contract Advances	-	-	-
Advances	-	-	-
Total (A)	-	-	-
Current			
Prepaid Expenses	10,741,662	407,205	387,693
LC Advance	2,627,233	-	-
Staff Advance	14,610,807	8,209,309	11,983,353
Value Added Tax	1,924,644	-	-
Deposit against Adm.Review & Revenue Tribunal appeal	22,602,517	22,602,517	22,602,517
Other Advances	-	-	-
Advance to parties	433,050	-	-
Total (B)	52,939,913	31,219,031	34,973,563
Total Prepayments & Other Advances (A+B)	52,939,913	31,219,031	34,973,563
Impairment for Assets Written Off	-	-	-
Payments & Other Advances	52,939,913	31,219,031	34,973,563

8: Taxations**8A: Current Tax Expenses/Income**

Particulars	Current Year	Previous Year
Taxable Profit for the Year	18,130,939	56,733,615
Current Tax @ 20% for the Year	3,626,188	11,346,723
Prior Years Income Taxes	-	-
Total Current Tax Expenses charges to Profit or loss	3,626,188	11,346,723

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



8B: Current Tax liability/(Assets)

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Balance at the beginning of the period	1,132,912	(531,303)	18,871,324
Charged during the Year	3,626,188	11,346,723	10,600,322
Total Current Tax Liabilities	4,759,100	10,815,420	29,471,645
Current Tax Assets			
Capital Gain Tax	-	-	-
Advance Income Tax	(5,027,818)	(9,682,508)	(30,002,949)
Current Tax Liabilities/(Assets)	(268,718)	1,132,912	(531,303)

Current Tax Assets has been offsetted to the current tax liability since payment is made on net basis

8C Deferred Tax Liability/(Assets)

For the Year 2076-77

Particulars	Tax Base	Carrying Amount	Temporary Differences	Deferred Tax @ 20%
Property, Plant & Equipment				
Depreciable	31,357,396	167,601,688	136,244,291	27,248,858
Non-Depreciable	748,833	748,833	-	-
Investment Property	-	-	-	-
Investment in Shares	-	-	-	-
Inventories	202,108,752	202,108,752	-	-
Leave Payable	-	(6,844,605)	(6,844,605)	(1,368,921)
Gratuity Payable	-	(35,591,726)	(35,591,726)	(7,118,345)
Provisions	-	-	-	-
Balance at Ashad 31, 2077				18,761,592
Balance at Shrawan 1, 2076				(4,156,202)
Deferred Tax Expenses/(Income) for Origination/Reversal of Temporary Differences				22,917,794
Recognized in Profit or Loss for the year ended Ashad 31, 2077				(1,128,828)
Recognized in Other Comprehensive Income for the year ended Ashad 31, 2077				24,046,622
Recognized in Equity for the year ended Ashad 31, 2077				-

For the Year 2075-76

Inventories	Tax Base	Carrying Amount	Temporary Differences	Deferred Tax @ 20%
Property, Plant & Equipment				
Depreciable	24,286,986	29,746,844	5,459,858	1,091,972
Non-Depreciable	748,833	748,833	-	-
Inventories	148,559,722	148,559,722	-	-
Leave Payable	-	(4,155,002)	(4,155,002)	(831,000)
Gratuity Payable	-	(22,085,866)	(22,085,866)	(4,417,173)
	-	-	-	-
Balance at Ashad 31, 2076				(4,156,202)
Balance at Sharawan 1 2075				(3,789,491)
Deferred Tax Expenses/(Income) for Origination/Reversal of Temporary Differences				(366,711)
Recognized in Profit or Loss for the year ended Ashad 31, 2076				(366,711)
Recognized in Other Comprehensive Income for the year ended Ashad 31, 2076				-
Recognized in Equity for the year ended Ashad 31, 2076				-

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

8D Reconciliation of Tax Expenses and Accounting Profit multiplied by Applicable Tax Rates

Particulars	Current Year	Previous Year
Accounting Profit Before Tax from continuing Operations	12,323,298	53,962,988
Accounting Profit Before Tax from Discontinued Operations	-	-
Accounting Profit Before Tax	12,323,298	53,962,988
Accounting Profit Before Tax multiplied by Applicable Tax Rates	2,464,660	10,792,598
Adjustment for Differences		
Prior Year income Taxes	-	-
Additional Taxable Sales As per Tax	-	2,974
Tax Effect on Exempted/Final Withholding Income	-	-
Tax Effect Utilization of Previously unrecognized Losses	-	-
Tax Effect of Disallowed Expenses		
Impairment losses on goodwill	-	-
Other non-deductible expenses under Sec 21 of Income Tax Act 2058	32,700	184,441
Income Tax Expenses charges to Profit or loss	2,497,360	10,980,012
Effective Tax Rates	20.27%	20.35%

9 Inventories

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Trading/Manufacturing Goods			
Raw Materials	88,525,578	62,414,791	62,523,193
Work-in Progress	-	-	-
Finished Goods	113,583,173	86,144,932	86,887,876
Stock of Stationary	-	-	-
Tools & Consumables	-	-	-
Spare Parts	-	-	-
Total (A)	202,108,752	148,559,722	149,411,069

All items of goods is measured at cost and no impairment is made since net relizable value of inventories is greater than its cost.

10 Share Capital

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Number	NPR	Number	NPR	Number	NPR
Ordinary Shares of NPR 100 each						
Authorized Share Capital	500,000	50,000,000	500,000	50,000,000	500,000	50,000,000
Subscribed Share Capital	300,000	30,000,000	300,000	30,000,000	300,000	30,000,000
Issued & Fully Paid						
At the Beginning of the Year	297,532	29,753,200	268,425	26,842,500	168,361	16,836,100
Bonus Issues during the Year	-	-	29,107	2,910,700	100,064	10,006,400
Issues for Cash During the Year	-	-	-	-	-	-
Total	297,532	29,753,200	297,532	29,753,200	268,425	26,842,500

All issued shares are fully paid and have equal rights to vote at general meetings and receive dividends.

Status of Paid up Capital

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Number	NPR	Number	NPR	Number	NPR
Ordinary Shares of NPR 100 each						
Per share Rs. 100.00 each	168,361	16,836,100	168,361	16,836,100	168,361	16,836,100
(i) Bonus share 34,561 Nos	34,561	3,456,100	34,561	3,456,100	34,561	3,456,100
(ii) Bonus share 65,503 Nos	65,503	6,550,300	65,503	6,550,300	65,503	6,550,300
(iii) Bonus share 29,107 Nos.	29,107	2,910,700	29,107	2,910,700	-	-
Total	297,532	29,753,200	297,532	29,753,200	268,425	26,842,500

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

**11 Financial Liabilities**

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Financial Liabilities at Amortized Cost						
Trade & Other Paybles	49,868,212	-	42,915,131	-	64,304,689	-
Loans & Borrowings	244,979,026	-	239,579,512	-	200,924,634	-
Total	294,847,238	-	282,494,643	-	265,229,323	-
Financial Liabilities at Fair Value Through PL	-	-	-	-	-	-
Total	294,847,238	-	282,494,643	-	265,229,323	-

11 A Loan & Borrowings

Total	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Bank Loan						
Over Draft Loan	29,574,026	-	40,896,512	-	28,025,634	-
Trust Receipt Loan	65,905,000	-	118,383,000	-	106,399,000	-
Demand Loan	149,500,000	-	80,300,000	-	66,500,000	-
Other Loan/Borrowing						
Loan From Director	-	-	-	-	-	-
Loan from Associate/Subsidiaries/Holding Co.	-	-	-	-	-	-
Total	244,979,026	-	239,579,512	-	200,924,634	-

11 B Trade & Other Payables

Particulars	Current Year		Previous Year		Shrawan 1, 2075 (Restated)	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Trade Payables	49,706,795	-	42,915,131	-	62,911,823	-
Other Payables	161,417	-	-	-	1,392,866	-
Total	49,868,212	-	42,915,131	-	64,304,689	-

12 Employee Benefits Liabilities

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Defined Benefit Scheme			
Gratuity Payable	35,591,726	22,085,866	18,755,553
Defined Contirbution Scheme			
Providend Fund Payable	163,957	147,437	168,814
CIT Payable	302,550	-	-
Leave Payable	6,844,605	4,155,002	3,293,581
Other Employee Benefits Payable			
Staff Bonus Payable	1,797,476	5,413,744	5,238,070
Salary Payable	394,275	235,153	-
Other Staff Payables	641,655	-	2,087,542
Wages & OT Expenses Payables	-	183,373	61,014
Total	45,736,244	32,220,574	29,604,572
Categorized as:			
Current	12,711,147	32,220,574	29,604,572
Non- Current	33,025,097	-	-
Total	45,736,244	32,220,574	29,604,572

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

13 Other Liabilities

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Non-Current			
Other Liabilities & Payables	-	-	-
Advance from Customers	-	-	-
Total (A)	-	-	-
Current			
TDS Payable	9,701,075	6,148,534	7,584,241
Social Security Tax Payables	10,580	729,131	787,341
Social Security Fund Payables			
Staff Welfare Fund Payables	184,196	117,768	142,214
Interest Payable	705,888	613,335	506,329
Insurance Claim Payable	165,830	158,390	117,891
Dividend Payable	-	-	107,005
Advance from Customers	-	403,672	615,931
Excise Duty Payables	-	-	-
Value Added Tax Payables	353,758	11,729,430	3,208,322
Total (B)	11,121,326	19,900,260	13,069,274
Total Other Liabilities (A+B)	11,121,326	19,900,260	13,069,274

14 Provisions

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Provision for CSR Expenses	1,269,057	1,144,579	563,534
Provision for Housing Expenses	-	1,804,979	1,822,033
Provision for Expenses Payables	382,891	1,300,621	64,025
Provision for Raw Material Purchase	-	23,666,449	-
Provision for Selling & Distribution Expenses	27,667,768	-	13,250,532
Other Provisions	-	-	-
Total	29,319,716	27,916,628	15,700,124

14A Provision for CSR Expenses

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Balance at the beginning of the period	1,144,579	563,534	(1,869)
Additions during the year	124,478	581,045	565,403
Amount charged against provision during the Year	-	-	-
Unused amounts reversed	-	-	-
Total	1,269,057	1,144,579	563,534

14B Provision for Housing Expenses

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Balance at the beginning of the period	1,804,979	1,822,033	1,934,533
Additions during the year	-	-	-
Amount charged against provision during the Year	(1,804,979)	(17,054)	(112,500)
Unused amounts reversed	-	-	-
Total	-	1,804,979	1,822,033

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



14C Provision for Expenses Payables

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Balance at the beginning of the period	1,300,621	64,025	64,025
Adjustment during the year	-	1,301,596	-
Amount charged against provision during the Year	(917,730)	(65,000)	-
Unused amounts reversed	-	-	-
Total	382,891	1,300,621	64,025

14D Provision for Raw Material Purchase

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Balance at the beginning of the period	23,666,449	-	-
Additions during the year	-	52,933,873	-
Amount charged against provision during the Year	(23,666,449)	(29,267,424)	-
Unused amounts reversed	-	-	-
Total	-	23,666,449	-

14E Provision for Selling & Distribution Expenses

Particulars	Current Year	Previous Year	Shrawan 1, 2075 (Restated)
Balance at the beginning of the period	-	13,250,532	29,410,907
Additions during the year	-	236,376	-
Additions during the year	27,667,768	17,845,767	13,250,532
Amount charged against provision during the Year	-	(31,332,675)	(29,410,907)
Unused amounts reversed	-	-	-
Total	27,667,768	0	13,250,532

Disclosure Related to Gratuity & Leave

14F. Gratuity

Particulars	Current Year	Previous Year
Opening Defined Benefit Obligation	22,284,304	18,755,553
Net Current Service Cost	2,684,576	3,330,313
Interest Cost on Defined Benefit Obligation	1,681,330	-
Actuarial (Gain)/Loses - Experience Adjustment	9,139,954	-
Benefits Paid	(198,438)	198,438
Past Service Cost	-	-
Losses/Gain on Curtailment Settlements	-	-
Defined Benefit Obligation at the end of the Period	35,591,726	22,284,304

Reconciliation of Statement of Financial Position Amount

Particular	Current Year
Balance at the Beginning of the Period	22,284,304
Total Charge Recognized in P & L	4,365,906
Total Remeasurement Recognized in OCI	9,139,954
Benefit Paid by Company During the Year	(198,438)
Balance at the End of the Period	35,591,726

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



Current / Non-Current Bifurcation

Particular	Current Year
Current Benefit Obligation	2,566,629
Non Current Benefit Obligation	33,025,097
Liability Recognized in the Statement of Financial Position	35,591,726

Financial Assumption Used to Determine the Defined Benefit Obligation

Discount Rate	5.00%
Salary Escalation Rate	6.67%

Financial Assumption Used to Determine the Profit & Loss Charge

Discount Rate	5.00%
Salary Escalation Rate	January 0, 1900
Expected Return on Plan Assets	N.A

Demographic Assumption Used to Determine the Defined Benefit Obligation

Withdrawal Rate	5%
Mortality Rate	Nepali Assured Lives Mortality 2009
Retirement Age	58 Years

Expected Cash Flow for Next 10 Years

Year	Cash Flow
2021	2,630,012
2022	11,275,374
2023	4,101,467
2024	7,053,502
2025	5,111,435
2026-2030	20,342,882

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NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Defined Benefit Obligation by Participant Status

a. Actives	35,591,726
b. Vested Deffered	-
c. Retirees	-

Sensitivity Analysis

Defined Benefit Obligation - Discount Rate + 100 Basis Points	(2,110,799)
Defined Benefit Obligation - Discount Rate - 100 Basis Points	2,332,648
Defined Benefit Obligation - Salary Escalation Rate + 100 Basis Points	2,336,387
Defined Benefit Obligation - Salary Escalation Rate - 100 Basis Points	(2,148,184)
Defined Benefit Obligation - Withdrawl Rate + 100 Basis Points	(7,391)
Defined Benefit Obligation - Withdrawl Rate - 100 Basis Points	12,557

Breakup of Actuarial (Gain) / Losses

Change in Defined Benefit Obligation

Particular	Current Year
Opening Defined Benefit Obligation	22,284,304
Service Cost	2,684,576
Interest Cost	1,681,330
Actual Plan participant Contribution	-
Total Actuarial (Gain) / Losses	9,139,954
a. Effect of Change in Financial Assumption	-
b. Effect of Change in Demographic Assumption	-
c. Experience (Gain)/ Losses	9,139,954
Benefit Paid	(198,438)
Past Service Cost	-
Loss/(Gain) on Curtailment Settlement	-
Defined Benefit Obligation at the end of the Period	35,591,726

14G. Leave Encashment

Particular	Current Year	Previous Year
Casual Leave	49,954	2,887
Home Leave	2,125,245	1,138,316
Sick Leave	4,669,406	3,013,799
Total	6,844,605	4,155,002

Amount Recognized in Statement of Profit & Loss at Period - End

Particular	Current Year		
	Casual Leave	Home Leave	Sick Leave
Service Cost	3,182	192,692	352,661
Interest Cost	224	61,733	159,506
Net Actuarial Losses/(Gain) Recognized During the Period	43,661	1,805,300	114,340
Total	47,067	2,059,725	1,655,607

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



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Change in Defined Benefit Obligation During the Period	Current Year		
	Casual Leave	Home Leave	Sick Leave
Opening Defined Benefit Obligation	2,887	1,138,316	3013799
Service cost	3,182	192,692	352661
Interest Cost	224	61,733	159506
Actuarial (Gain)/Losses	43,661	1,805,300	1143400
Benefits Paid	-	(1,072,796)	-
Defined Benefit Obligation End of the Period	49,954	2,125,245	4,669,366

Note: There is no any fair value of plan assets

Reconciliation of Amount Recognized in Statement of Financial Position

Particular	Current Year		
	Casual Leave	Home Leave	Sick Leave
Amount at the Beginning of the Period	2,887.00	1,138,316.00	3,013,799.00
Total Expenses/(income) Recognized in P&L	47,067.00	2,059,725.00	1,655,607.00
Benefit Payout	-	(1,072,796.00)	-
Liabilities at the End of the Period	49,954.00	2,125,245.00	4,669,406.00

Current/ Non Current Bifurcation

Particular	Current Year		
	Casual Leave	Home Leave	Sick Leave
Current Benefit Obligation	2,897.00	127,191.00	288,597.00
Non-Current Benefit Obligation	47,057.00	1,998,054.00	4,380,809.00
Total Liabilities	49,954.00	2,125,245.00	4,669,406.00

Actuarial Valuation Assumptions Used for Valuation

Particular	Current Year		
	Casual Leave	Home Leave	Sick Leave
Economic Assumptions			
Discount Rate	5%	5%	5%
Salary Escalation Rate	6.67%	6.67%	6.67%
Demographic Assumptions			
Mortality	Nepali Assured Lives Mortality 2009	Nepali Assured Lives Mortality 2009	Nepali Assured Lives Mortality 2009
Employee Turnover / Withdrawal Rate	5%	5%	5%
Leave Availment Ratio	1%	1%	1%
Retirement Age	58 Years	58 Years	58 Years

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NEPAL LUBE OIL LIMITED

Amlekhgunj, Bara, Nepal

For the year ended Ashad 31, 2077 (July 15, 2020)

Note to the Financial Statements

(All Amounts are stated in NPR, unless otherwise specifically stated)

15 Revenue from Operation

Particulars	Current Year	Previous Year
Sale of goods	679,587,542	909,125,132
Less: Sales Return	(6,253,115)	-
Sales Incentive Income	-	-
Rendering of Services	-	-
Total	673,334,427	909,125,132

16 Cost of Goods Sold

Particulars	Current Year	Previous Year
Opening Stock of goods	148,559,722	149,411,069
Purchase during the period	477,864,514	592,511,723
Direct & Manufacturing Expenses (See Note 18A)	29,319,054	26,868,277
Less: Closing Stock of goods	(202,108,752)	(148,559,722)
Total	453,634,538	620,231,346

16A Direct & Manufacturing Expenses

Particulars	Current Year	Previous Year
Carriage Inwards	-	-
Factory Depreciation	696,666	924,345
Machinery Repair & Maintenance	608,287	520,727
Repair of Factory Building	307,111	-
Royalty Expenses	9,103,376	7,608,487
Production Cost	-	-
Electricity, Fuel, Water	1,016,010	1,368,015
Plant Insurance	1,158,103	868,158
Drum Painting	35,768	78,907
Lab Chemical	109,367	60,311
Printing & Stationary	264,344	332,592
Production Employee Benefit Expenses	16,020,022	15,106,736
Total	29,319,054	26,868,277

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.

17 Other Operating Revenue/Income

Particulars	Current Year	Previous Year
Operating Revenue		
Dividend Income	-	-
Interest Income	-	2,589,529
Royalty Income Other Operating Income	-	-
Gain on disposal of Property, Plant & Equipments	-	-
Rental Income	-	-
Miscellaneous income	290,200	486,182
Total	290,200	3,075,711

18 Depreciation, Amortization & Impairment Losses

Particulars	Current Year	Previous Year
Depreciation Expenses & Impairment Losses for the Year	2,802,968	2,173,844
Amortization Expenses for the Year	-	-
Total	2,802,968	2,173,844
Less: Transfer to the Administrative & General Expenses	2,106,302	1,249,499
Less: Transfer to the Selling & Distribution Expenses	-	-
Less: Transfer to the Manufacturing Expenses & Cost of Sales	696,666	924,345
Total	2,802,968	2,173,844

19 Employee Benefit Expenses

Particulars	Current Year	Previous Year
Short-Term Employee Benefits		
Wages & Salaries	48,363,116	43,850,399
Staff Travelling Expenses	7,222,417	9,426,949
PF & Medical Expenses	4,121,985	3,867,859
Staff Bonus Expenses	1,606,456	5,229,401
Labour Welfare & Uniform Expenses	1,624,737	1,730,192
Gratuity Cost		
Defined Contribution	2,010,401	-
Defined Benefits	2,355,505	1,105,264
Total Employee Benefit Expenses	67,304,616	65,210,063
Less: Transfer to the Administrative & General Expenses	26,941,699	26,388,215
Less: Transfer to the Selling & Distribution Expenses	24,342,895	23,715,113
Less: Transfer to the Manufacturing Expenses & Cost of Sales	16,020,022	15,106,736
Total	67,304,616	65,210,063

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



20 Selling & Distribution Expenses

Particulars	Current Year	Previous Year
Advertisement & Event Expenses	3,037,328	5,968,736
Wall Painting & Flex printing expenses	2,713,147	2,389,877
Telephone, Printing, Stationary etc of Marketing	404,305	384,129
Sales Incentive of Marketing	3,548,682	653,116
Scheme Expenses (Retailer & PGM)	61,871,801	77,807,942
Lubricants Outward transportation expenses	11,218,315	15,623,745
Consultancy Fee (CPG+ Other)	-	1,760,000
Leakage Expenses	23,189	35,030
Distributors, Retailer, Mechanics Meet	1,871,187	2,035,030
Sales Target Bonus (Distributors)	23,168,038	38,346,703
Interest Expenses	3,577,582	5,277,874
Market promotion expenses	4,732,003	4,185,163
Discount allowed	-	282,756
Sales & Marketing Employee Benefits Expenses	24,342,895	23,715,113
Total	140,508,472	178,465,213

21 Administrative and General Expenses

Particulars	Current Year	Previous Year
House/Godown Rent	-	30,000
Repair & Maintenance (Building)	115,030	46,130
Electricity, Fuel & Water Expenses	392,889	397,428
Vehicle Fuel & Repair Expenses	644,587	832,911
Audit Fee	65,000	65,000
Legal Court Fee & Other legal expenses	119,170	78,130
Board Meeting Allowance	589,453	617,843
Bank charge & Commission	986,059	747,467
Annual General Meeting Expenses	451,052	392,113
Repair Plant & Machinery of Amlekhgunj	41,370	-
Insurance Expenses (Staff & office assets)	332,020	432,189
Communication (Postage, Courier, Telephone, Internet)	605,820	646,721
Printing & Stationary Expenses	252,342	222,783
Notice Publication expenses	-	55,713
Charity & Donation	163,500	233,001
Books & Magazine Expenses	3,140	14,581
Uniform Expenses	227,956	118,020
Guest Entertainment & Fooding Expenses	253,264	440,193
Mics. Expenses	4,185	13,340
Tender form purchase expenses	29,500	43,630
Nepse, RTS, Security Board, NFRS, Share Reg. Expenses	275,000	150,000
Advertisement Expenses	88,000	90,120
Annual renewal Expenses	419,461	246,622
Puja Expenses (Daily, Bishwokarma, Hanuman, Dashain, Deepawali etc.)	165,471	151,819
Office & Factory Tea & food Expenses	206,505	191,135
Depreciation, Amortization & Impairment Losses	2,106,302	1,249,499
Employee Benefit Expenses	26,941,699	26,388,215
Total	35,478,777	33,894,604

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



22 Other Operating Expenses

Particulars	Current Year	Previous Year
Provision for CSR Expenses	124,478	581,045
Loss on disposal of Property, Plant & Equipment	-	-
Loss on disposal of Equity Shares	-	-
Loss on Derecognition of Financial Assets	-	-
Total	124,478	581,045

23 Finance Cost

Particulars	Current Year	Previous Year
Finance Cost on Bank Loan	31,555,064	25,065,646
Finance cost on other financial liabilities measured at amortized cost	-	-
Total	31,555,064	25,065,646

24 Other Expenses/Losses

Particulars	Current Year	Previous Year
Fair value Loss on equity instruments at fair value through profit or loss	-	-
Losses on disposal of Subsidiaries	-	-
Losses on Hedge Ineffectiveness	-	-
Reclassification Adjustment Losses	-	-
Total	-	-

25 Other Income/Gains

Particulars	Current Year	Previous Year
Dividend income from equity instruments at fair value through OCI	-	-
Fair value gain on equity instruments at fair value through profit or loss	-	-
Gain on Hedge Ineffectiveness	-	-
Reclassification Adjustment Gain	-	-
Total	-	-

26 Distributions made and proposed

Particulars	Current Year	Previous Year
Cash Dividend Paid	-	-
Final Dividend	-	-
Interim Dividend	-	-
Bonus Dividend Distributed	-	-
Proposed Dividend	-	-
Final Dividend	-	-
Total	-	-

* This report (Notes to the Financial Statements) is signed by board members and general manager of company.



27 Earning Per Share

Particulars	Current Year	Previous Year
Profit from Continuing Operations	9,825,938	42,982,976
Profit/ (Loss) on Discontinued Operations(net of tax)	-	-
Profit for the Year (A)	9,825,938	42,982,976
Weighted Average No. of Shares		
No of Shares at the Beginning of the period	297,532	268,425
Weighted Average No. of Shares Issued during the Year	-	-
Bonus Shares Issued During the Year	-	29,107
Total Weighted Average No. of Shares(B)	297,532	297,532
Adjustment for potential Shares		
No of Potential Equity Shares	-	-
Total Weighted Average No. of Shares for Diluted EPS (C)	297,532	297,532
Earning per Share		
a) Basic EPS	33.02	144.47
b) Diluted EPS	33.02	144.47

28 Disclosures Related to Financial Instruments Risk

Financial instruments risk management objectives and policies

The Entity's principal financial liabilities, other than derivatives, comprise loans and borrowings, and trade and other payables. The main purpose of these financial liabilities is to finance the Entity's operations. The Entity's principal financial assets include trade receivables, and cash and short-term deposits that derive directly from its operations. The Entity also holds investments in debt and equity instruments .transactions.

The Entity is exposed to **market risk, credit risk and liquidity risk**. The Entity's senior management oversees the management of these risks. The Entity's senior management is supported by a financial risk advisors that advises on financial risks and the appropriate financial risk governance framework for the Entity. The financial risk advisors provides assurance to the Entity's senior management that the Entity's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Entity's policies and risk objectives. All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the Entity's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits, debt and equity investments and derivative financial instruments.

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Sensitivity Analysis

Particulars	Name of Variables	Changes in Variables	Current Year		Previous Year	
			Financial Effect on		Financial Effect on	
			Profit before tax	Equity	Profit before tax	Equity
Increase in variables	Interest Rates	+1%	(2,449,790)	-	(2,395,795)	-
Decrease in variables	Interest Rates	-1%	2,449,790	-	2,395,795	-
Increase in variables	Equity Price	-	-	-	-	-
Decrease in variables	Equity Price	-	-	-	-	-

Credit Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Entity is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Aging of Financial Assets that are past due

Particulars	Amount As per Account	Days Exceeding Normal Credit Period				
		<30 days	30-60 days	61-90 days	90+ days	Total
For Year 2075-76						
Trade Receivables	282,875,738.79	240,091,333.51	-	-	42,784,405	282,875,739
Trade Receivables - under litigation	30,564,800.88	-	-	-	30,564,801	30,564,801
Advances	-	-	-	-	-	-
Total	313,440,539.67	240,091,333.51	-	-	73,349,206	313,440,540
For Year 2076-77						
Trade Receivables	211,197,939.02	173,671,818.62	-	-	37,526,120	211,197,939
Trade Receivables - under litigation	30,564,800.88	-	-	-	30,564,801	30,564,801
Advances	-	-	-	-	-	-
Total	241,762,739.90	173,671,818.62	-	-	68,090,921	241,762,740

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**Liquidity Risk**

The Entity monitors its risk of a shortage of funds using a liquidity planning tool. The Entity's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts and other bank loans

Maturity Analysis of Financial liabilities (based on the contractual undiscounted amounts)

Particulars	Payable on					Total
	On Demand	Less than 3 months	3-12 months	1-5 Years	>5 Years	
For Year 2075-76						
Loans & Borrowings	-	239,579,512	-	-	-	239,579,512
Preference Shares	-	-	-	-	-	-
Trade & Other Payables	-	42,915,131	-	-	-	42,915,131
Total	-	282,494,643	-	-	-	282,494,643
For Year 2076-77						
Loans & Borrowings	-	244,979,026	-	-	-	244,979,026
Preference Shares	-	-	-	-	-	-
Trade & Other Payables	-	49,868,212	-	-	-	49,868,212
Total	-	294,847,238	-	-	-	294,847,238

29 Disclosures Related to Fair Value of Financial Instruments

Set out below is a comparison, by class, of the carrying amounts and fair values of the Entity's financial instruments, including those with carrying amounts that are reasonable approximations of fair values:

Particulars	Current Year		Previous Year		Nature of Inputs to Valuation
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	
A) Financial Assets					
Trade & Other Receivables	244,069,824	244,069,824	314,803,220	314,803,220	Level 3
Loan Assets	-	-	-	-	Level 3
Advances	-	-	-	-	Level 3
Investment in Quoted Shares	-	-	-	-	Level 1 (Quoted Price)
Deposits	-	-	-	-	Level 3
Total	244,069,824	244,069,824	314,803,220	314,803,220	
B) Financial Liabilities					
Loans & Borrowings	244,979,026	244,979,026	239,579,512	239,579,512	Level 3
Trade Payables	49,868,212	49,868,212	42,915,131	42,915,131	Level 3
Customer Deposits	-	-	-	-	Level 3
Total	49,868,212	49,868,212	42,915,131	42,915,131	
C) Investment Property					
Land	-	-	-	-	Level 3
Total	-	-	-	-	

Fair value has been determined using the level 3 inputs i.e. unobservable inputs, except for investment listed equity shares whose fair value has been determined using level 1 inputs(Quoted Market price)

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(All Amounts are stated in NPR, unless otherwise specifically stated)

30 Related Party Transactions

Major Key Related Parties: Entity

Name of Parties	Nature of Relationships
ABB Investment Pvt Ltd	Major Share Holder
Nepal Oil Corporation	Major Share Holder
Rastrya Beema Co. Ltd	Share Holder
Himal Cement Company Ltd	Share Holder
National Trading Company Ltd	Share Holder
Rastrya Banijya Bank Ltd	Share Holder

Major Key Related Parties: Natural Person

Name of Parties	Nature of Relationships	Positions
Arun Kumar Chaudhary	Key Management Personnel	Chairman
Bijaya Bahadur Shrestha	Key Management Personnel	Director
Karan Kumar Chaudhary	Key Management Personnel	Executive Director
Representative- Rastrya Beema Co. Ltd	Key Management Personnel	Director
Representative- Nepal Oil Corporation	Key Management Personnel	Director
Niranjan Nyaupane	Key Management Personnel	Director
Anil Basnyat	Key Management Personnel	Director
Hemant Agrawal	Key Management Personnel	Director
Ganga Raj Bhattarai	Key Management Personnel	General Manager

Related Parties listed above does not include close family members of Key Management Personnel, controlling person and person with significant influence unless there is material transaction with them.

The following table provides the total amount of sales, purchase and balances that have been entered into with related parties for the relevant financial year.

Particulars	Sales to Related Parties		Purchase from Related Parties		Receivables Balance		Payable Balance	
	2076-77	2075-76	2076-77	2075-76	Current Year	Previous Year	Current Year	Previous Year
Key Management Personnel	12,738,983.66	-	-	-	480,460.84	-	-	-
Total	12,738,983.66	-	-	-	480,460.84	-	-	-

Goods are sold based on the price lists in force and terms that would be available to third parties.

Loans & Advance to related parties

Particulars	Repayment/Borrowing during the year		Interest Income		Loan Balance	
	2076-77	2075-76	2076-77	2075-76	Current Year	Previous Year
a) its Parent Entity	-	-	-	-	-	-
b) Its Subsidiaries	-	-	-	-	-	-
c) Key Management Personnel	-	-	-	-	-	-
Total	-	-	-	-	-	-

There is no loan and advance to related parties during the above mentioned fiscal year

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Loans & Advance from related parties

Particulars	Repayment/Borrowing during the year		Interest Income		Loan Balance	
	2076-77	2075-76	2076-77	2075-76	Current Year	Previous Year
a) its Parent Entity	-	-	-	-	-	-
b) Its Subsidiaries	-	-	-	-	-	-
c) Key Management Personnel	-	-	-	-	-	-
Total	-	-	-	-	-	-

There is no loan and advance from related parties during the above mentioned fiscal year

Key Management Personnel Compensation

Key management includes the Board of Directors (executive and non-executive), all members of Entity Management and the Company Secretary. The compensation paid or payable to key management for employee services is shown below:

Particulars	Current Year			Previous Year		
	Directors	G.M	Key Manager	Directors	G.M	Key Manager
Short-term Employee Benefits						
Remuneration Benefits and Allowances	904,175.00	2,165,013.00	11,629,015.00	1,085,008.00	1,946,281.00	9,596,863.00
Total	904,175.00	2,165,013.00	11,629,015.00	1,085,008.00	1,946,281.00	9,596,863.00

The amounts disclosed in the table are the amounts recognised as an expense during the reporting period related to key management personnel.

NEPAL LUBE OIL LIMITED

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31 Capital Management

For the purpose of the Entity's capital management, capital includes issued capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Entity's capital management is to maximise the shareholder value.

The Entity manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Entity may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Entity monitors capital using a gearing ratio, which is 'net debt' divided by total capital plus net debt. The Entity includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and short-term deposits, excluding discontinued operations.

Particulars	Current Year	Previous Year	Shrawan 1, 2075
Loans & Borrowing	244,979,026	239,579,512	200,924,634
Preference shares	-	-	-
Trade and other payables	49,868,212	42,915,131	64,304,689
Less: cash and short-term deposits	(892,849)	(8,087,469)	(6,757,036)
Net Debt	293,954,389	274,407,174	258,472,287
Convertible Preference Shares	-	-	-
Equity	268,844,461	173,656,304	140,927,028
Total Capital	268,844,461	173,656,304	140,927,028
Total Capital & Net Debt	562,798,850	448,063,478	399,399,315
Gearing Ratio(%)	52%	61%	65%

In order to achieve this overall objective, the Entity's capital management, among other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches of the financial covenants of any interest-bearing loans and borrowing in the current period.

32 Contingencies

The Company has no any contingent assets / liabilities as on the date of financial statements in respect of bank & other guarantees and other matters arising in the ordinary course of business.

33 Commitments

- (a) Capital commitments : There are no Capital commitment at the end of current reporting period
 (b) Operating lease Commitments – Non-Cancellable Lease Only : There are no Non-Cancellable Lease during the year

34 Standard Issued But not yet Effective

There was no new and amended standards and interpretations that were issued, but not yet effective, up to the date of entity's financial statements. However Institute of Chartered Accountant of Nepal (ICAN) has issued notice of applicability of new Nepal Financial Reporting Standard (NFRS-2018) for the preparation of financial statements effective from fiscal year 2077-78. As on date of issuance of entity's financial statements, there are no material changes in new standard which would attract amendment and disclosure in any components of financial statements. However, in regard to impairment of trade debtors, the expected loss model of NFRS 2018 may require re-measurement of trade debtors realizable value in the financial statements of 2077-78"

35 Events After the end of the Reporting Date

There are no event after the end of period that requires the disclosures.

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Quality Edurance Passion

NEPAL LUBE OIL LIMITED

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30. Related Party Transactions
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35. Event after the Reporting Period

1. Corporate Information and Background:

Nepal Lube Oil Limited (NLOL) is a licensee of Gulf Oil International, which manufactures and distributes Gulf Lubricant in Nepalese market. Established in 1983 as Lube Blending plant with trade mark agreement with Gulf Oil Corporation Limited; it was incorporated as Nepal Lube Oil Limited under Nepal Company Act 2021 (1964 AD) in 15 July, 1984. It is one of the first four companies in Nepal to obtain ISO 9000 QMS Certification. NLOL was privatized in 2051/2052 (1994/1995) as per the Government's Privatization Policy. Gulf lubricants has strong performance and market presence in Nepal due to strong and ever expanding distribution network and wide array of products in the market.

2. Significant Account Policies

2.1. Basis of Preparation

2.1.1 Statement of compliance

The financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) issued by Accounting Standard Board, Nepal and announced by Institute of Chartered Accountants of Nepal.

2.1.2 Basis of Measurement

The financial statements have been prepared on the historical cost basis except for the following material items in the statement of financial position.

- Investment property is measured at fair value.
- Liabilities for cash-settled, share-based-payment arrangements are measured at fair value.
- Biological assets are measured at fair value less cost to sell.
- Available for sale financial assets are measured at fair value.
- Investments held-for-trade is measured at fair value.
- Derivative financial instruments are measured at fair value.
- Defined benefit schemes, surpluses and deficits are measured at fair value.
- Impairment of asset is measured at fair value and related disposal cost.
- Assets acquired & Liabilities assumed in a business combination are recognized at fair value.

2.1.3 Functional & Presentation Currency

The financial statements are prepared in Nepalese Rupees, which is the company's functional currency. All the financial information presented in Nepalese Rupees has been rounded to the nearest thousands, except otherwise indicated.

2.1.4 Reporting Dates

Particulars	Nepalese Calendar Date / Period	Gregorian Calendar Date / Period
Comparative SFP* Date	31 Ashadh 2076	15 July 2019
Comparative reporting period	1 Shrawan 2075 - 31 Ashadh 2076	16 July 2018 - 15 July 2019
NFRS SFP* Date	31 Ashadh 2077	16 July 2020
NFRS reporting period	1 Shrawan 2076 - 31 Ashadh 2077	16 July 2019 - 16 July 2020

*SFP = Statement of Financial Position

*Nepal Financial Reporting Standards

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2.1.5 Going Concern

The management considers that it is appropriate to continue to adopt the going concern basis in preparing the financial statements.

2.1.6 Materiality

The company for the preparation of financial statements determines materiality based on the nature or magnitude, or both. Materiality is a pervasive constraint in financial reporting because it is pertinent to all of the qualitative characteristics.

2.1.7 Re-grouping & Re-classification

Regrouping & Re-classification of item of assets, liabilities, equities, income and expenses has been done where appropriate to make financial statement more reliable, fair, and informative.

2.2. Summary of Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. The policies have been consistently applied to all the years presented, unless otherwise stated. The preparation of financial statements requires the use of certain accounting estimates. The areas where significant judgments and estimates have been made in preparing the financial statements and their effects are to be disclosed.

2.2.1 Current/Non-current Distinction

The Entity presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period Or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period Or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

The Entity classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

2.2.2 Foreign Currency

Transactions entered into by company entities in a currency other than the currency of the primary economic environment in which they operate (the "functional currency" is NPR) are recorded at the rates ruling when the transactions occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the reporting date. Exchange differences arising on the retranslation of unsettled monetary assets and liabilities are recognised immediately in profit or loss, except for foreign currency borrowings qualifying as a hedge of a net investment in a foreign operation, in which case exchange differences are recognised in other comprehensive income and accumulated in the foreign exchange reserve along with the exchange differences arising on the retranslation of the foreign operation.

2.2.3 Property, Plant and equipment

Items of property, plant and equipment are initially recognised at cost. Cost includes the purchase price and other directly

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attributable costs as well as the estimated present value of any future unavoidable costs of dismantling and removing items. The corresponding liability is recognized within provisions. Land & building is subsequently measured at revaluation model and revaluation gain is recognized in other comprehensive income under equity component.

2.2.4 Depreciation

Freehold land is not depreciated. Depreciation on assets under construction does not commence until they are complete and available for use. Depreciation is provided on all other items of property, plant and equipment so as to write-off their carrying value over the expected useful economic lives.

Depreciation has been computed on Straight Line Method. The estimate useful lives for the assets are as follows:

Class of Property Plant & Equipment	Useful life	Depreciation Rates	Depreciation Method	Measurement Basis
Factory Buildings	20 Years	5%	SLM	Revaluation Model
Office Building	25 Years	4%	SLM	Revaluation Model
Plant and Machinery				
-Machine, Equipments	15 Years	6.67%	SLM	Cost Model
-Storage Tanks	20 Years	5%	SLM	Cost Model
Fixtures and Fittings	10 Years	10%	SLM	Cost Model
Other Office Equipments	5 Years	20%	SLM	Cost Model
Computer Equipment				
-Desktop Computer	5 Years	20%	SLM	Cost Model
-Laptop Computer	4 Years	25%	SLM	Cost Model
Motor Vehicles				
-2 Wheelers	10 Years	10%	SLM	Cost Model
-4 Wheelers	8 Years	12.5%	SLM	Cost Model

2.2.5 Leased Assets

When all the risks and rewards incidental to ownership of a leased asset are transferred to the Company (a "finance lease"), the asset is treated as if it had been purchased outright. The amount initially recognized as an asset is the lower of the fair value of the leased property and the present value of the minimum lease payments payable over the term of the lease. The corresponding lease commitment is shown as a liability. Lease payments are analyzed between principal and interest. The interest element is charged to the statement of comprehensive income over the period of the lease so that it represents a constant proportion of the lease liability. The principal element reduces the balance owed to the lesser.

When all the risks and rewards incidental to ownership are not transferred to the company (an "operating lease"), the total rentals payable under the lease are charged to the statement of comprehensive income over the lease term on straight line basis as appropriate unless another method is found more systematic and relevant. The aggregate benefit of lease incentives is recognized as a reduction of the rental expense over the lease term.

2.2.6 Intangible Assets

Goodwill (If there is a goodwill arising on acquisition)

Goodwill represents excess of the cost of acquisition over the fair value of net identifiable assets acquired at the date of acquisition. Goodwill is stated at cost less accumulated amortization and impairment losses.

Negative goodwill (if there is a goodwill arising on acquisition)

Negative goodwill arising on acquisition represents excess of the fair value of net identifiable assets acquired over the cost of acquisition.

Computer Software

Purchased computer software licenses are capitalized on the basis of the costs incurred to acquire and bring to use the software. These costs are amortized over the estimated useful lives.

Research and Development

Expenditure on research activities, undertaken with the prospect of gaining new scientific/ technical knowledge and understanding, is recognized in the income statement as an expense as incurred. Expenditure on development activities, whereby research findings are applied to a plan or design for the production of new or substantially improved products and processes, is capitalized if the product or process is technically and commercially feasible and the company has sufficient resources to

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complete development. The expenditure capitalized includes the cost of materials, direct labor and an appropriate proportion of overheads. Other development expenditure is recognized in the income statement as an expense as incurred. Capitalized development expenditure is stated at cost less accumulated amortization and impairment losses.

Other Intangible Assets

Other intangible assets that are acquired by the company are stated at cost less accumulated amortization and impairment losses. Expenditure on internally generated goodwill and brands is recognised in the income statement as an expense as incurred.

Amortization

Amortization is charged to the income statement on a straight-line basis over the estimated useful lives of intangible assets. Goodwill is amortised from the date of initial recognition; other intangible assets are amortised from the date they are available for use.

2.2.7 Financial Assets

A financial asset is any asset that is:

- (a) cash;
- (b) an equity instrument of another entity; (c) a contractual right:
 - (i) to receive cash or another financial asset from another entity; or
 - (ii) to exchange financial assets or financial liabilities with another entity under conditions that are potentially favourable to the entity; or
- (d) a contract that will or may be settled in the entity's own equity instruments and is:
 - (i) a non-derivative for which the entity is or may be obliged to receive a variable number of the entity's own equity instruments; or
 - (ii) a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

A. Recognition of Financial Assets

A financial asset is recognized when the entity become party to the contractual provision of financial instruments

B. Derecognition of Financial Assets

A financial asset is de-recognized when:

- (a) Contractual right to Cash flows expires or
- (b) There is a transfer of risk & rewards relating to ownerships or
- (c) There is a transfer of control of Financial Assets (practical ability to Sell financial Assets) or
- (d) Retain Rewards, but assume obligation to pay cash flow to one or more parties & fulfill following conditions"
 - No obligation to pay until receipts from original assets
 - Restriction from sale/pledge except collateral for above obligation
 - Obligation to remit cash flow without material delay (except temporary investment)
 - Gain/(loss) on derecognition of Financial Assets is recognized in profit or loss.

C. Classification and Measurement of Financial Assets 1. Financial Assets at Amortized Cost

- If Business Model is to held Financial Assets to collect contractual Cash Flows & If it is held for solely payment of principal and interest on outstanding principal, Financial assets is classified under this category.
- It is initially measured at Fair value plus transactions costs.
- It is subsequently measured at amortized cost using effective interest method.
- Interest Charges shall be calculated on Opening balance of amortized cost.

2. Financial Assets at Fair Value through profit or loss ü Following Financial Assets classified under this category:

(a) If Financial Assets does not meet the condition of measured at amortized cost or if made irrevocable election to reduce the accounting mismatch, (b) Compulsory classified under this category:

- (i) Financial Assets held for trading,

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- (ii) All Derivatives except held for hedging
 - It is initially measured at Fair value and any transactions costs is charged to Profit or loss.
 - It is subsequently measured at Fair value with changes recognized in profit or loss.

3. Financial Assets at Fair Value through Other comprehensive income

- If made irrevocable election and it is investment in equity instrument not held for trading, i.e. entity has strategic intent to hold the investment in equity instruments.
- It is initially measured at Fair value plus transactions costs.
- It is subsequently measured at Fair value with changes recognized in other comprehensive income under equity (Subsequently not reclassified to profit or loss).

D. Reclassification of Financial Assets

- Reclassification on Financial Assets is made only when there is changes in business model for managing financial assets.
- New Carrying amount of financial assets is Fair value at the date of reclassification.
- Any gain/loss on reclassification is recognized in profit or loss.

E. Impairment of Financial Assets that is measured at amortized Cost

- Financial assets is test for impairment if there objective evidence of impairment at the end of every reporting period.
- Impairment losses is recognized if its carrying amount exceeds the present value of future cash flows discounted at original effective interest.
- For the purpose of impairment test Financial assets are grouped if significant on the basis on similar credit risks and other financial assets are tested on stand-alone basis.

2.2.8 Financial Liabilities

A financial liabilities is any liability that is:

- (a) a contractual obligation:
 - (i) to deliver cash or another financial asset from another entity; or
 - (ii) to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the entity; or
- (b) a contract that will or may be settled in the entity's own equity instruments and is:
 - (i) a non-derivative for which the entity is or may be obliged to deliver a variable number of the entity's own equity instruments; or
 - (ii) a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

A. Recognition of Financial Liabilities

A financial Liabilities is recognized when the entity become party to the contractual provision of financial instruments.

B. Derecognition of Financial Liabilities

- A financial Liabilities is de-recognized when:
 - (a) Contractual obligation to pay Cash flows extinguished or
 - (b) There is a substantial modification of term of contract or exchange of financial liabilities with substantial different terms.
- Gain/ (loss) on derecognition of Financial Liabilities is recognized in profit or loss.

C. Classification and Measurement of Financial Liabilities 1. Financial Liabilities at Amortized Cost

- All financial liabilities is measured at amortized cost except for exception given in point no 2.

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- It is initially measured at Fair value plus transactions costs.
- It is subsequently measured at amortized cost using effective interest method.
- Interest Charges shall be calculated on Opening balance of amortized cost.

2. Exception of Financial Liabilities at Amortized Cost

Classification	Measurement
Financial liabilities at Fair Value Through Profit or Loss(including Derivatives held for trading)	<ul style="list-style-type: none"> • Measured at Fair Value on initial recognition & subsequently • Changes is recognized in profit or loss
Liabilities created on transfer of Financial Assets	<ul style="list-style-type: none"> • Measured at Fair of Consideration received for transfer of financial assets if it does not qualify for recognition
Financial Guarantee Contract	Subsequently Measure at higher of <ul style="list-style-type: none"> • Amount as per NAS 37: provision, contingent liabilities & contingent assets • Initial amount less Cum amortization as per NAS 18 Revenue
Subsidized loan (loan at below-market interest rates)	Subsequently Measure at higher of <ul style="list-style-type: none"> • Amount as per NAS 37: provision, contingent liabilities & contingent assets • Initial amount less Cum amortization as per NAS 18 Revenue

Entity made irrevocable election to classify financial liability at Fair Value through Profit or Loss on following condition:

- If it reduces the accounting mismatch.
- Financial liability is evaluated on Fair value basis.

D. Reclassification of Financial liabilities

- No Financial liabilities shall be reclassified.

2.2.9 Presentation of Financial Instruments

A. Treasury Shares

Consideration paid/received for the purchase/sale of treasury shares is recognised directly in equity. The cost of treasury shares held is presented as a separate reserve (the "treasury share reserve"). Any excess of the consideration received on the sale of treasury shares over the weighted average cost of the shares sold is credited to retained earnings.

B. Offsetting of Financial assets and Financial liabilities

Financial Assets & liabilities are offset in Statement of financial position if entity

- Has legally enforceable rights to set off the recognized amount
- Nets basis or simultaneous basis settlement of FA & FL

In case of Transfer that does not qualify for derecognition, shall not offset transferred assets & the associated liability

C. Interest Dividend, losses & gains

- Interest dividends, losses & gains relating to financial instrument or component that is FL shall be recognized as expenses or income in PL
- Distribution to holders of equity instruments shall be debited in equity (net of tax benefit)
- Transaction cost(net of tax benefit) related to equity instrument is deducted from equity
- Transaction cost related to compound instrument is allocated to both equity & liability component in pro-rata of value of both component

2.2.10 Investment property

Investment property is stated at fair value determined annually by an independent valuer.

Fair value is based on current prices in an active market for similar properties in the same location and condition. Any gain or loss arising from a change in fair value is recognised in the income statement.

When an item of property, plant and equipment becomes an investment property following a change in its use, any difference

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arising at the date of transfer between the carrying amount of the item and its fair value is recognised directly in equity if it is a gain. Upon disposal of the item, the gain is transferred to retained earnings. Any loss is recognised in the income statement.

2.2.11 Inventories

Inventories are initially recognised at cost, and subsequently at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the variable selling expenses.

The cost is determined on first-in first-out (FIFO) method or weighted average method and includes expenditure incurred in acquiring the inventories and bringing them to their present location and condition. In the case of manufactured inventories and work-in progress, cost includes an appropriate share of overheads based on normal operating capacity.

2.2.12 Cash and Cash Equivalents

Cash and cash equivalents comprises cash balances, call deposits and other short term highly liquid investments. Cash and cash equivalents are classified as financial assets. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are included within borrowings in current liabilities on the balance sheet.

2.2.13 Impairment

Impairment tests on goodwill and other intangible assets with indefinite useful economic lives are undertaken annually at the financial year end. Other non-financial assets (other than biological assets measured at fair value less cost to sell, investment property measured at fair value, Financial Assets, inventories and deferred tax assets) are subject to impairment tests whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where the carrying value of an asset exceeds its recoverable amount (i.e. the higher of value in use and fair value less costs to sell), the asset is written down accordingly.

Where it is not possible to estimate the recoverable amount of an individual asset, the impairment test is carried out on the smallest parts of assets to which it belongs for which there are separately identifiable cash flows and its cash generating units ('CGUs'). Goodwill is allocated on initial recognition to each of the company's CGUs that are expected to benefit from the synergies of the combination giving rise to the goodwill.

Impairment charges are included in profit or loss, except to the extent they reverse gains previously recognised in other comprehensive income. An impairment loss recognised for goodwill is not reversed.

2.2.14 Share Capital

Financial instruments issued by the company are classified as equity only to the extent that they do not meet the definition of financial liability or financial asset. The company's equity shares are classified as equity instruments.

Preference share capital is classified as equity if it is non-redeemable and any dividend are discretionary at the option of the company. Preference share capital is classified as a liability if it is redeemable on a specific date or at the option of the shareholders and dividends thereon is recognized in the income statement as interest expenses

2.2.15 Borrowing costs

Interest-bearing borrowings are recognised initially at cost, net of attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the income statement over the period of the borrowings using the effective interest method.

2.2.16 Retirement Benefits

Defined contribution schemes

Contributions to defined contribution pension schemes are charged to the statement of comprehensive income in the year to which they relate.

Defined Benefit schemes

Defined benefit scheme surplus and deficit are measured at the fair value of plan assets at the reporting date; less plan liabilities calculated using the projected unit credit method discounted to its present value using yields available on high quality corporate bonds that have maturity dates approximating to the terms of the liabilities; plus unrecognized past service costs; less the effect of minimum funding requirements agreed with scheme trustees.

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Any difference between the expected return on assets and that actually achieved, and any changes in the liabilities over the year due to changes in assumptions or experience within the scheme, are recognized in other comprehensive income in the period in which they arise.

Past service costs are recognized directly in income, unless the changes to the pension plan are conditional on the employees remaining in service for a specified period of time. In this case, the past service costs are amortized on a straight line basis over the vesting period.

Other long-term service benefits

Employees have a statutory entitlement to certain months' paid leave or the cash equivalent after certain years' of continued service to the company, but no entitlement if the employee leaves earlier. The obligation is calculated using the projected unit credit method and is discounted to its present value using yields available on high quality corporate bonds that have maturity dates approximating to the expected remaining period to settlement.

2.2.17 Share-based Payments

When Equity share options are awarded to employees, the fair value of the options at the date of grant is charged to the Statement of Other Comprehensive Income over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each reporting date so that the cumulative amount recognized over the vesting period is based on the number of options that eventually vest.

Non-vesting conditions and market vesting conditions are factored into the fair value of the options granted. As long as all other vesting conditions are satisfied, a charge is made irrespective of whether the market vesting conditions are satisfied. The cumulative expense is not adjusted for failure to achieve a market vesting condition or where a non-vesting condition is not satisfied.

When equity instruments are granted to persons other than employees, the statement of comprehensive income is charged with the fair value of goods and services received.

2.2.18 Taxation

Income tax on the profit or loss for the year comprises current taxes and deferred taxes. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly to equity. Current tax is the expected tax payable on the taxable income for the year using tax rates at the balance sheet date and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected on realization or settlement of the carrying amount of assets and liabilities using tax rates at the balance sheet date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Additional income taxes that arise from the distribution of dividends are recognised at the same time as the liability to pay the related dividend.

Value Added Tax

Value Added Tax is a indirect tax payable on sales of Vatable goods or services. Entity is VAT registered party. Entity pays VAT liabilities after reducing VAT on purchase from VAT on Sales which is allowed by VAT Act 2052. So, VAT Receivables and Payables are presented in statement of Financial Position by offsetting. Disallowed VAT Credit are directly capitalized to related purchase since they are nonrefundable.

2.2.19 Non-current assets held for sale and disposal

Non-current assets and disposals are classified as held for sale when:

- They are available for immediate sale
- Management is committed to a plan to sell
- It is unlikely that significant changes to the plan will be made or the plan will be withdrawn;
- Active programme to locate a buyer has been initiated;
- Asset or disposal company is being marketed at a reasonable price in relation to its fair value and
- Sale is expected to complete within 12 months from the date of classification.

Non-current assets and disposals classified as held for sale are measured at the lower of:

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- Their carrying amount immediately prior to being classified as held for sale in accordance with the Company's accounting policy; and
- Fair value less costs to sell.

After their classification as held for sale, non-current assets (including those in a disposal company) are not depreciated. The results of operations disposed during the year are included in the statement of comprehensive income up to the date of disposal.

A discontinued operation is a component of the company's business that represents a separate major line of business or geographical area of operations or is a subsidiary acquired exclusively with a view to resale, that has been disposed of has been discontinued or that meets the criteria to be classified as held for sale.

Discontinued operations are presented in the statement of comprehensive income as a single line which comprises the post-tax profit or loss of the discontinued operation along with the post-tax gain or loss recognised on the re-measurement to fair value less costs to sell or on disposal of the assets or disposal company's discontinued operations.

2.2.20 Government Grants/Deferred Revenue

Government grants received for capital expenditure are generally deducted in arriving at the carrying amount of the asset purchased. Grants for revenue expenditure are netted against the cost incurred by the company. Where retention of a government grant is dependent on the company satisfying certain criteria, it is initially recognised as deferred income. When the criteria for retention have been satisfied, the deferred income balance is released to the statement of comprehensive income or netted against the asset purchased.

2.2.21 Trade & Other Payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.2.22 Provisions

The provisions for liabilities of uncertain timing or amount include those for onerous leases, warranty claims, leasehold dilapidations and legal disputes. The provision is measured at the best estimate of the expenditure required to settle the obligation at the reporting date, discounted at a pre-tax rate reflecting current market assessments of the time value of money and risks specific to the liability. Other provisions include provision for selling & distribution expenses, provision for CSR Expenses, Provision for Raw Material Purchase and Provision for other expenses payable which is booked on the basis of accrued but not still fixed for payments.

2.2.23 Revenue

Revenue from the sales of goods is recognized when:

- There is transfer of significant risk and reward of ownership and related control over goods & the amount of revenue and cost incurred on transaction can be reliably measured; & It is probable that future economic benefits will flow to the entity;

Revenue from the sales of goods is recognized when:

- There is transfer of significant risk and reward of ownership
- The amount of revenue, cost incurred on transaction & stage of completion can be reliably measured;
- It is probable that future economic benefits will flow to the entity;

Revenue comprises the fair value of the consideration received or receivable for the sale of goods in the ordinary course of the group's activities. Revenue is shown net of sales/value-added tax, excise duty, returns, rebates and discounts and after eliminating sales within the group.

Where the buyer has a right of return, the company defers recognition of revenue until the right to return has lapsed. However, where high volumes of sales are made to established wholesale customers, revenue is recognised in the period where the goods are delivered less an appropriate provision for returns based on past experience. The same policy applies to warranties, provided the amount of revenue can be measured reliably and it is probable that the company will receive any consideration, revenue for services is recognised in the period in which they are rendered.

Interest income

Interest income are recognized in the statement of income using Effective interest method

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2.2.24 Expenses

Interest Expenditure on Early payment by debtors

Such interest expenditure is recognized when the debtors makes the early payment.

2.2.25 Segment Reporting

A segment is a distinguishable component of the company that is engaged either in providing products or services/business segment, or in providing products or services within a particular economic environment/geographical segment, which is subject to risks and rewards that are different from those of other segments.

2.2.26 Discontinued Operations

A discontinued operation is a clearly distinguishable component of the company's business that is discontinued or terminated pursuant to a single plan, and which represents a separate major line of business or geographical area of operations.

3. Significant Accounting Judgments, Estimates and Assumptions

The preparation of the Entity's consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Other disclosures relating to the Entity's exposure to risks and uncertainties includes:

- Capital management
- Financial instruments risk management and policies
- Sensitivity analyses disclosures

3.1 Judgments

In the process of applying the Entity's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the consolidated financial statements:

- (a) Use of Fair Value as deemed cost at transitions dates

Management has made a judgment to use fair value of property, plant and equipment as deemed at the transition dates.

3.2 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Entity. Such changes are reflected in the assumptions when they occur.

- (a) Impairment of financial assets-Sundry Debtors

It is estimated that all outstanding receivable as on date of statement of financial position (Ashad, 31 2077) are recoverable.

- (b) Deferred Tax Assets

It is assumed that future taxable profits will be available as on the basis of past trend which do not shows the signal of causing losses in near future

- (c) Fair value measurement of financial instruments

Unquoted and estimated inputs (i.e. Level 3 inputs) has been used to measure the fair value of financial assets and liabilities except quoted instruments without impairing the reliability criteria of financial statements.

- (d) Fair of Property, Plant and equipment at transitions date: See Note 4

4. First time adoption of NFRS

4.1. Basis of first time adoption of NFRS

- A. Application of NFRS

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These financial statements, for the year ended 31 Ashad 2077, are the first the Entity has prepared in accordance with NFRS. For periods up to and including the year ended 31 Ashad 2076, the Entity prepared its financial statements in accordance with local generally accepted accounting principles (Local GAAP).

Accordingly, the Entity has prepared financial statements that comply with NFRS applicable as at 31 Ashad 2077, together with the comparative period data for the year ended 31 Ashad 2076, as described in the summary of significant accounting policies. In preparing the financial statements, the Entity's opening statement of financial position was prepared as at 1 Shrawan 2075, the Entity's date of transition to NFRS. This note explains the principal adjustments made by the Entity in restating its Local GAAP financial statements, including the statement of financial position as at 1 Shrawan 2075 and the financial statements as of, and for, the year ended 31 Ashad 2076.

B. Exemptions Applied

NFRS 1 allows first-time adopters certain exemptions from the retrospective application of certain requirements under NFRS. The Entity has applied the following exemptions:

- Items of property, plant and equipment have been measured at fair value at the date of transition to NFRS. Previous Carrying Amount has been considered as Fair Value which is used as a deemed cost.
- The Entity assessed all contracts existing at 1 Shrawan 2075 to determine whether a contract contains a lease based upon the conditions in place as at 1 Shrawan 2075.

4.2. Reconciliation of Transition from Local GAAP to NFRS

Reconciliation of Equity between Previous GAAP and NFRS

A. Reconciliation of Equity as on Shrawan 1, 2075

Particulars	Previous GAAP	Previous GAAP (Restated)	Transition Adjustments	NFRS
Non-Current Assets				
Property, Plant & Equipment	29,743,503	29,743,503	-	29,743,503
Investment in Associates	-	-	-	-
Financial Assets				
Other Investments in Shares	-	-	-	-
Trade & Other Receivables	-	-	-	-
Prepayments & Other Advances	-	-	-	-
Deferred Tax Assets	-	-	(3,789,491)	3,789,491
Current Assets				
Inventories	149,411,069	149,411,069	-	149,411,069
Financial Assets				
Cash and Cash Equivalent	6,757,036	6,757,036	-	6,757,036
Prepayments & Other Advances	-	-	(34,973,563)	34,973,563
Sundry Debtors	238,144,058	238,144,058	238,144,058	-
Advance, Deposits & other receivables	66,156,811	66,156,811	66,156,811	-
Income Tax Assets	-	-	(531,303)	531,303
Total Assets (A)	490,212,476	490,212,476	25,682,154	464,530,322
Non-Current Financial Liabilities				
Loan & Borrowings	-	-	-	-
Trade & other Payables	-	-	-	-
Other Non-Current Liabilities	-	-	-	-
Deferred Tax liabilities	-	-	-	-
Current Liabilities				
Financial Liabilities Loan & Borrowings				
	-	-	(200,924,634)	200,924,634
Trade & Other Payables	-	-	(64,304,689)	64,304,689

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Sundry Creditors & Other Payables	294,079,967	294,079,967	294,079,967	-
Current Tax Liability	-	-	-	-
Employee Benefit Liabilities	-	-	(29,604,572)	29,604,572
Other Current Liabilities	-	-	(13,069,274)	13,069,274
Provisions	58,994,973	58,994,973	43,294,848	15,700,124
Total Liabilities (B)	353,074,940	353,074,940	29,471,645	323,603,294
Equity				
Share Capital	26,842,500	26,842,500	-	26,842,500
Other Component of Equity	-	-	-	-
Retained Earnings	110,295,036		(3,789,492)	114,084,528
Total Equity (A-B)	137,137,536	137,137,536	(3,789,492)	140,927,028

Particulars	Previous GAAP	Previous GAAP Restated)	Transition Adjustments	NFRS
Non-Current Assets				
Property, Plant & Equipment	28,826,700	28,826,700	(1,668,977)	30,495,676
Investment in Associates	-	-	-	-
Financial Assets				
Other Investments in Shares	-	-	-	-
Trade & Other Receivables	-	-	-	-
Prepayments & Other Advances	-	-	-	-
Deferred Tax Assets	-	-	(4,156,202)	4,156,202
Current Assets				
Inventories	148,559,722	148,559,722	-	148,559,722
Financial Assets				
Trade & other receivables	-	-	(314,803,220)	314,803,220
Cash and Cash Equivalent	8,087,469	8,087,469	-	8,087,469
Prepayments & Other Advances	-	-	(31,219,031)	31,219,031
Sundry Debtors	313,440,540	313,440,540	313,440,540	-
Advance, Deposits & other receivables	72,267,167	72,267,167	72,267,167	-
Income Tax Assets	-	-	-	-
Total Assets (A)	571,181,598	571,181,598	33,860,278	537,321,320
Non-Current Liabilities				
Financial Liabilities	-	-	-	-
Loan & Borrowings	-	-	-	-
Trade & Other Payables	-	-	-	-
Other Non-Current Liabilities	-	-	-	-
Deferred Tax liabilities	-	-	-	-
Current Liabilities				
Financial Liabilities	-	-	-	-
Loan & Borrowings	-	-	(239,579,512)	239,579,512
Trade & Other Payables	-	-	(42,915,131)	42,915,131
Sundry Creditors & Other Payables	328,112,278	328,112,278	328,112,278	-
Current Tax Liability	-	-	(1,132,912)	1,132,912
Employee Benefit Liabilities	-	-	(32,220,574)	32,220,574
Other Current Liabilities	-	-	(19,900,260)	19,900,260
Provisions	75,238,195	75,238,195	47,321,567	27,916,628
Total Liabilities (B)	403,350,473	403,350,473	39,685,457	363,665,016

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Equity				
Share Capital	29,753,200	29,753,200	-	29,753,200
Other Component of Equity	-	-	-	-
Retained Earnings	138,077,925	138,077,925	(5,825,179)	143,903,104
Total Equity (A-B)	167,831,125	167,831,125	(5,825,179)	173,656,304

Reconciliation of Total Comprehensive Income between Previous GAAPs and NFRS

Non-Current Assets:	For the Year Ended Ashad 31, 2076			
	Previous GAAP	Previous GAAP (Restated)	Transition Adjustments	NFRS
Revenue From Operations	909,125,132	909,125,132	-	909,125,132
Less: Cost of Sales	(619,307,001)	(619,307,001)	924,345	(620,231,346)
Gross Profits (A)	289,818,130	289,818,130	924,345	288,893,785
Other Operating Revenue/Income	3,075,711	3,075,711	-	3,075,711
Selling & Distribution Expenses	(178,465,213)	(178,465,213)	-	(178,465,213)
Administrative & General Expenses	(27,415,704)	(27,415,704)	6,478,900	(33,894,604)
Depreciation / Amortisation	(3,842,821)	(3,842,821)	(3,842,821)	-
Provision for CSR Activities	(581,045)	(581,045)	(581,045)	-
Staff Bonus Expenses	(5,229,401)	(5,229,401)	(5,229,401)	-
Other Operating Expenses	-	-	581,045	(581,045)
Operating Profit	77,359,658	77,359,658	(1,668,976)	79,028,634
Finance Cost	(25,065,646)	(25,065,646)	-	(25,065,646)
Other Expenses/Losses	-	-	-	-
Other Income	-	-	-	-
Profit Before Tax	52,294,012	52,294,012	(1,668,976)	53,962,988
Income Tax Expenses				
Current Tax	(11,346,723)	(11,346,723)	-	(11,346,723)
Deferred Tax	-	-	(366,711)	366,711
Profit for the Year from continuing Operations	40,947,289	40,947,289	(2,035,687)	42,982,976
Profit for the Year from discontinued Operations	-	-	-	-
Profit for the Year(A)	40,947,289	40,947,289	(2,035,687)	42,982,976
Total Other Comprehensive Income for the year (net of tax)-(A)	-	-	-	-
Total Comprehensive Income for the Year	40,947,289	40,947,289	(2,035,687)	42,982,976

4.3. Explanation of Reconciliation of Transition from Local GAAP to NFRS

A. Trade and other receivables

The adoption of NFRS has fundamentally changed the Entity's accounting for impairment losses for financial assets by replacing traditional approach under Local GAAP with a one-step forward-looking Incurred loss (ICL) approach. NFRS requires the Entity to recognise an allowance for impairment losses for all financial assets at amortized cost, if there is impairment indicators. As on date of financial statements, there are no any indicators of impairment it's trade and other receivable.

B. Deferred tax

The various transitional adjustments resulted in various temporary differences. According to the accounting policies in Note 2.2, the Entity has to recognise the tax effects of such differences. Deferred tax adjustments are recognised in correlation to the underlying transaction either in retained earnings or a separate component of equity. As per Previous GAAPs, no deferred tax has been recognized. So deferred Tax recognized as at transition date & end of comparative period is as follows.

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Particulars	Date	Amount	Remarks
Deferred Tax Assets	Shrawan 1, 2075 (Transition Date)	37,89,491	Recognized in Equity as transitional adjustment
Deferred Tax Assets	Ashad 31, 2076 (end of comparative period)	41,56,202	

C. Property, plant and equipment

The Entity has elected to measure items of property, plant and equipment at fair value at the date of transition to NFRS. At the date of transition to NFRS, as previous GAAP amount reflect the approximate Fair Value of Property plant and equipment, so no additional adjustment is required at transition date.

This amount has been recognised against retained earnings.

D. Depreciation of property, plant and equipment

Useful life and depreciation rate are revised to reflect the appropriate and systematic allocation of cost of property, plant and equipment as at transition date. So, depreciation property, plant and equipment of previous comparative period and carrying amount of property, plant and equipment is changed as follows

Particulars	Date	NFRS	Previous GAAPs
Depreciation Expenses	For the period 2075/76 (comparative period)	21,73,844	38,42,821
Carrying Amount of property, plant and equipment	Ashad 31, 2076 (end of comparative period)	3,04,95,676	2,88,26,700

E. Regrouping/Reclassification of Different Assets & Liabilities

SN	Previous GAAPs Classification/Grouped	NFRS Classification/Grouped
1	Sundry Debtors	Trade & Other Receivables
2	Advance, Deposits & other receivables -Advance Tax & TDS Receivable -Other Receivables & Deposits -Advance to Parties, Prepaid Insurance, VAT Receivables	-Offset from Current Tax Liability -Trade & Other Receivables -Prepayment & Other Advances
3	Sundry Creditors & Other Payables -TDS, VAT, Excise duty, Dividend Payable, Advance from customers, SWF Payable	-Other Current Liability
	-Secured Loan -All other Payable	-Loan & Borrowing -Trade & Other Payables
4	Provision -Provision for Tax -Provision for Bonus -Provision for Gratuity & Leave	-Current Tax Liability -Employee Benefit Obligation - Employee Benefit Obligation

Similarly Expenses/income has been re-grouped & re-classified on the basis of function of expense method. Previously no such classification has been made.

4.4. Cash Flow Statements

A number of changes have been made to the presentation of the group's statement of cash flows. Changes in Cash Flow Occur due to the regrouping/Reclassification or other transitional adjustment, except below:

- (a) Interest Paid on OD/TR Loan is reclassified from financing to Operating Activities.
- (b) Increase/Decrease in OD/TR Loan is reclassified from financing to Operating Activities.

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BRAND AND MARKETING ACTIVATION



CSR:



कारोना भाईरसबाट आफु बचाउ - अरुलाई पनि बचाऔं

 साबुन पानीले विचलित हात धुने तथा सेनिटाइजर लगाउने	 जघानापी हातले नाक चुस्ना नछुने	 सोच्दा, हाँसेर गर्दा रुमाल वा खुट्टाले चुस्नु छान्ने	 घर एवं कार्यालयका सामानहरू किटाणुनाशकले सफा गर्ने
 बिरामी भएमा वा लक्षणहरू देखिएमा अस्पताल जाने	 बिरामी तथा संक्रमित टाढा रहने	 अन्य व्यक्तिसभामा कमतीमा ३ फिटको दुरीमा रहने	 गीडगाड तथा सामाजिक भेलामा नजान्ने



मुख्य लक्षणहरू



रुख रोकै तथा स्वास प्रश्वासमा समस्या



दाउरको तथा अति अत्यधिक दुखाई



१००.४°F भन्दा माथी उत्रने

Nepal Lube Oil Limited (NLOL) is committed to operate and grow its business in a socially responsible way with a clear and simple purpose to make suitable living common place. The purpose inspires the company's vision to accelerate growth in the business, while reducing its environmental footprint and increasing its positive social impacts. The commitment of sustainable living will help to drive strong business growth as well as enhance equity and preference for its brands with consumers. We hold this purpose in our CSRP (Corporate Social Responsibility Plan) where we support to local community and countrymen through different activities.

In the year 2076-77, COVID-19 has affected nearly every country in the world, and no community has been adequately prepared to deal with the pandemic. Nepal is an agrarian country, having 66 per cent of people directly engaged in agriculture. The government has taken the initiative to control the pandemic through the nationwide lockdown and social distancing. In this situation, the company has contributed towards the safety to our channel partners and their family by providing Accidental Insurance Policy, Mask, Awareness Program and support to various blood donation camps.



ACTION PLAN FOR RESUMING OPERATIONS POST COVID-19







Quality Edurance Passion

GLOBAL PARTINERSHIP

Manchester United



In 2019 Gulf Oil renewed its partnership with the world's leading football club, Manchester United, committing to a further three years, since becoming the first company to establish an official Fuel and Lubricants partnership with a Premier League Football club in 2016.

Over the course of the last three years, Gulf has used the partnership to significant effect – particularly in helping to open up and develop key emerging markets. With the Gulf-Manchester United partnership jointly, we have lead many different initiatives over this time. Gulf has hosted Manchester United Soccer Schools on three continents. Fan activities such as I Love United have proved extremely popular, as have the appearances of Manchester United's squad of club Legends, all over the world. All these initiatives have helped Gulf to elevate Gulf's imagery by the regular messages. Gulf's electronic

hoardings On the Old Trafford and its products have enjoyed greater recognition through using Manchester United branding and imagery on packs and labels.

The partnership had allowed engagement with United's worldwide family of fans, including its 325 million followers in Asia including the pre-season tour in China in 2019 when Gulf Oil China ran a very successful campaign and a PR stunt with the Manchester United first-team players. Another highlight was Manchester



United Ambassador, Dwight Yorke opening the first fuel station in China, with plans for 1,000 fuel stations to be opened in the region over the next decade.



Gulf partners with McLaren in multi-year partnership in F1 and luxury supercars

Gulf is partnering the world-famous race team McLaren Racing and luxury supercar company McLaren Automotive in a multi-year strategic partnership. The partnership reunites two renowned brands that have a long-standing and successful history together and symbolizes a united ambition to use both brands' innovation and class-leading capabilities to refine a winning formula, both on the track and on the road.

Gulf's link with McLaren started in 1968 and continued until the end of the 1973 season, with Gulf and McLaren enjoying success in both Formula 1 and the Can-Am series, in which the partnership won over 40 races. The partnership was then renewed with the iconic McLaren F1 GTR running in Gulf coolers at the Le Mans 24 Hours and in global GT racing during the mid-1990s.

From 2021, Gulf will become the preferred lubricant supplier to McLaren Automotive, with all cars to be filled with Gulf Oil and fuel optimized for high performance engines. Gulf branding will also be



displayed at McLaren Automotive's PURE customer events that take place around the world, at retailers and on team kit. (Put the pictures





Quality Edurance Passion

SCHEME

2 wheeler, retailers and mechanics' regular scheme



Nepal Lube Oil Limited has launched annually and monthly schemes for the retailers and mechanics for 2 Wheeler, MCO, GEO and DEO segments. The schemes are in various forms such as Slab Scheme.



Product Scheme

Nepal Lube Oil Limited has launched 2 wheeler product scheme in end month of every quarter.



Advance Clubbed Scheme



Advance Clubbed Scheme is the company strategy to associate the retailers with the company for long term. In the clubbed scheme, company does an agreement of certain target with the retailers for 2 years' time, and an advance scheme is given against the target agreement. Retailers does the agreement and complete the target within 2 years' time.



Coupons

NLOL has issued coupons from Rs. 25 to Rs. 200 for MCO and DEO segments. This scheme is targeted to mechanics specially.





Quality Edurance Passion

VEHICLE BRANDING

Bus Branding



Distributors' Van Branding



Customer Care Department (CCD)



Distributor Point Branding





Quality Edurance Passion

MEDIA ADVERTISEMENT AND COVERAGE

Magazine Coverage

Coverage

मोटोजिपि रेसिडका लागि गल्फ र अप्रिलियाबीच सम्झौता

aprilia | Gulf
Global Partner

यसो गर्दा मोटोजिपि रेसिडकाको लागि गल्फ र अप्रिलियाबीच सम्झौता भएको हो।

नेपाल अटो मेकानिक्स व्यवसायी संघको साधारणसभा सफलपन

अटो मेकानिक्स व्यवसायी संघको १५ औं वार्षिक साधारणसभा सफलपन सम्पन्न भएको हो।

सबै सेगोन्टका लागि लुब्रिकेन्ट उपलब्ध गराइरहेका छौं

गल्फ लुब्रिकेन्ट सबै सेगोन्टका लागि उपलब्ध गराइरहेको छ।

जादु लालितपुरको मेकानिकहरुलाई नि शुल्क दुर्घटना बिमा

जादु लालितपुरको मेकानिकहरुलाई नि शुल्क दुर्घटना बिमा प्रदान गरिएको हो।

लुब्रिकेन्टद्वारा कृषक प्रतियोगिता सम्पन्न

लुब्रिकेन्टद्वारा कृषक प्रतियोगिता सम्पन्न भएको हो।

अटो ट्रेडर्समार्फत गल्फ लुब्रिकेन्ट रितेलर मिट सम्पन्न

अटो ट्रेडर्समार्फत गल्फ लुब्रिकेन्ट रितेलर मिट सम्पन्न भएको हो।

गल्फको डीएसई तालिम सम्पन्न लुब्रिकेन्ट र विविध विषयमा छलफल

गल्फको डीएसई तालिम सम्पन्न भएको हो।

गल्फ लुब्रिकेन्टका खुद्रा बिक्रेतालाई पुरस्कार बितरण

गल्फ लुब्रिकेन्टका खुद्रा बिक्रेतालाई पुरस्कार बितरण भएको हो।

Advertisement

RELIABILITY FOR ALL YOUR NEEDS

OUR GLOBAL PARTNERS

RELIABILITY FOR ALL YOUR NEEDS

OUR GLOBAL PARTNERS

EDITORIAL

PURE FUN!

AUTOLIFE

Your own Gulf 4T is upgraded to Gulf 4T SAE 20W-40, API SJ

NEPAL LUBE OIL LIMITED

Official Global Lubricant Oil and Fuel
Petrol Partner of Manchester United

Driven by Passion

United with Gulf

PROUD GLOBAL PARTNERS OF



Quality Endurance Passion

Newspaper Coverage



मौजवी जोशी, रितुसिंह वैद्य र सुमना श्रेष्ठले महिलाको पुस्तैनीको बारेमा आफ्नो धारणा राखेका थिए।

म भी अगस्टा नेपालमा

काठमाडौं : इटालियन मोटरसाइकल उत्पादन गर्ने कम्पनी एमभी अगस्टा नेपाली बजारमा प्रवेश गरेको छ। सन् १९४५ मा पहिलोपटक एमभी ब्रान्डेड मोटरसाइकल उत्पादन गरेको उक्त कम्पनीको मोटरसाइकल रेसिडमा मोटर साइकलका रूपमा परिचित छ। जोन सीटिज, माइक हेल्डउड र जिकोमो अर्गोपिन जस्ता वर्ल्ड च्याम्पियन राइडरले यस ब्रान्डका उत्पादन प्रयोग गर्दै आएको छ। यसलाई नेपाली बजारमा भेलोसिटी प्रालिले भित्र्याएको हो। कम्पनीले नेपाली बजारमा एमभी अगस्टाको विभिन्न मोडल भित्र्याएको छ। भेलोसिटीद्वारा काठमाडौंको पानी पोखरीमा खोलिएको एमभी अगस्टाको सोरुमार्फत ग्राहकलाई बित्री-वितरण, सर्भिस, स्पेयर पार्ट्स र एसेसोरीज प्रदान गर्ने जनाएको छ। कम्पनीले बजारमा ४१ लाखदेखि ५८ लाखसम्मका बाइक भित्र्याएको छ।

गल्फ लुब्रिकेन्टद्वारा गाडी वितरण

काठमाडौं : गल्फ लुब्रिकेन्टको नेपालको आधिकारिक उत्पादक तथा वितरक नेपाल ल्युब आयल लिमिटेडले एड



भान्स क्लब्ड स्किम अन्तर्गत सिफलस्यित डिएस ट्रेड सेन्टरलाई भिटारा बज्रेजा गाडी प्रदान गरेको छ। डीएस ट्रेडसेन्टर गल्फ लुब्रिकेन्टको आधिकारिक रिटेलर हो। उक्त रिटेलर २ वर्षमा ६० किलो लिटर गल्फ लुब्रिकेन्ट बित्री गर्न सफल भएको थियो। यसै क्रममा सेन्टरका प्रमुखलाई गाडीको साँचो हस्तान्तरण गरिएको छ। नेपाल ल्युब आयलका कार्यकारी निर्देशक करण चौधरीले उक्त चावी हस्तान्तरण गरेका हुन्।

‘६ जीबी हुनुहुन्छ’

काठमाडौं : तयार हुनुहुन्छ? अन्तर्गत नुवियाले बजारमा उपलब्ध नुविया स्मार्टफोन मिनी एसमा ६ जीबी छ। नुविया स्मार्टफोन सुविधा थप गर्दै उत्कृ



Online Portals Promotions

Advertisement

www.janaastha.com

E-paper

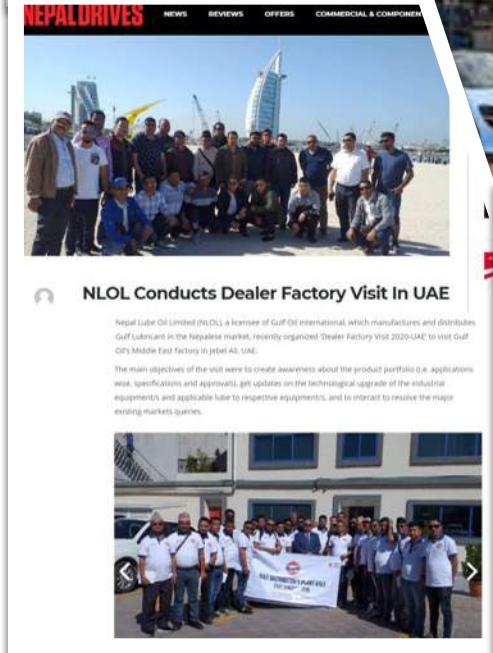
Quality Endurance Passion

गल्फ लुब्रिकेन्ट अब म्याकलेरेन रेसिड र म्याकलेरेन अटोमोबिलको 'अफिसियल पार्टनर'

वाणिज्य बैंकले सवारीसाधन खरिद कर्जाको ब्याजदर आक्रामक रूपमा घटाएका छन्। लकडाउनका कारण बैंकमा सरलता बढेपछि अटो लोनमा बैंकहरूले ब्याजदर घटाएका हुन्।



Coverage





Quality Edurance Passion

NADA AUTO SHOW

NADA Auto Show is an Automobile Show where all the big brands of Four Wheelers, Two Wheelers, Automobile parts and Lubricants participate with different objectives of sales, brand promotion, product awareness, etc. NLOL participated in the event with the objective to show Gulf brand presence in the local lubricant market and continued to have a highest market share. NLOL conducted a selfie contest where more than 650 visitors participated.



PROMOTIONAL MATERIALS



MERCHANDISE





Quality Endurance Passion

Calendar

Quality Endurance Passion

नयाँ वर्ष शुभकामना



पावीमरा देवी मन्दिर

पावीमरा देवी मन्दिर नेपालको उत्तरांचल प्रदेशको पाँचथर जिल्लामा अवस्थित छ। यहाँको देवीको चित्तको रूपमा चिनिने पावीमरा देवीको मूर्ति अत्यन्तै सुन्दर र शक्तिशाली छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ।

जैठ २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

May/June 2020

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

मातृकी मन्दिर

मातृकी मन्दिर नेपालको उत्तरांचल प्रदेशको पाँचथर जिल्लामा अवस्थित छ। यहाँको देवीको चित्तको रूपमा चिनिने मातृकी देवीको मूर्ति अत्यन्तै सुन्दर र शक्तिशाली छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ।

साउन २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

July/Aug 2020

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

उत्तार देवी मन्दिर

उत्तार देवी मन्दिर नेपालको उत्तरांचल प्रदेशको पाँचथर जिल्लामा अवस्थित छ। यहाँको देवीको चित्तको रूपमा चिनिने उत्तार देवीको मूर्ति अत्यन्तै सुन्दर र शक्तिशाली छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ।

असार २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Aug/Sep 2020

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

सुपतीनाथ

सुपतीनाथ नेपालको उत्तरांचल प्रदेशको पाँचथर जिल्लामा अवस्थित छ। यहाँको देवीको चित्तको रूपमा चिनिने सुपतीनाथको मूर्ति अत्यन्तै सुन्दर र शक्तिशाली छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ। यहाँको देवीको पूजा गर्ने गर्दा अत्यन्तै फलदायी हुन्छ।

फागुन २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Feb/Mar 2021

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

चैत २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

कार्तिक २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Oct/Nov 2020

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Nov/Dec 2020

वृष २०७७

आइत	सोम	मंगल	बुध	बिही	शुक्र	शनि
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Dec 2020/Jan 2021

NEPAL LUBE OIL LIMITED

NEPAL LUBE OIL LIMITED
 Kathmandu, Nepal
 Phone: +977-01-4221014
 Email: sales@nepallubeoil.com



SOCIAL MEDIA BRANDING

Facebook Regular Post



Facebook Campaign

Nepal Lube Oil Limited
Published by Sanket Mehta (1) · August 25, 2019 ·

Visit us at NADA 2019 at Bhrikuti Mandap (Stall No. K24 & K25) from 27th August - 1st September 2019, take part in the photo contest and get a chance to win exciting gifts.
#NLOL #Gulf #NADA2019



4,357 People Reached · 1,992 Engagements

Reveal Again · Suman Dahal and 16 others

Krishna Giri updated his profile picture.
48 mins ·



Sampir Timsina updated his profile picture.
1 hr ·

I am upgraded #gulf_ultrasynthplus



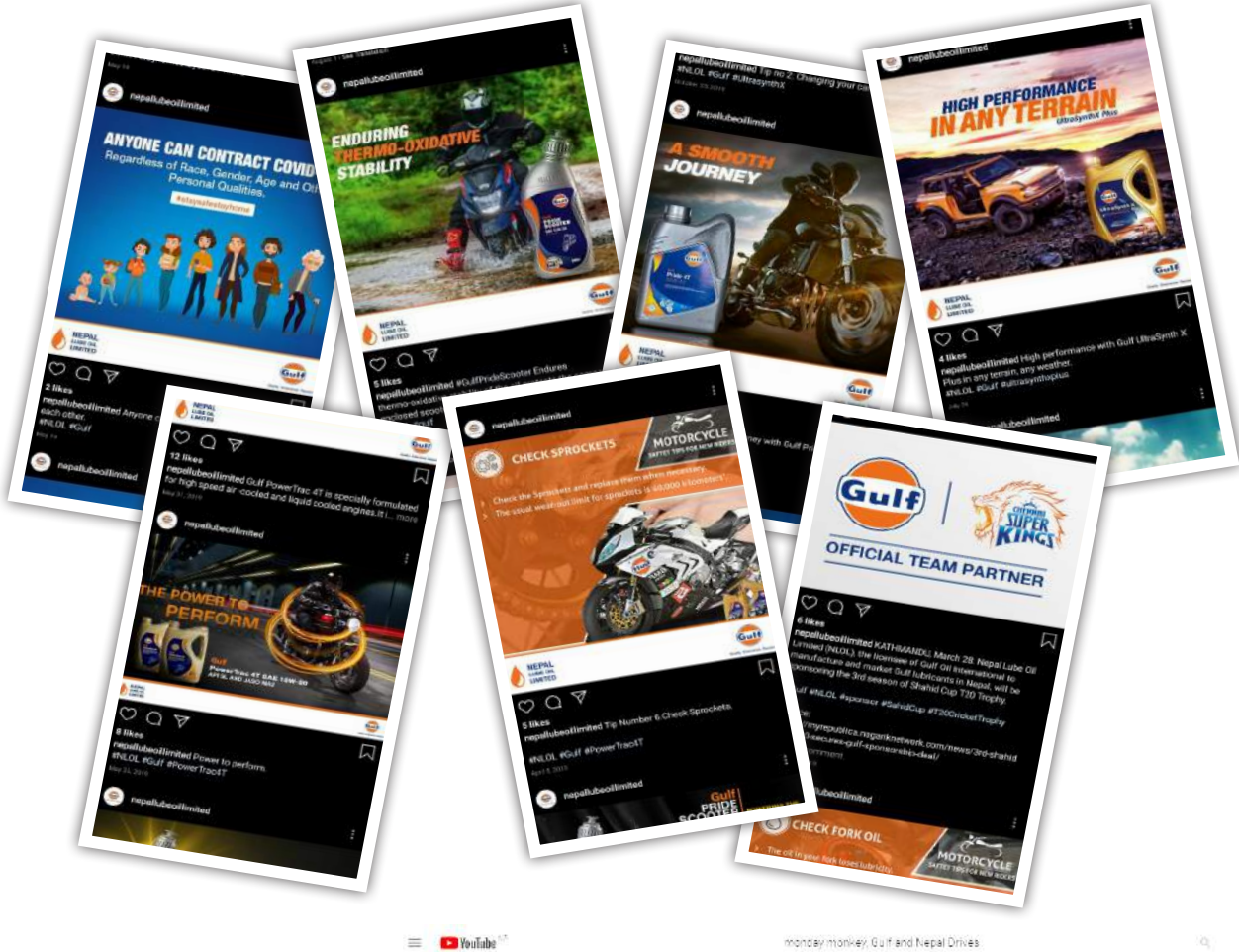
6 comments



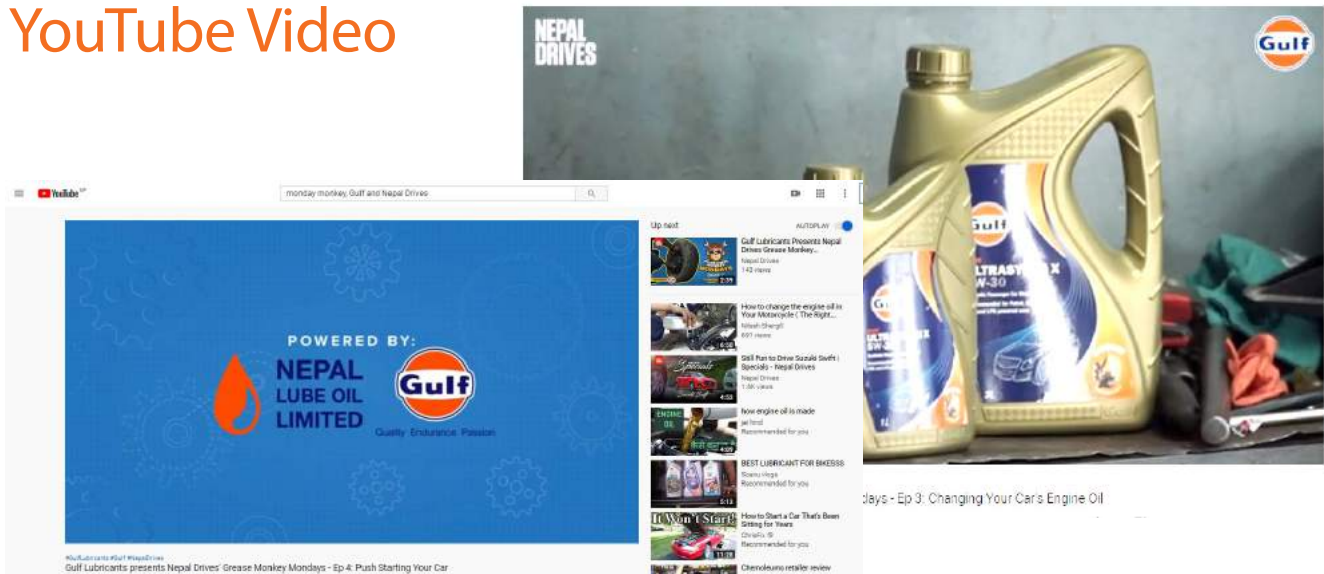


Quality Edurance Passion

Insta Post



YouTube Video



SPONSORSHIP

Events

NLOL sponsors events according to the target group and event type.

Automobiles Association of Nepal Meet



Sports Sponsorship

Gulf Lubricants is a brand that believes in supporting and promoting sports globally. As various sports brand are associated with GULF as a global partner for global promotion. So, NLOL also promotes various sports events in Nepali context as well and participate in Racemandu and Slow Scooter Race as a sponsor in fiscal year 2076/77.





Quality Edurance Passion

Slow Scooter Race (Hetauda Lady Jaycees)



MANPOWER TRAINING PROGRAM

DSE Training

N LOL organized the Dealer's Sales Executive (DSE) Training at NLOL Factory, Amlekhgunj, Bara. The purpose of the training was to strengthen its front-line staffs (DSE) in terms of marketing, technical and sales knowledge, and the way to implement those knowledges in actual field.



ACTIVATION

Wall Paint: 280000 sq. feet (Retailers, PGM and Fuel Stations all over Nepal)



Flex Board: Nos. of Flex Boards: 1042 Nos. (Retailers, PGMs and Fuel Stations all over Nepal)





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Backlit Board: Nos. of backlit board: 20 Nos. (Retailers all over Nepal)



Service Camps: No. of service camps: 9 Nos.



Retailer Meet: No. of retailers meet: 25 Nos.



Mechanics Meet: No. of mechanics meet: 30 Nos.





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Distributor Meet



Dubai Visit



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28th AGM





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CODE OF BUSINESS PRINCIPLES (COBP)

Code of Business Principles is the company's statement of values and represent the standard of conduct which all the employees are expected to meet in their business endeavors. It supports our approach to governance and corporate responsibility. COBP has always encouraged the company to work with honesty and integrity. It is also applicable to everyone with whom the company is associated. This year was another sound year of corporate governance of the company.

Standard of Conduct

We conduct our operations with honesty, integrity, openness, and respect for human rights and interests of our employees.

We shall similarly respect the legitimate interests of those with whom we have relationships.

Obeying the Law

NLOL and employees are required to comply with the laws and regulations of the countries in which we operate.

Family Bonding

Your Company is committed to a working environment that promotes diversity and equal opportunity and where there is mutual trust, respect for human rights and no discrimination.

We will recruit, employ and promote employees on the sole basis of the qualifications and abilities required for the work to be performed.

We will provide employees with a total remuneration package that meets or exceeds the legal minimum standards and appropriate prevailing industry standards.

We will not use any form of forced, compulsory, trafficked or child labour. We are committed to working with employees to develop and enhance each individual's skills and capabilities.

We respect the dignity of the individual and the right of employees to freedom of association and collective bargaining.

We will maintain good communications with employees through company based information and consultation procedures.

We will ensure transparent, fair and confidential procedures for employees to raise concerns.

Consumers

Your Company is committed to provide branded products which consistently offer value in terms of price and quality, and which are safe for their intended use. Products will be accurately and properly labelled, advertised and communicated.

Shareholders

Your Company will conduct its operations in accordance with internationally accepted principles of good corporate governance. We will provide timely, regular and reliable information on our activities, structure, financial situation and performance to all shareholders.

Business Partners

Your Company is committed to establishing mutually beneficial relations with our suppliers, customers and business partners. In our business dealings we expect our partners to adhere to business principles consistent with our own.

CSR

Your Company strives to be a trusted corporate citizen and as an integral part of society, to fulfil our responsibilities to the societies and communities in which we operate.

Public Activities

NLOL is encouraged to promote and defend their legitimate business interests.

Your Company will co-operate with government and other organisations, both directly and through bodies such as trade associations, in the development of proposed legislation and other regulations which may affect legitimate business interests.

Your Company neither supports political parties nor contributes to the funds of groups whose activities are calculated to promote party interests.



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The Environment

Your Company is committed to make continuous improvement in reduction of environmental impact and developing a sustainable business in long term.

Your Company will work in partnership with other partners to promote environmental care, increase understanding of environmental issues and disseminate good practices.

Innovation

Our innovations use insights and technologies to deliver branded benefits which meet the latest trends. Our innovation is increasingly responsive to local needs, landing results faster into the market.

We will innovate on the basis of sound science, applying rigorous standards of product safety.

Competition

Your Company believes in vigorous yet fair competition and supports the competition laws of the company. Gulf companies and employees conduct their operations in accordance with the principles of fair competition and all applicable regulations.

The Legal function of your company continues to be a valued partner in facilitating the business agenda and effectively dealing with unfair competition and ensuring regulatory compliances.

Business Integrity

Your Company does not give or receive, whether directly or indirectly, bribes or other improper advantages for business or financial gain. No employee may offer, give or receive any gift or payment which is, or may be construed as being, a bribe. Any demand for, or offer of, a bribe must be rejected immediately

and reported to management.

Your Company's accounting records and supporting documents must accurately describe and reflect the nature of the underlying transactions. No undisclosed or unrecorded account, fund or asset will be established or maintained.

Conflicts of Interests

All employees and others working for Gulf are expected to avoid personal activities and financial interests which could conflict with their responsibilities to the company.

Employees must not seek gain for themselves or others through misuse of their positions.

Compliance-Monitoring-Reporting

Compliance with these principles is an essential element to our business success. The NLOL Board is responsible for ensuring these principles are applied throughout your Company.

The Board Of Directors is responsible for implementing these principles and is supported by the Global Code and Policy Committee which is chaired by the Chief Legal Officer. Day-to-day responsibility is delegated to all senior management of the geographies, categories, functions and operating companies. They are responsible for implementing these principles, supported by local Code Committees. Assurance of compliance is subject to review by the Board supported by the Corporate Responsibility Committee and for financial and accounting issues the Audit Committee.

Any breach of the Code must be reported. Provision has been made for employees to be able to report in confidence and no employee will suffer any consequence of doing so.



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OUR GLOBAL PARTNERS





www.nepallubeoil.com



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