



NIBL ACE CAPITAL
Managing shares, Managing investments.

मिति : २०७९/०३/०२

श्री नेपाल धितोपत्र बोर्ड,
खुमलटार, ललितपुर ।

विषय : एनआईबिएल समृद्धी फण्ड-१ को योजना खारेजीको प्रतिवेदन पेश गरेको सम्बन्धमा ।

महोदय,

नेपाल ईन्भेष्टमेन्ट बैंक लिमिटेड कोष प्रवर्द्धक रहेको तथा यस कम्पनी योजना व्यवस्थापक रही एनआईबिएल म्युचुअल फण्ड अन्तर्गत संचालनमा रहेको एनआईबिएल समृद्धी फण्ड - १ यही मिति २०७८/०९/२२ गते परिपक्व भएको कुरा त्यस बोर्ड समक्ष अवगतनै छ ।

सो सन्दर्भमा, सामूहिक लगानी कोष नियमावली, २०६७ को नियम ३३ को उपनियम (१) को व्यवस्था बमोजिम योजना खारेजीको प्रतिवेदन तयार गरी यसै पत्र साथ पेश गरीएको व्यहोरा त्यस बोर्ड समक्ष अनुरोध छ ।

साथै सोही नियमावलीको नियम ३३ को उपनियम (२) मा भएको व्यवस्था बमोजिम योजना खारेजीको प्रतिवेदन सहभागीको जानकारीको लागि यस कम्पनीको वेबसाइट www.niblcapiatal.com मा राखीने व्यहोरा समेत अनुरोध छ ।

भवदीय,

सुभाष पौडेल
प्रमुख ईन्भेष्टमेन्ट बैंकिङ्ग



NIBL ACE CAPITAL
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Kathmandu, Nepal

सचिन्द्र दुहाना
नायब महाप्रबन्धक

NIBL



MUTUAL FUND

**REPORT ON REDEMPTION OF NIBL SAMRIDDHI FUND-I
(NIBSF1) UNDER NIBL MUTUAL FUND
AS PER RULE 33(1) OF MUTUAL FUND REGULATIONS, 2067**

**SUBMITTED TO
SECURITIES BOARD OF NEPAL (SEBON)**

PREPARED BY:

FUND MANAGER/DEPOSITORY:

NIBL Ace Capital Limited

Lazimpat, Kathmandu, Nepal

Phone: 4005157

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A. Background of the Scheme:

NIBL Samriddhi Fund- I (the Scheme) under NIBL Mutual Fund (the Fund) is registered under Mutual Fund Regulations, 2067 as a closed-end, diversified investment scheme. The objective of the Fund is to diligently manage the fund with the aim to achieve high return for unit holders, growth of both capital and income from investment in shares and fixed income securities and conservation of capital. The Scheme commenced its operation on 23rd Poush 2071 B.S. (Scheme allotment date) with maturity period of 7 years (i.e. 22nd Poush 2078 B.S.). It was listed in NEPSE on 23rd Magh 2071 with the symbol of NIBSF1 .

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

Followings distinguished professionals were there Fund Supervisors of the Scheme with the approval of SEBON:

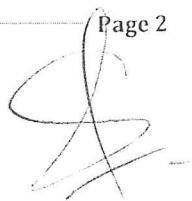
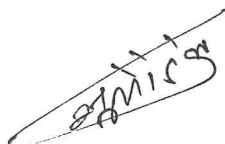
Dr. Bimal Prasad Koirala
Dr. Sambhu Ram Shimkhada
Dr. Durgesh Man Singh
Mr. Jitendra Bahadur Rajbhandari, FCA
Mr. Raju Nepal

The capital structure of the Scheme was as follows:

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

B. Service Fees and Charges of the Scheme:

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



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

C. Dividend Amount offered by the Scheme:

From inception, the scheme has paid 98.5% cash dividend to its unit holders as shown below: -

Financial Year	Offered Dividend (%)
2072/73	15
2073/74	18
2074/75	12
2075/76	6.5
2076/77	12
2077/78	35
Total	98.5

D. Monthly NAV and NEPSE Index (growth %):

Sno	Month	NEPSE Index	NAV	Index % change	NAV % Change
1	30/09/2071	939.53	9.952		
2	29/10/2071	984.51	9.984	0.32%	4.79%
3	29/11/2071	978.44	9.945	-0.39%	-0.62%
4	30/12/2071	952.03	9.822	-1.24%	-2.70%
5	31/01/2072	938.19	9.803	-0.19%	-1.45%
6	32/02/2072	928.35	9.777	-0.27%	-1.05%
7	31/03/2072	961.23	9.97	1.97%	3.54%
8	32/04/2072	1,157.60	11.09	11.23%	20.43%
9	31/05/2072	1,196.02	11.47	3.43%	3.32%
10	30/06/2072	1,134.47	11.03	-3.84%	-5.15%
11	30/07/2072	1,094.18	10.71	-2.90%	-3.55%
12	29/08/2072	1,121.02	10.83	1.12%	2.45%
13	30/09/2072	1,190.16	11.92	10.06%	6.17%
14	29/10/2072	1,263.72	12.59	5.62%	6.18%
15	30/11/2072	1,318.88	13.16	4.53%	4.36%
16	30/12/2072	1,388.63	13.4	1.82%	5.29%
17	31/01/2073	1,481.94	14.15	5.60%	6.72%
18	28/02/2073	1,614.15	15.6	10.25%	8.92%
19	31/03/2073	1,718.15	17.13	9.81%	6.44%
20	32/04/2073	1,717.45	16.81	-1.87%	-0.04%

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62	29/10/2076	1345.97	11.3	6.91%	6.54%
63	30/11/2076	1377.18	11.44	1.24%	2.32%
64	30/12/2076	1251.45	10.67	-6.73%	-9.13%
65	31/01h/2077	1226.15	10.36	-2.91%	-2.02%
66	32/02/2077	1226.15	10.39	0.29%	0.00%
67	31/03/2077	1362.34	11.6	11.65%	11.11%
68	32/04/2077	1391.46	11.8	1.72%	2.14%
69	31/05/2077	1541.4	11.38	-3.56%	10.78%
70	30/06/2077	1562.46	11.44	0.53%	1.37%
71	30/07/2077	1718.49	12.13	6.03%	9.99%
72	30/08/2077	2061.41	13.29	9.56%	19.95%
73	29/09/2077	2286.54	13.87	4.36%	10.92%
74	30/10/2077	2526.92	14.45	4.18%	10.51%
75	29/11/2077	2558.48	14.69	1.66%	1.25%
76	31/12/2077	2714.79	15.51	5.58%	6.11%
77	31/01/2078	2684.01	15.4	-0.71%	-1.13%
78	31/02/2078	3025.82	16.17	5.00%	12.74%
79	31/03/2078	2883.38	16	-1.05%	-4.71%
80	32/04/2078	3160.09	13.2	-17.50%	9.60%
81	31/05/2078	2812.39	12.64	-4.24%	-11.00%
82	31/6/2078	2656.97	12.62	-0.16%	-5.53%
83	30/07/2078	2784.58	12.66	0.32%	4.80%
84	29/08/2078	2414.62	12.62	-0.32%	-13.29%
85	22/09/2078	2692.47	12.74	0.95%	11.51%

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E. Reason for the closure/Redemption of the Scheme: (Pursuant to Clause 33 (1)(a) of Mutual fund regulation, 2067)

NIBL Samriddhi Fund-I (NIBSF1) is the first scheme managed by NIBL Ace Capital under NIBL Mutual Fund which has been registered as per Mutual Fund Regulation, 2067 as Closed end scheme. Securities Board of Nepal (SEBON) has given an approval for the operation and issuance of units publicly on 30/07/2071 B.S. The New Fund Offerings (NFO) of the scheme has taken place and applicants were allotted on 23/09/2071 B.S. The scheme has been matured on 22/09/2078 B.S. with 7 years after the date of allotment.

As per clause (8.8) of the approved prospectus of the scheme, the units of this scheme were not to be transferred to other schemes and after the maturity all the assets of the scheme has to be converted into cash and the realized amount has to be distributed to the existing unit holders as per their proportion of investment.

It was also provisioned in the prospectus that the scheme could be converted to new scheme after obtaining the consent of the unitholders and approval of SEBON.

However, decision for closure and refund the redemption amount to unit holders of scheme was made after obtaining written direction from Securities Board of Nepal (SEBON) on 27/08/2078 B.S.

F. Process implemented while selling the Assets/Investment of the Scheme: (Pursuant to Clause 33 (1)(b) of Mutual fund regulation, 2067)

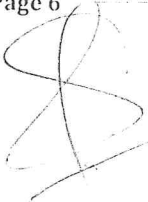

The process for selling of assets/investment for redemption had already started six months prior to maturity of the scheme. Receivables and payables were settled and the listed investment was sold in the secondary market.

A management level redemption committee was formed to ease the redemption process and the committee had mandate to discuss on various probable activities to be carried out during the redemption phase and set timelines for activities and take necessary decision regarding redemption.

As on date of maturity (22/09/2078 B.S) the status of assets/Investment (based on market value) was as follows: -

Particular	Amount
Investment in Listed shares	8,554,711.82
Investment in Unlisted shares	119,766.51
Investment in Debenture	104,500,000.00

The investment in the remaining listed shares as at the maturity date were not sold as the fair price for the investment were not seen for some shares and some of the shares were halted due to merger and other issues and hence it was decided to either sale them later through secondary market or via public auction. Unlisted shares of the portfolio due to non-listing of bonus shares, right shares and IPO shares allocated to the scheme. They were sold through public auction process with the prior information



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to SEBON and NEPSE via our letter dated 12/10/2078 and 28/10/2078 B.S. Respectively.

The detailed divestment of the assets was as follows: -

F.1. Sale of Assets/Investment after maturity through secondary market:

The scheme still had following stocks which were sold in the market after its maturity with the following saleproceeds: -

S.N	Particulars	Units	Amount (NPR)
1	Arambha Chautari Laghubitta Bittiya Sanstha Limited	90	129,867
2	Madhya Bhotekoshi Jalavidyut company Limited	8,400	4,121,729
3	Buddhabhumi Nepal Hydropower Company Limited	747	313,319
4	Asha Laghubitta Bittiya Sanstha Limited.	1	1,505
Total			4,566,420.5

F.2. Sell of Assets/Investment through public auction after maturity of the Scheme:

The following investment of the scheme was sold through public auction after its maturity: -

Shares

S.N	Particulars	Units
1	Prabhu Bank Limited.	2,520
2	Himalayan Bank Limited.	5,534
3	Standard Chartered Bank Limited.	381
4	Excel Development Bank Limited.	1
5	DEPROSC Laghubitta Bittiya Sanstha limited.	2,349
6	NADEP LAghubitta Bittiya Sanstha limited	538
7	Adhikhola Laghubitta Bittiya Sanstha limited.	714
8	Samaj Laghubitta Bittiya Sanstha Limited.	117

Debentures

S.N	Particulars	Units
1	9% NICASIA Debenture 2081/82	10,000
2	11% NICASIA Debenture 2082/83	7,000
3	8.5% Global IME Debenture 2086/87	50,000
4	8.5% Nepal Bank Debenture, 2087	12,500

21/11/83

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F.3. Total amount from auction

The total amounts received from the auction of the securities are as follows:

Particulars	Amount
Shares	7,662,590
Debentures	70,045,000
Total	77,707,590

G. Expenses occurred while closing the Scheme: Pursuant to Clause 33 (1)(c) of Mutual fund regulation, 2067

Particulars	Amount
Auction Issue Management Expenses	120,000
Auction Notice	
Auction notice- 1 13/10/2078	19,220
Auction notice-2 01/11./2078	14,644
SMS charge	9,335
Reporting and Notice Publication Expenses	21,500
Total Amount	184,700

H. Redemption value determination per unit of the Scheme:

Particulars	Amount (NPR)
Cash and Cash Equivalents	194,360,120
Other Current Assets	30,766,658
Financial Assets Held at Amortized Cost	1,042,545,000
Financial Assets Held at Fair Value Through Profit or Loss	12,229,010
Total Assets	1,279,900,789
Accrued Expenses & Other Payables	5,681,286
Total Liabilities	5,681,286
Total Distributable Fund to Unit-holders	1,274,219,502
Total No. of Units	100,000,000
NAV per Unit	12.74

I. Amount which is yet to be distributed to the unit holders of Scheme: : Pursuant to Clause 33 (1)(d) of Mutual fund regulation, 2067

The unit holders whose bank accounts have been updated in their respective BO accounts were paid the redemption amount through bank transfer amounting to NPR. 1,214,277,549.38 as of 30/02/2079 B.S. The remaining unit holders whose bank accounts have not been updated in their BO account were being informed to update their BO accounts and in this regard the redemption amount which is yet to be distributed to the unit holders of scheme is **NPR 42,037,279.21 till date.**

Capital Gain Tax (CGT) on Redemption was NPR 17,904,673.41.

NIBLACE CAPITAL
Investment Services, Management Limited
Kathmandu, Nepal

J. Audit Report of the Scheme (Auditor's comment) : Pursuant to Clause 33 (1)(e) of Mutual fund regulation, 2067

Audited Financial attached with this report.

K. Other guided by SEBON if any: Pursuant to Clause 33 (1)(f) of Mutual fund regulation, 2067

Not any.

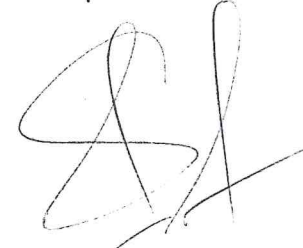
L. Acknowledgement:

The Fund Manager expresses its gratitude to the Unit holders, SEBON, NEPSE, the Sponsor-Nepal Investment Bank Ltd & its staff and the employees of the Fund Manager for their continued support and guidance since the inspection to the successful closure of the scheme.

For and on behalf of the Fund Manager


Subhash Poudel
Head – Investment Banking




Sachindra Dhungana
Deputy General Manager