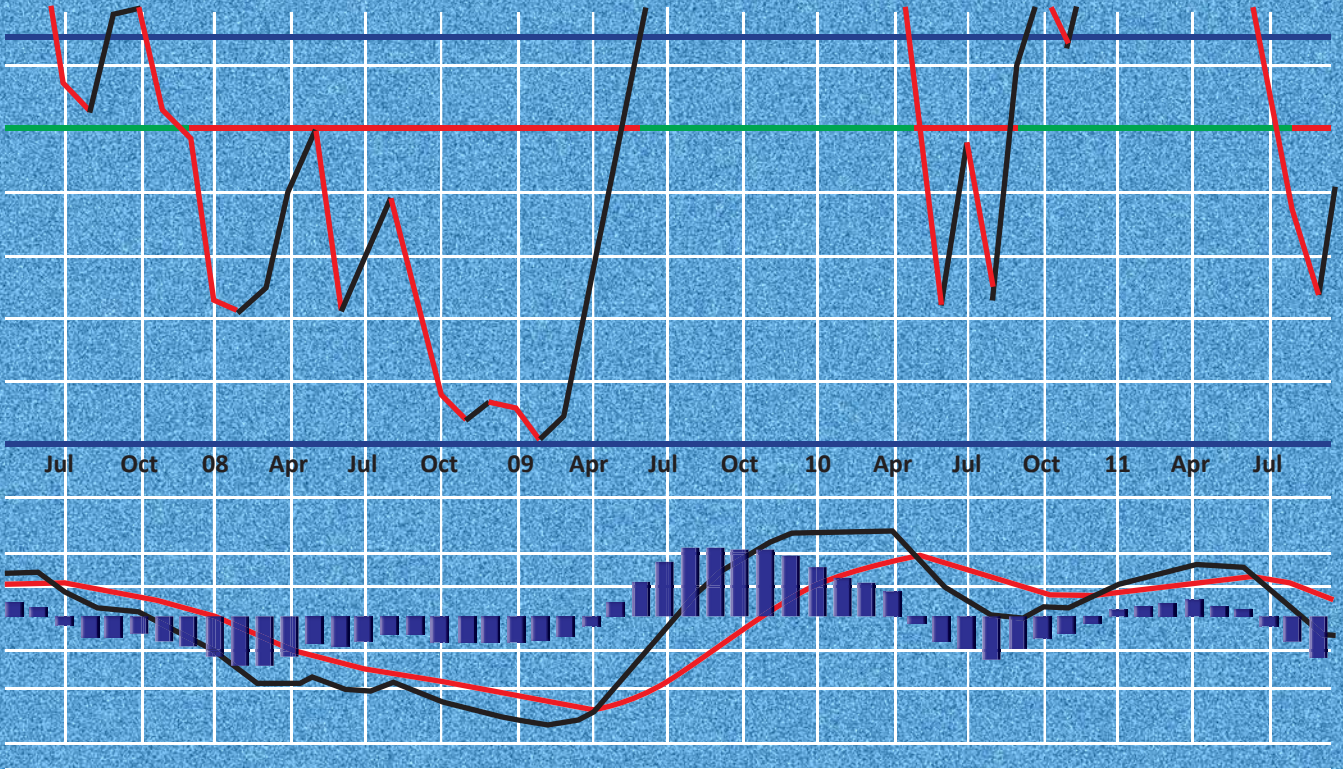


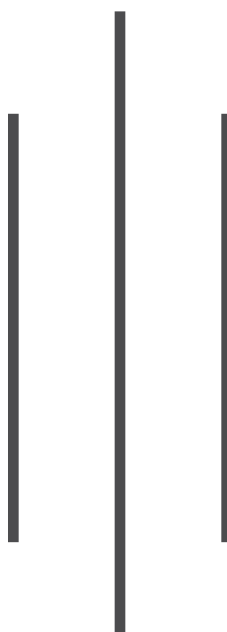
QUARTERLY SECURITIES MARKET INDICATORS (Fourth Quarter, FY 2017/18)



Securities Board of Nepal
Jawalakhel, Lalitpur, Nepal

QUARTERLY SECURITIES MARKET INDICATORS

(Fourth Quarter, FY 2017/18)



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Jawalakhel, Lalitpur, Nepal

QUARTERLY SECURITIES MARKET INDICATORS

(Fourth Quarter, FY 2017/18)

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Editorial

The Quarterly Securities Market Indicator is published by Securities Board of Nepal (SEBON) since its silver jubilee year 2016/17. The basic objective of this publication is to provide the detailed statistical information of Nepalese Securities Market along with the some key figures of Global Securities Market as well as the recent reforms and development initiatives and other activities carried out by SEBON to regulate and supervise the securities markets.

Various table and graph/charts have been presented to simplify the context so that general investor can understand the technical term of securities market. Further, editorial board is sincere for considerable and continuous effort to make this indicator more realistic, authentic, and useful by covering the overall part of Nepalese securities markets. Editorial board aims that it helps the general investors, students, researcher and lecturer of different universities and other stakeholders to analyze the context as per their need and requirements.

Editorial board appreciates other employees of SEBON who have involved and supported to make this publication better. Nepal Stock Exchange Ltd., CDS & Clearing Ltd. and other market participants are also the part of thanks. Any comments and suggestions on any of the features/sections of this indicator may be sent to sebon.research@sebon.gov.np. Editorial board assures that any valuable suggestions/feedbacks will be incorporated in next issue of this indicator. This publication is available to all stakeholder at free of cost and a readable version of this indicator is also available at www.sebon.gov.np.

Editorial Board

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EXPLANATORY NOTES

1. Because of the subsequent revision in data, difference with previously published figures may occur.
2. In some cases, figures are rounded off. Hence, totals may not tally with their component units.
3. The following months of the Gregorian Calendar year are the approximate equivalent to the months of the Nepalese Calendar Year:

| Gregorian Month | Nepalese Month |
|------------------------|-----------------------|
| Apr/May | Baisakh |
| May/Jun | Jestha |
| Jun/Jul | Ashadh |
| Jul/Aug | Shrawan |
| Aug/Sep | Bhadra |
| Sep/Oct | Ashwin |
| Oct/Nov | Kartik |
| Nov/Dec | Mangsir |
| Dec/Jan | Poush |
| Jan/Feb | Magh |
| Feb/Mar | Falgun |
| Mar/Apr | Chaitra |

4. The Nepalese fiscal year generally begins on July 16 and ends on July 15.
5. A dash (–) indicates that figures are nil or negligible. The non-availability of data is indicated by dots (...). An oblique (/) indicates a Nepalese fiscal year (e.g., 2016/17) or a Nepalese month (July/August = Shrawan). A hyphen (-) used with a Gregorian Calendar month indicates the end of a Nepalese month (e.g., Mid-July = end of Ashad). Symbols used : "FY" for fiscal year, "Q1" for 1stQuarter, "Q2" for 2nd Quarter, "Q3" for 3rd Quarter and "Q4" for 4th Quarter.
6. H1 indicates the first half of Fiscal Year and H2 indicates the second half of Fiscal year.

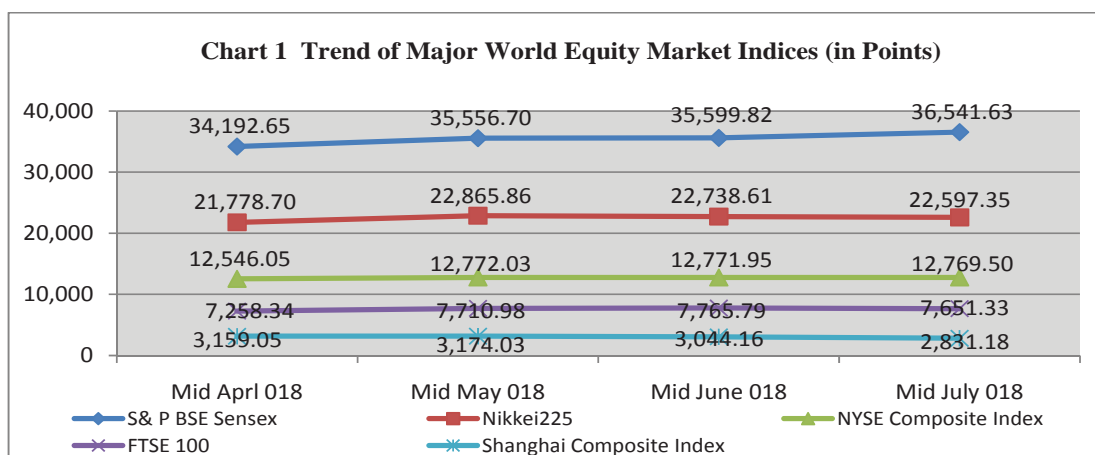
Quarterly Securities Market Indicators

(Mid-April, 2018 - Mid-July, 2018)

1. Global Securities Markets

The first half (H1) of 2018 was exciting for securities markets worldwide. According to the H1 report published by World Federation of Exchanges in August 2018, the year started on a high note with domestic market capitalisation and benchmark indices scaling record levels in markets across the globe though February 2018 was marked by a global securities market correction. However, primary market activity was mixed, with IPO listings down and investment flows slightly up in H1 2017.

Major equity market indices of advanced countries tracked to high note at the end of Mid-July 2018 in comparison to Mid-April 2018. Amongst the advance markets, NYSE index of New York Stock Exchange slightly decreased by 1.2 percent and reached to 12,769.50 points in Mid-July 2018 in comparison to Mid-April 2018. Nikkei 225 of Japan also increased by 3.8 percent and reached to 22,597.35 points at the same time. In Asia Pacific Region, most of market indices sketched the uptrend. S&P BSE SENSEX of India traced uptrend. It increased by 6.9 percent during the same period and touched 36,541.63 points in Mid-July 2018. However, Shanghai Composite index, an index of Shanghai Stock Exchange slipped by 10.4 percent and reached to 2,831.18 points at the same time. The major market indices in Europe, Middle East and African Region also decreased during the review period. FTSE 100, an index of London Stock Exchange increased by 5.4 percent and reached to 7651.33 points at the end of Mid July 2018. The trend of major equity market indices is exhibited in chart 1.



Source: Bloomberg

Overall domestic market capitalisation at the end of H1 2018 was 9.1% higher than at end H1 2017. This was due to increases across all three regions – the Americas

up 14.9%, Asia-Pacific up 5.3%, and EMEA up 4.3% in H1 2017. The overall market capitalisation reached US\$ 91.8 trillion at end January 2018, the highest market capitalisation in the five-year period under review.

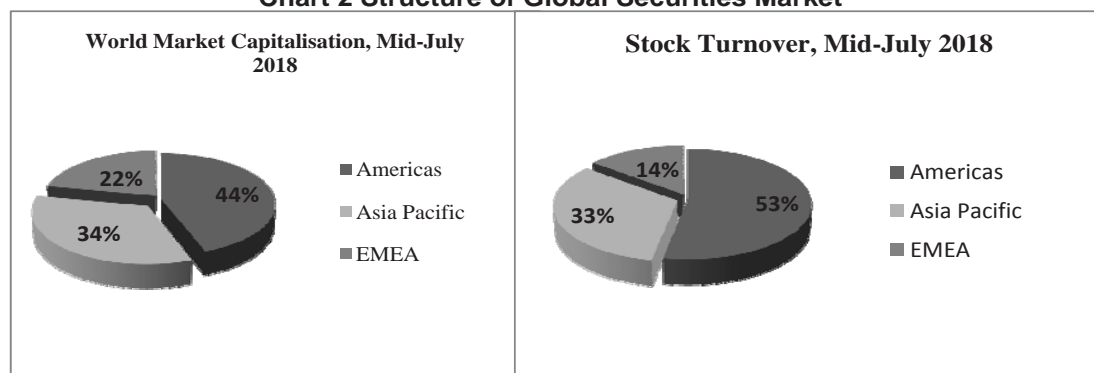
The number of companies listed at end H1 2018 was up 1.3% in H1 2017, due to slight increases across all three regions: the Americas up 0.3%, Asia-Pacific up 1.3%, and EMEA up 2.1%. However, overall listings were broadly flat versus the end of 2017 (0.3%), and in fact marginally down in the Asia-Pacific region (-0.03%).

Value and volume of trades in equity shares in H1 2018 were up 24.6% and 14.1% in H1 2017. This was due to increases across all three regions; Value traded: Americas (+28.3%), Asia-Pacific (+21%), EMEA (+19.9%) and number of trades in equity shares: Americas (+11.3%), Asia-Pacific (+16.3%), EMEA (+9.8%). In the five-year period under review, overall value and volume traded in H1 2018 were higher than in the first half of all years except H1 2015.

In the presence of risks and uncertainties, new listings and investment flows through IPOs in H1 2018 got off to a slow start. New listings were down 9.9%, largely due to declines in the Asia-Pacific and EMEA regions. Investment flows were up 4.1% versus H1 2017, however, driven by increases in the Americas and EMEA regions. The Americas region was a bright spot for IPO activity with both new listings and investment flows increasing in H1 2017 - up 64.5% and 8.3% respectively. The increase in new listings could be attributed to a rise in the number of IPOs on Nasdaq. Technology, financial services and consumer products were the leading sectors in terms of listings and proceeds.

The Asia-Pacific region saw new listings and investment flows in H1 2018 decline by 26.1% and 10.8% in H1 2017. Increases in IPO investment flows in India, Australia and Indonesia were offset by falls in other markets including China, Korea, Japan, Philippines, Thailand, Malaysia and New Zealand. Similarly, an increase in the number of new listings through IPOs on exchanges in India, Hong Kong and Taiwan were offset by falls across most other markets in the region. Structure of global securities markets in terms of market capitalisation and stock turnover is shown chart 2.

Chart 2 Structure of Global Securities Market



Source: World Federation of Exchanges, WFE

2. SAARC Securities Markets

Most of the equity market indices of SAARC member countries were not encouraging in Mid July 2018 as compared to Mid April 2018 except India. S&P BSE SENSEX of India was positive by 6.9 percent as compared to Mid April 2018 and reached to 36,541.63 points at the end of Mid-July 2018. It was 34,192.65 points in Mid-April 2017. Likewise, CSEALL: IND, Sri Lanka Stock Market Colombo All-Share Index of Colombo Stock Exchange of Sri Lanka, decreased by 5.3 percent and reached to 6,138.08 points in Mid-July 2018. It was 6483.9 points in Mid-April 2018. In the meantime, KSE 100, index of top 100 companies listed in Karachi Stock Exchange of Pakistan, slipped by 12.6 percent and reached to 40,271.4 points in Mid-July 2018 which was 46,71.9 points in Mid-April 2018. Similarly, DSE Broad Index of Dhaka Stock Exchange, reached to 5358.91 points in Mid July 2018, a decrease of 7.8 percent against 5,813.10 points in Mid April 2018. NEPSE Index of Nepal Stock Exchange, reached to 1212.36 points in Mid July 2018, a decrease of 5.1 percent against 1277.55 points in Mid April 2018. The major equity market indices of SAARC countries are presented in Table 1.

| SN | Countries | Indices | Mid April 018 | Mid May 018 | Mid June 018 | Mid July 018 |
|----|------------|-----------------|---------------|-------------|--------------|--------------|
| 1 | India | S& P BSE Sensex | 34,192.65 | 35,556.7 | 35,599.82 | 36,541.63 |
| 2 | Sri Lanka | CSEALL: IND | 6,483.9 | 6,444.96 | 6,331.1 | 6,138.08 |
| 3 | Pakistan | KSE 100 | 46,071.9 | 42,498.86 | 43,680.68 | 40,271.4 |
| 4 | Bangladesh | DSE Broad Index | 5,813.1 | 5,557.57 | 5,365.22 | 5,358.91 |
| 5 | Nepal | NEPSE Index | 1,277.55 | 1,338.17 | 1,247.3 | 1,212.36 |

Source: Bloomberg and Nepal Stock Exchange Ltd.

3. Nepalese Securities Markets

Nepalese securities market was mixed in fourth quarter of FY 2017/18 as compared to previous quarter of same fiscal year. Fund mobilisation through primary market increased during the review period and secondary market also showed mixed picture in fourth quarter of FY 2017/18 as compared to the previous quarter of same fiscal year. The reason behind the huge fund mobilisation during the review period is huge volume of IPO of Upper Tamakoshi Hydropower Limited and Shivam Cements Limited. During the review period, quarterly turnover of securities in terms of number and amount, number of listed securities was increased except NEPSE index, market capitalisation followed the downtrend as before. The downtrend momentum in secondary market is assumed to be driven by the interest rate volatility, policy instability, investment pattern of general investor, etc. The glimpse of primary and

secondary market of fourth quarter of FY 2017/18 and that of corresponding period of previous fiscal year has been presented hereunder.

3.1 Primary Market

On QoQ basis, fund mobilisation through primary issues of securities is increased by 4.95 times in Q4 of FY 2017/18 as compared to previous quarter of same FY. Similarly, number of corporate bodies raising capital through primary market also significantly increased by 54 times. In review period, 28 companies raised total fund of Rs 20.3 billion through primary market. Out of which, nine companies issued securities through IPO of ordinary share worth Rs 5.4 billion, 16 listed companies offered right shares worth Rs. 6.1 billion. During the review period, three corporate bodies went through FPOs worth Rs. 8.8 billion. No mutual fund and debenture were issued during the period.

In Q4 of FY 2017/18, FPOs occupied massive portion (almost 43.3 percent) of total offerings, followed by right offerings (30 percent). The Highest fund mobilisation is occurred in Q2 and lowest is occurred in Q1 in FY 2017/18. Highest IPOs is occurred in Q4 and Lowest is occurred in Q1. Similarly, highest right offerings is occurred in Q2 and lowest is in Q3. The summary of primary market indicators of four quarters of fiscal year 2017/18 is presented in Table 2.

| SN | Offerings | FY 2017/18 | | | | | | | | Percentage Change | | | | | |
|----|-----------------|------------|------------|-----------|-------------|-----------|------------|-----------|-------------|-------------------|--------------|--------------|--------------|--------------|--------------|
| | | Q1 | | Q2 | | Q3 | | Q4 | | In Number | | | In Amount | | |
| | | No. | Amount | No. | Amount | No. | Amount | No. | Amount | Q2/Q1 | Q3/Q2 | Q4/Q3 | Q2/Q1 | Q3/Q2 | Q4/Q3 |
| 1 | IPOs | 1 | 0.02 | 8 | 2.8 | 3 | 0.1 | 9 | 5.4 | 700.0 | -62.5 | 200.0 | 14100.0 | -97.2 | 6650.0 |
| 2 | Right Offerings | 14 | 6.0 | 16 | 9.7 | 9 | 4.0 | 16 | 6.1 | 14.3 | -43.8 | 77.8 | 61.7 | -58.8 | 52.5 |
| 3 | FPOs | 1 | 0.1 | 2 | 2.6 | 0 | 0.0 | 3 | 8.8 | 100.0 | -100.0 | - | 2470.0 | -100.0 | - |
| 4 | Debenture | 0 | 0.0 | 1 | 3.0 | 0 | 0.0 | 0 | 0.0 | - | -100.0 | - | - | -100.0 | - |
| 5 | Mutual Fund | 1 | 1.5 | 3 | 3.3 | 0 | 0.0 | 0 | 0.0 | 200.0 | -100.0 | - | 120.0 | -100.0 | - |
| | Total | 17 | 7.6 | 30 | 21.4 | 12 | 4.1 | 28 | 20.3 | 76.5 | -60.0 | 133.3 | 181.0 | -80.9 | 397.5 |

Source: Securities Board of Nepal

While analysing Q4 of fiscal year to the corresponding period of previous year, primary market showed mixed picture even total fund mobilisation is increased by 18.1 percent. During the review period, IPOs and FPOs increased by 13.5 times and 44 times as compared to the Q4 of previous year. However, right offerings amount decreased and no debenture was issued during the period. The summary of primary market indicators of Q4 of three fiscal years is presented in Table 3.

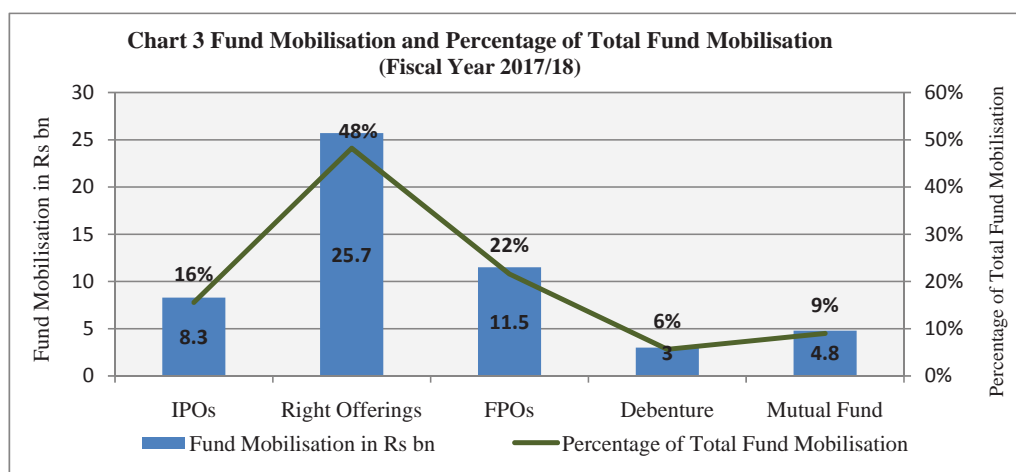
| SN | Offerings | FY 2015/16 | | FY 2016/17 | | FY 2017/18 | | Percentage Change | | | |
|--------------|-----------------|------------|------------|------------|-------------|------------|-------------|-------------------|--------------|--------------|-------------|
| | | No. | Amount | No. | Amount | No. | Amount | In Number | | In Amount | |
| | | | | | | | | 2016/17 | 2017/18 | 2016/17 | 2017/18 |
| | | 2016/17 | 2017/18 | 2016/17 | 2017/18 | | | | | | |
| 1 | IPOs | 8 | 0.5 | 5 | 0.4 | 9 | 5.4 | -37.5 | 80.0 | -16.7 | 1250.0 |
| 2 | Right Offerings | 16 | 6.0 | 28 | 15.3 | 16 | 6.1 | 75.0 | -42.9 | 155.3 | -60.2 |
| 3 | FPOs | 0 | 0.0 | 1 | 0.2 | 3 | 8.8 | - | 200.0 | - | 3900.0 |
| 4 | Debenture | 0 | 0.0 | 1 | 1.3 | 0 | 0.0 | - | -100.0 | - | -100.0 |
| 5 | Mutual Fund | 0 | 0.0 | 0 | 0.0 | 0 | 0.0 | - | - | - | - |
| Total | | 24 | 6.5 | 35 | 17.2 | 28 | 20.3 | 45.8 | -20.0 | 165.3 | 18.1 |

Source: Securities Board of Nepal

On YoY basis, primary market decreased as of corresponding period of previous fiscal year. During the period, public offerings amount was decreased by 10.3 percent. Right offerings accounted 48.2 percent of total public offerings amount, followed by IPOs (15.6 percent) and mutual fund (9 percent) in review period. After long time, debenture is issued by a commercial bank that occupied six percent of total fund mobilisation during FY 2017/18. The summary of primary market indicators of first nine months of three fiscal years is presented in Table 4 and in Chart 3.

| SN | Offerings | FY 2015/16 | | FY 2016/17 | | FY 2017/18 | | Percentage Change | | | |
|--------------|-----------------|------------|--------------|------------|--------------|------------|-------------|-------------------|--------------|--------------|--------------|
| | | No. | Amount | No. | Amount | No. | Amount | In Number | | In Amount | |
| | | | | | | | | 2016/17 | 2017/18 | 2016/17 | 2017/18 |
| | | 2016/17 | 2017/18 | 2016/17 | 2017/18 | | | | | | |
| 1 | IPOs | 14 | 2.8 | 17 | 1.5 | 22 | 8.3 | 21.4 | -45.3 | 29.4 | 449.7 |
| 2 | Right Offerings | 37 | 9.4 | 76 | 45.6 | 55 | 25.7 | 105.4 | 385.5 | -27.6 | -43.7 |
| 3 | FPOs | 3 | 5.8 | 4 | 8.0 | 6 | 11.5 | 33.3 | 37.0 | 50.0 | 43.9 |
| 4 | Debenture | - | - | 0 | 0.0 | 1 | 3.0 | 0.0 | | | |
| 5 | Mutual Funds | 1 | 1.0 | 4 | 4.3 | 4 | 4.8 | 300.0 | 325.0 | 0.0 | 12.9 |
| Total | | 55 | 18.99 | 101 | 59.39 | 88 | 53.3 | 83.6 | -12.9 | 212.7 | -10.3 |

Source: Securities Board of Nepal



3.1.1 Initial Public Offerings

SEBON approved IPO of three corporate bodies worth Rs. 0.7 billion in third quarter of FY 2017/18, a massive decrease of 62.5 percent and 71.8 percent in terms of number of issues and offering amount as compared to second quarter of same fiscal year. (See Table 2). In previous quarter, one corporate body got approval worth Rs. 0.02 billion. During the review period, two hydropower company raised Rs 0.57 billion (76 percent of total offerings amount), followed by one micro-finance companies that raised Rs. 0.18 billion (24 percent of total offerings amount). It shows that hydropower companies are being attracted towards securities market to raise fund. The detail of IPO during Q3 of FY 2017/18 is presented in Table-5.

Table 5
IPO Approval
(Q4 of FY 2017/18)

| SN | Name of Companies | Sectors | No. of Shares Registered | Issue Price (Rs.) | Amount of Shares Registered (Rs.) | Public Issue Amount (Rs.) | % of Issued Capital | Issue Manager | Date of Approval | Remarks |
|----|---|--------------|--------------------------|-------------------|-----------------------------------|---------------------------|---------------------|-------------------------------|------------------|----------------|
| 1 | Rairang Hydropower Development Company Ltd. | Hydropower | 840,000 | 100 | 84,000,000 | 84,000,000 | 15% | NIBL Ace Capital Ltd. | 2075/01/09 | General Public |
| 2 | NADEP Laghubitta Bittiya Sanstha Ltd. | Microfinance | 1,600,000 | 100 | 160,000,000 | 48,000,000 | 30% | Nabil Investment Banking Ltd. | 2075/02/03 | General Public |
| 3 | Upper Tamakoshi Hydropower Ltd. | Hydropower | 15,885,000 | 100 | 1,588,500,000 | 2,647,500,000 | 25% | CIT & Sunrise Capital Ltd. | 2075/02/23 | Local People & |
| 4 | Mountain Hydro Nepal Ltd. | Hydropower | 11,250,000 | 100 | 1,125,000,000 | 125,000,000 | 10% | Siddhartha Capital Ltd. | 2075/03/01 | Local |
| 5 | Ghalemdi Hydro Ltd. | Hydropower | 4,400,000 | 100 | 440,000,000 | 55,000,000 | 10% | Vibor Capital Ltd. | 2075/03/06 | Local People |

| | | | | | | | | | | |
|-------|---------------------------------|---------------|------------|--|----------------|---------------|-----|---------------------------|------------|----------------|
| 6 | Shivam Cements Ltd. | Manufacturing | 44,000,000 | 300 (Local People) 400 (general public) | 5,896,000,000 | 2,024,000,000 | 12% | Siddhartha Capital Ltd. | 2075/03/07 | Local People & |
| 7 | Panchakanya Mai Hydropower Ltd. | Hydropower | 1,100,000 | 100 | 110,000,000 | 110,000,000 | 10% | Sunrise Capital Ltd. | 2075/03/08 | General Public |
| 8 | Union Hydropower Ltd. | Hydropower | 4,587,450 | 100 | 458,745,000 | 75,000,000 | 10% | Laxmi Capital Market Ltd. | 2075/03/14 | Local People |
| 9 | Ankhukhola Jalbidhut Co.Ltd. | Hydropower | 8,000,000 | 100 | 800,000,000 | 200,000,000 | 25% | Civil Capital Market Ltd. | 2075/03/27 | Local People & |
| Total | | | 91,662,450 | | 10,662,245,000 | 5,368,500,000 | | | | |

Source: Securities Board of Nepal

3.1.2 Subscription Status of Public Offerings

During FY 2017/18, 21 companies including one mutual fund floated shares to public through IPOs. The Details of subscription rate of offerings is presented in Table 6.

| SN | Name of Company | Public Issue Amounts, Rs. | Issue Date | Target Group | Total Collected Amounts, Rs. | Subscription Times |
|----|--|---------------------------|------------|-------------------------------------|------------------------------|--------------------|
| 1 | Support Microfinance Bittiya Sanstha Ltd. | 18,000,000 | 2074/06/18 | Public, Employees, mutual Fund | 1,913,786,400 | 106.32 |
| 2 | Radhi Bidyut Company Ltd. | 76,455,000 | 2074/08/03 | Public, Employees, mutual Fund | 1,298,500,700 | 16.98 |
| 3 | Sanjen Jalavidhyut Co. Ltd. | 876000000 | 2074/11/11 | EPF Depositor & employees of Lender | 4,506,789,000 | 5.14 |
| 4 | Unnati Microfinance Bittiya Sanstha Ltd. | 16,500,000 | 2074/09/21 | Public, Employees, mutual Fund | 786,445,600 | 47.66 |
| 5 | Citizens Mutual Fund-1 | 1,000,000,000 | 2074/10/02 | Public, Citizen bank Ltd | 670,237,600 | 0.67 |
| 6 | Samudayik Laghubitta Bittiya Sanstha Ltd. | 30,000,000 | 2074/10/09 | Public, mutual Fund | 120,000 | 0.00 |
| 7 | Rasuwegadhi Hydropower Co. Ltd. | 1,642,104,000 | 2074/11/11 | EPF Depositor & employees of Lender | 7,135,975,600 | 4.35 |
| 8 | Aarambha Microfinance Bittiya Sanstha Ltd. | 29,400,000 | 2074/11/15 | Public, Employees, mutual Fund | 1,185,571,000 | 40.33 |

| | | | | | | |
|----|---|---------------|------------|--------------------------------|---------------|-------|
| 9 | Kalika Power Company Ltd. | 60,000,000 | 2074/10/21 | Affected Area | 135,205,000 | 2.25 |
| 10 | Nepal Seva Laghubitta Bittiya Sanstha Ltd. | 18,000,000 | 2075/01/12 | Public, Employees, mutual Fund | 1,356,306,000 | 75.35 |
| 11 | Joshi Hydropower Development Company Ltd. | 37,140,000 | 2074/02/08 | Local | 12,939,000 | 0.35 |
| 12 | Shuvam Power Ltd. | 20,000,000 | 2075/03/22 | Local | NA | |
| 13 | Rairang Hydropower Development Company Ltd. | 84,000,000 | 2075/01/31 | Public, Employees, mutual Fund | 1,358,911,600 | 16.18 |
| 14 | NADEP Laghubitta Bittiya Sanstha Ltd. | 48,000,000 | 2075/03/10 | Public, Employees, mutual Fund | 990,113,000 | 20.63 |
| 15 | Upper Tamakoshi Hydropower Ltd. | 2,647,500,000 | NA | | | |
| 16 | Mountain Hydro Nepal Ltd. | 125,000,000 | 2075/03/22 | Local People | 63,861,000 | 0.51 |
| 17 | Ghalemdi Hydro Ltd. | 55,000,000 | 2075/03/22 | NA | | |
| 18 | Shivam Cements Ltd. | 2,024,000,000 | 2075/03/07 | NA | | |
| 19 | Panchakanya Mai Hydropower | 110,000,000 | 2075/04/01 | Public, Employees, mutual Fund | 1,009,631,000 | 9.18 |
| 20 | Union Hydropower Ltd | 75,000,000 | NA | | | |
| 21 | Ankhukhola Jalbidhut Co.Ltd. | 200,000,000 | 2075/04/17 | | | |

Source: Securities Board of Nepal

3.1.3 Subscription Status of FPOs

During FY 2017/18, six companies raised fund through FPOs. The Details of subscription rate of FPO is presented in Table 7.

| S.N. | Name of Company | Issued Shares | Issue Price Rs | Issued Amount, Rs | Total Collected Amount, Rs | Subscription Rate (time) |
|------|------------------------------------|-------------------|----------------|-----------------------|----------------------------|--------------------------|
| 1 | Nepal Grameen Bikas Bank Ltd. | 975,000 | 100 | 97,500,000 | 2,730,022,800 | 28 |
| 2 | Premier Insurance Co. (Nepal) Ltd. | 659,565 | 799 | 526,992,435 | 3,233,592,151 | 6.14 |
| 3 | Butwal Power Company Ltd. | 4,081,000 | 501 | 2,044,581,000 | 284,756,000 | 0.6978 |
| 4 | NMB Bank Ltd. | 11,415,163 | 333 | 3,801,249,279 | 3,822,477,030 | 1.006 |
| 5 | Nepal Bank Ltd. | 17,684,858 | 280 | 4,951,760,240 | 2,644,840,800 | 0.534 |
| 6 | Citizen Bank International Ltd. | 463,826 | 200 | 92,765,200 | NA | NA |
| | Total | 35,279,412 | | 11,514,848,154 | | |

Source: Securities Board of Nepal

3.1.4 Right Offerings

SEBON approved right offerings worth Rs. 6.05 billion of 16 listed companies in Q4 of FY 2017/18. **On QoQ basis**, it represents the increase of 52.5 percent as compared to previous quarter. In previous quarter, Nine listed companies got approval for right offerings worth Rs. 4 billion (see Table 2). During the review period, commercial bank occupied 38.6 percent of total right offerings amount followed by insurance 32.5 percent, and the rest by finance companies and micro-finance companies.

On YoY basis, amount of right offerings decreased by 43.7 percent as compared to previous fiscal year. During the review period, 55 companies raised fund of Rs 25.7 billion through right offerings as against 76 companies raised fund of Rs 45.6 billion at the same period of Fiscal Year 2016/17(see Table 4). The detail of right offerings during Q4 of Fiscal Year 2017/18 is presented in Table 8.

| SN | Name of Company | Sector | Ratio | No. of share | Amount of Issue | Issue Manager | Date of Approval |
|----|--|--------------|--------|--------------|-----------------|-------------------------|------------------|
| 1 | Jebil's Finance Ltd. | Finance | 10:4 | 2,311,650.00 | 231,165,000 | Sunrise Capital Ltd. | 2017/01/19 |
| 2 | Siddhartha Insurance Ltd. | Insurance | 10:3.5 | 2,244,973.50 | 224,497,350 | NMB Capital Ltd. | 2017/01/20 |
| 3 | Womi Microfinance Bittiya Sanstha Ltd. | Microfinance | 10:3 | 233,280.00 | 23,328,000 | Siddhartha Capital Ltd. | 2017/01/20 |
| 4 | RSDC Laghubitta Bittiya Sanstha Ltd. | Microfinance | 5:3 | 2,159,700.00 | 215,970,000 | NIBL ACE Capital Ltd. | 2017/01/26 |
| 5 | Prabhu Insurance Ltd. | Insurance | 1:0.46 | 3,166,677.63 | 316,667,763 | Prabhu Capital Ltd. | 2017/01/27 |
| 6 | Synergy Finance Ltd. | Finance | 1:0.25 | 1,186,022.47 | 118,602,247 | Prabhu Capital Ltd. | 2017/01/28 |
| 7 | Mirmire Microfinance Development Bank Ltd. | Microfinance | 1:1 | 450,000.00 | 45,000,000 | NIBL ACE Capital Ltd. | 2017/02/01 |
| 8 | National Life Insurance Company Ltd. | Insurance | 10:6 | 9,936,477.50 | 993,647,750 | NIBL ACE Capital Ltd. | 2017/02/04 |
| 9 | Nagbeli Laghubitta Bittiya Sanstha Ltd. | Microfinance | 1:1 | 766,463.15 | 76,646,315 | NMB Capital Ltd. | 2017/02/09 |
| 10 | Swarojgar Laghubitta Bittiya Sanstha Ltd. | Microfinance | 1:1 | 1,224,977.60 | 122,497,760 | NMB Capital Ltd. | 2017/02/18 |
| 11 | Samata Microfinance Bittiya Sanstha Ltd. | Microfinance | 2:1 | 189,600.00 | 18,960,000 | NIBL ACE Capital Ltd. | 2017/02/18 |

| | | | | | | | |
|--------------|--|-----------------|--------|----------------------|----------------------|-------------------------------|------------|
| 12 | IME General Insurance Ltd. | Insurance | 10:8 | 4,320,000.00 | 432,000,000 | Global IME Capital Ltd. | 2075/03/05 |
| 13 | Progressive Finance Ltd. | Finance | 1:2.81 | 5,901,000.00 | 590,100,000 | Sunrise Capital Ltd. | 2075/03/06 |
| 14 | Nepal Credit and Commerce Bank Ltd. | Commercial Bank | 2:1 | 23,395,291.00 | 2,339,529,100 | Sunrise Capital Ltd. | 2075/03/22 |
| 15 | Naya Nepal Laghubitta Bittiya Sanstha Ltd. | Microfinance | 1:2.5 | 600,000.00 | 60,000,000 | NMB Capital Ltd. | 2075/03/27 |
| 16 | City Express Finance Company Ltd. | Finance | 1:1.67 | 2,500,000.00 | 250,000,000 | Kathmandu Capital Market Ltd. | 2075/03/27 |
| Total | | | | 60,586,112.85 | 6,058,611,285 | | |

Source: Securities Board of Nepal

3.1.5 Bonus Share Registration

A total of 34 listed companies registered bonus shares amounting to Rs. 7.61 billion in Q4 of fiscal year 2017/18 at SEBON. Out of the 34 listed companies, two commercial banks, nine development banks, three finance companies, Four hydropower companies, seven insurance companies, 10 micro-finance companies and Two from other sector and one manufacturing company has registered bonus share. The detail of bonus share registered during Q4 of Fiscal Year 2017/18 is depicted in Table 9.

| SN | Name of Company | Sector | Bonus Rate | Total No. of Share | Amount of Issue | Date of Registration |
|----|--------------------------------|------------------|------------|--------------------|-----------------|----------------------|
| 1 | Goodwill Finance Ltd. | Finance | 10.19% | 740,000.00 | 74,000,000 | 2075/01/03 |
| 2 | Srijana Finance Ltd. | Finance | 32.50% | 982,800.00 | 98,280,000 | 2075/01/04 |
| 3 | Everest Bank Ltd. | Commercial Bank | 33.00% | 19,916,277.48 | 1,991,627,748 | 2075/01/04 |
| 4 | Shikhar Insurance Company Ltd. | Insurance | 29.00% | 2,396,423.00 | 239,642,300 | 2075/01/04 |
| 5 | Salt Trading Corporation Ltd. | Other | 25.00% | 245,987.00 | 24,598,700 | 2075/01/04 |
| 6 | Nepal Investment Bank Ltd. | Commercial Bank | 15.00% | 14,052,201.35 | 1,405,220,135 | 2075/01/05 |
| 7 | Kanchan Development Bank Ltd. | Development Bank | 12.33% | 555,500.00 | 55,550,000 | 2075/01/06 |

| | | | | | | |
|----|---|------------------|--------|---------------|---------------|------------|
| 8 | Saptakoshi Development Bank Ltd. | Development Bank | - | 232,100.00 | 23,210,000 | 2075/01/11 |
| 9 | Kankai Bikas Bank Ltd. | Development Bank | 6.16% | 290,000.00 | 29,000,000 | 2075/01/11 |
| 10 | Shine Resunga Development Bank Ltd. | Development Bank | 25.00% | 2,757,231.00 | 275,723,100 | 2075/01/20 |
| 11 | Deprosc Laghubitta Bittiya Sanstha Ltd. | Microfinance | 16.00% | 969,793.66 | 96,979,366 | 2075/01/20 |
| 12 | Samata Microfinance Bittiya Sanstha Ltd. | Microfinance | 20.00% | 63,200.00 | 6,320,000 | 2075/01/20 |
| 13 | National Microfinance Bittiya Sanstha Ltd. | Microfinance | 20.00% | 203,560.00 | 20,356,000 | 2075/01/21 |
| 14 | Premier Insurance Co. (Nepal) Ltd. | Insurance | 13.52% | 695,397.00 | 69,539,700 | 2075/01/26 |
| 15 | Miteri Development Bank Ltd. | Development Bank | 31.48% | 1,197,069.44 | 119,706,944 | 2075/01/26 |
| 16 | Multipurpose Finance Company Ltd. | Finance | 12.00% | 44,436.00 | 4,443,600 | 2075/01/27 |
| 17 | Purnima Bikas Bank Ltd. | Development Bank | 19.19% | 845,500.00 | 84,550,000 | 2075/02/04 |
| 18 | Citizen Investment Trust | Other | 22.00% | 1,628,582.72 | 162,858,272 | 2075/02/06 |
| 19 | Sana Kisan bikas Laghubitta Bittiya Sanstha Ltd. | Microfinance | 25.00% | 1,257,655.86 | 125,765,586 | 2075/02/10 |
| 20 | Prime Life Insurance Company Ltd. | Insurance | 12.50% | 1,983,150.00 | 198,315,000 | 2075/02/10 |
| 21 | Nepal Life Insurance company Ltd. | Insurance | 42.00% | 13,005,000.23 | 1,300,500,023 | 2075/02/10 |
| 22 | Everest Insurance Company Ltd. | Insurance | 10.00% | 121,500.00 | 12,150,000 | 2075/02/13 |
| 23 | NLG Insurance Company Ltd. | Insurance | 25.00% | 1,280,812.00 | 128,081,200 | 2075/02/13 |
| 24 | Karnali Development Bank Ltd. | Development Bank | 8.00% | 120,800 | 12,080,000 | 2075/02/18 |
| 25 | Nepal Lube Oil Limited (Includes shares listed before Securities Act, 2063) | Manufacturing | - | 269,439.00 | 26,943,900 | 2075/02/18 |
| 26 | Nerude Laghubitta Bittiya Sanstha Ltd. | Microfinance | 13.00% | 397,800 | 39,780,000 | 2075/02/28 |
| 27 | Nirdhan Utthan Laghubitta Bittiya Sanstha Ltd. | Microfinance | 66.67% | 4,001,650.00 | 400,165,000 | 2075/03/06 |
| 28 | Om Development Bank Ltd. | Development Bank | 17.69% | 3,781,073 | 378,107,300 | 2075/03/08 |
| 29 | Mithila Laghubitta Bittiya Sanstha Ltd. | Microfinance | 15.00% | 86,058.18 | 8,605,818 | 2075/03/12 |

| | | | | | | |
|---|---|------------------|--------|----------------------|-------------------------|------------|
| 30 | RMDC Laghubitta Bittiya Sanstha Ltd. | Microfinance | 5.00% | 346,060.00 | 34,606,000 | 2075/03/12 |
| 31 | Forward Community Microfinance Bittiya Sanstha Ltd. | Microfinance | 50.00% | 1,001,657.00 | 100,165,700 | 2075/03/20 |
| 32 | Mirmire Laghubitta Bittiya Sanstha Ltd. | Microfinance | 30.80% | 138,600.00 | 13,860,000 | 2075/03/31 |
| 33 | Hamro Bikash Bank Ltd. | Development Bank | 7.30% | 334,888.00 | 33,488,800 | 2075/03/31 |
| 34 | Nepal Insurance Company Ltd. | Insurance | 4.52% | 136,614.85 | 13,661,485 | 2075/03/31 |
| Total | | | | 76,078,816.77 | 7,607,881,676.91 | |
| <i>Source: Securities Board of Nepal.</i> | | | | | | |

3.2 Secondary Market

Secondary market scenario was mixed during the fourth quarter of this fiscal year compared to the Q3 of FY 2017/18. The positive symptom in money market and overall economic scenario pushed up the trading volume of securities though market capitalisation and indices went down. The increase in supply of shares with the listing of right shares and bonus shares, rise in interest rate may be the major causes of decline in major indicators of secondary market.

On QoQ Basis, among the major indicators, NEPSE index decreased by 5.1 percent and reached to 1212.36 points at the end Q4 of FY 2017/18. It was 1277.50 points at the end of Q3 of FY 2017/18. Similarly, NEPSE Float Index went down by 5.4 percent and reached to 87.15 points as against 92.1 points in Q3 of FY 2017/18. During the review period, quarterly turnover is up surged by 22.7 percent in comparison with the turnover of previous quarter of same fiscal year. However, market capitalisation and float market capitalisation both are declined by 4.2 percent during the period. In Q4 of Fiscal year 2017/18, supply of listed securities increased by 3.7 percent though number of listed companies remains unchanged as compared to previous period. Number of listed companies is 196 in Q4 of FY 2017/18. The summary of major indicators of secondary market as of Q4 of this FY 2017/18 in comparison to previous quarters of same fiscal year is presented in Table 10.

Table 10
Secondary Market Indicators
(Four Quarters of FY 2017/18)

| SN | Indicators | Unit | FY 2017/18 | | | | Percentage Change | | |
|----|--------------------------------------|----------------|------------|---------|---------|---------|-------------------|-------|-------|
| | | | Q1 | Q2 | Q3 | Q4 | Q2/Q1 | Q3/Q2 | Q4/Q3 |
| 1 | No. of Listed Companies | Number | 196 | 192 | 196 | 196 | -2.0 | 2.1 | 0.0 |
| 2 | No. of listed Securities | Million | 3055.1 | 3372.7 | 3470.7 | 3598.7 | 10.4 | 2.9 | 3.7 |
| 3 | Turnover | Rs in billion | 41.9 | 30.5 | 22.0 | 27 | -27.3 | -27.8 | 22.7 |
| 4 | Average Daily Turnover | Rs in billion | 0.7 | 0.5 | 0.4 | 0.4 | -23.6 | -26.5 | 1.8 |
| 5 | Trading Days | Days | 56 | 57.0 | 56.0 | 64 | 1.8 | -1.8 | 14.3 |
| 6 | No. of Scripts Traded | Number | 210 | 191.0 | 201.0 | 213 | -9.0 | 5.2 | 6.0 |
| 7 | No. of Securities Traded | No. in million | 97.3 | 69.1 | 59.4 | 68.1 | -29.0 | -14.0 | 14.6 |
| 8 | No. of Transaction | Number | 404,820 | 299,221 | 274,444 | 332,546 | -26.1 | -8.3 | 21.2 |
| 9 | Total Paid up value of Listed Shares | Rs in billion | 298.5 | 329.5 | 339.3 | 308.3 | 10.4 | 3.0 | -9.1 |
| 10 | Market Capitalisation | Rs in billion | 1809.8 | 1671.6 | 1497.8 | 1435.1 | -7.6 | -10.4 | -4.2 |
| 11 | Float Market Capitalisation | Rs in billion | 611.1 | 561.5 | 505.1 | 483.9 | -8.1 | -10.1 | -4.2 |
| 12 | Turnover/Market Capitalisation | Percentage | 9.3 | 7.3 | 5.9 | 1.9 | -21.6 | -19.5 | -67.9 |
| 13 | Turnover/Float Market Capitalisation | Percentage | 27.5 | 21.7 | 17.4 | 5.6 | -21.0 | -19.9 | -67.9 |
| 14 | Market Capitalisation/ GDP | Percentage | 60.2 | 55.6 | 49.8 | 47.7 | -7.6 | -10.4 | -4.2 |
| 15 | Float Market Capitalisation/ GDP | Percentage | 20.3 | 18.7 | 16.8 | 16.1 | -8.1 | -10.1 | -4.2 |
| 16 | NEPSE Index | In Points | 1559.2 | 1431.1 | 1277.5 | 1212.36 | -8.2 | -10.7 | -5.1 |
| 17 | NEPSE Sensitive Index | In Points | 328.3 | 302.2 | 273.7 | 255.2 | -8.0 | -9.4 | -6.8 |
| 18 | NEPSE Float Index | In Points | 112.8 | 102.9 | 92.1 | 87.15 | -8.8 | -10.4 | -5.4 |

Source: Nepal Stock Exchange Ltd.

However, major indicators of secondary market also decreased in Q4 of FY 2017/18 in comparison to same quarter of FY 2016/17. During the fourth quarter of FY 2017/18, supply of listed securities increased by 21.3 percent. However, number of listed companies decreased by 5.8 percent at the same time. Quarterly turnover of securities in Q4 of FY 2017/18 was Rs. 27 billion, a decrease of 37.5 percent, as compared to the corresponding period of FY 2016/17. During the review period,

average daily turnover also decreased by 45.9 percent to Rs. 0.4 billion from Rs. 0.74 billion. Number of transaction was also decreased by 9.9 percent in the review period.

NEPSE index was at 1212.36 points at the end of fourth quarter of FY 2017/18, a decrease of 23.4 percent as compared to the same period of previous fiscal year. Similarly, NEPSE float index also dropped to 87.15 points. During the review period, market capitalisation shrunk to Rs. 1435.1 billion, a decrease of 22.7 percent as compared to corresponding period of previous fiscal year. Similarly, float market capitalisation also decreased by 24.6 percent at the same time. During the period, turnover to market capitalisation ratio, an indicator of liquidity of secondary market, stood at 7.5 percent represents the shrunk of 38.8 percent as compared to the corresponding period of previous fiscal year. Annualised turnover to market capitalisation ratio was 9.3 percent in Q4 of FY 2016/17. The summary of secondary market indicators of Q4 of previous three fiscal years is presented in Table 11.

Table 11
Secondary Market Indicators
(Fourth Quarter of Last Three Fiscal Years)

| SN | Indicators | Unit | Fiscal Year | | | Percentage Change | |
|----|--------------------------------------|---------------|-------------|----------|---------|-------------------|---------|
| | | | 2015/16 | 2016/17 | 2017/18 | 2016/17 | 2017/18 |
| 1 | No. of Listed Companies | Number | 230 | 208 | 196 | -9.6 | -5.8 |
| 2 | No. of listed Securities | Billion | 2105.4 | 2965.9 | 3598.7 | 40.9 | 21.3 |
| 3 | Turnover | Rs in billion | 80.07 | 43.17 | 27 | -46.1 | -37.5 |
| 4 | Average Daily Turnover | Rs in billion | 1.25 | 0.74 | 0.4 | -40.8 | -45.9 |
| 5 | Trading Days | Days | 64 | 58 | 64 | -9.4 | 10.3 |
| 6 | No. of Scripts Traded | Number | 170 | 178 | 213 | 4.7 | 19.7 |
| 7 | No. of Securities Traded | Million | 140.32 | 82.13 | 68.1 | -41.5 | -17.1 |
| 8 | No. of Transaction | Number | 337,691 | 369,160 | 332546 | 9.3 | -9.9 |
| 9 | Total Paid up value of Listed Shares | Rs in billion | 204.02 | 289.59 | 308.3 | 41.9 | 6.5 |
| 10 | Market Capitalization | Rs in billion | 1890.1 | 1,856.83 | 1435.1 | -1.8 | -22.7 |
| 11 | Float Market Capitalization | Rs in billion | 632.7 | 641.69 | 483.9 | 1.4 | -24.6 |
| 12 | Turnover/Market Capitalization | Percentage | 16.95 | 9.30 | 7.53 | -45.1 | -19.1 |
| 13 | Turnover/Float Market Capitalization | Percentage | 50.62 | 26.91 | 22.32 | -46.8 | -17.1 |
| 14 | Market Capitalization/ GDP | Percentage | 84.10 | 71.44 | 47.7 | -15.1 | -33.2 |

| | | | | | | | |
|----|----------------------------------|------------|---------|---------|---------|-------|-------|
| 15 | Float Market Capitalization/ GDP | Percentage | 28.15 | 24.69 | 16.1 | -12.3 | -34.8 |
| 16 | NEPSE Index | Points | 1718.15 | 1582.67 | 1212.36 | -7.9 | -23.4 |
| 17 | NEPSE Sensitive Index | Points | 369.07 | 336.04 | 255.2 | -8.9 | -24.1 |
| 18 | NEPSE Float Index | Points | 125.41 | 116.14 | 87.15 | -7.4 | -25.0 |

Source: Nepal Stock Exchange Ltd.

On YoY review, secondary market was not much encouraging in FY 2017/18 as compared to Previous FY 2016/17 though market showed mixed scenario during Q4 of FY 2017/18. At the end of FY 2017/18, NEPSE index reached to 1212.36 points, decrease of 23.4 percent as against 1582.67 points at the end of corresponding period of FY 2016/17. NEPSE float index, also, followed the same trend as of NEPSE. It decreased to 87.20 points, decrease of 24.92 percent against 116.14 points at the end of FY 2016/17. During the review period, market capitalisation was Rs. 1435.10 Billion, a decrease of 22.7 percent with comparison to previous FY. Turnover to float market capitalisation ratio was 25.1 percent though turnover to market capitalisation was just at 8.46 percent. The detail of secondary market during the of last three fiscal years is presented in Table 12.

Table 12
Securities Market Indicators
(Annual Data of Three Fiscal Years)

| SN | Indicators | Unit | Fiscal Year | | | Percentage Change | |
|----|--------------------------------------|---------------|-------------|---------|---------|-------------------|---------|
| | | | 2015/16 | 2016/17 | 2017/18 | 2016/17 | 2017/18 |
| 1 | No. of Listed Companies | Number | 230 | 208 | 196.00 | -9.57 | -5.77 |
| 2 | No. of listed Securities | Million | 2105.4 | 2965.9 | 3598.70 | 40.87 | 21.34 |
| 3 | Turnover | Rs in billion | 164.65 | 205.02 | 121.40 | 24.52 | -40.79 |
| 4 | Average Daily Turnover | Rs in billion | 0.71 | 0.89 | 0.50 | 25.35 | -43.82 |
| 5 | Trading Days | Days | 233 | 230 | 233.00 | -1.29 | 1.30 |
| 6 | No. of Scripts Traded | Number | 274 | 270 | 259.00 | -1.46 | -4.07 |
| 7 | No. of Securities Traded | Million | 303.58 | 392.88 | 293.80 | 29.42 | -25.22 |
| 8 | No. of Transaction | Number | 838,987 | 1356515 | 1311034 | 61.68 | -3.35 |
| 9 | Total Paid up value of Listed Shares | Rs in billion | 204.02 | 289.59 | 352.10 | 41.94 | 21.59 |
| 10 | Market Capitalization | Rs in billion | 1,890.10 | 1856.8 | 1435.10 | -1.76 | -22.71 |
| 11 | Float Market Capitalization | Rs in billion | 632.7 | 641.7 | 483.90 | 1.42 | -24.59 |
| 12 | Turnover/Market Capitalization | Percentage | 8.71 | 11.04 | 8.46 | 26.75 | -23.39 |

| | | | | | | | |
|----|--------------------------------------|------------|---------|---------|---------|--------|--------|
| 13 | Turnover/Float Market Capitalization | Percentage | 26.02 | 31.95 | 25.09 | 22.77 | -21.48 |
| 14 | Market Capitalization/ GDP | Percentage | 84.10 | 71.4 | 47.72 | -15.05 | -33.20 |
| 15 | Float Market Capitalization/ GDP | Percentage | 28.15 | 24.7 | 16.09 | -12.29 | -34.83 |
| 16 | NEPSE Index | Points | 1718.15 | 1582.67 | 1212.36 | -7.89 | -23.40 |
| 17 | NEPSE Sensitive Index | Points | 369.07 | 336.04 | 255.20 | -8.95 | -24.06 |
| 18 | NEPSE Float Index | Points | 125.41 | 116.14 | 87.20 | -7.39 | -24.92 |

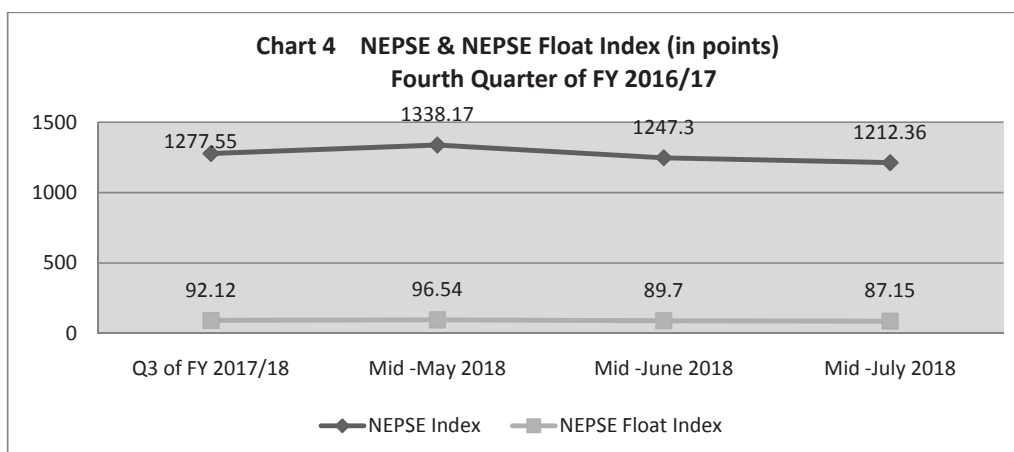
Source: Nepal Stock Exchange Ltd.

3.2.1 NEPSE Index

NEPSE index and other indices decreased in Mid-July of FY 2017/18 in comparison to previous month of same FY. However, these indices were increased by almost 6 percent in mid- May as compared to previous month. The month end data of NEPSE index in Q4 and other indices of at the end of Q3 of FY 2017/18 is presented in Table 13 and in Chart 4.

| SN | Indices | Q3 of FY 2017/18 | Mid -May 2018 | Mid -June 2018 | Mid -July 2018 |
|----|----------------------------|------------------|---------------|----------------|----------------|
| 1 | NEPSE Index | 1277.55 | 1338.17 | 1247.3 | 1212.36 |
| 2 | NEPSE Sensitive Index | 273.73 | 282.18 | 261.81 | 255.2 |
| 3 | NEPSE Float Index | 92.12 | 96.54 | 89.7 | 87.15 |
| 4 | NEPS Sensitive Float Index | 82.83 | 86.12 | 79.76 | 77.92 |

Source: Nepal Stock Exchange Ltd.



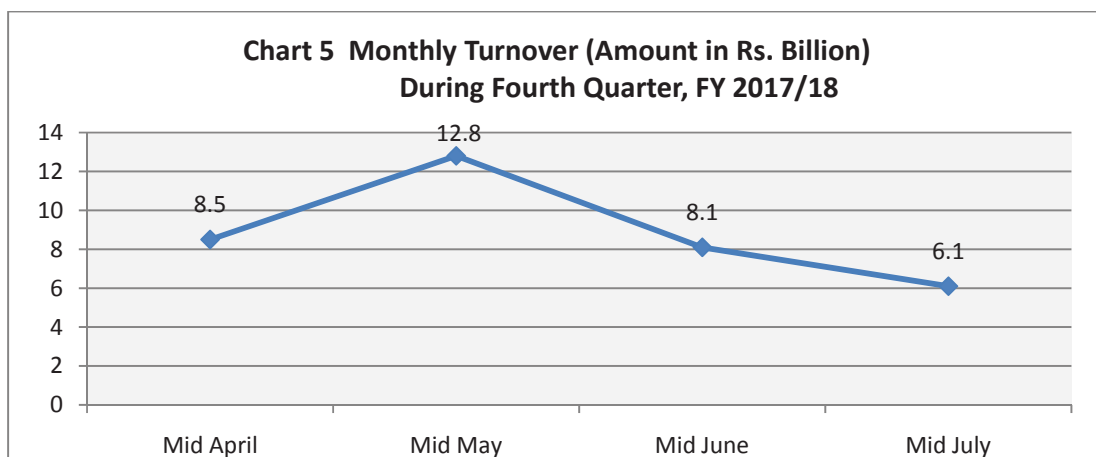
As we look over the sectorial indices of secondary market, the scenario was mixed in mid- July of FY 2017/18. However, all indices were negative in mid- June of the same fiscal year. The highest fall (11.3 percent) was seen in Micro-finance sector, followed by Manufacturing and Processing (4.9 percent) in Mid-July, 2018 as compared to previous month. In the upside, banking indices showed highest increase of 7.6 percent in Mid-July of Fiscal Year 2017/18 whereas rest sectors' index was marginally up. The MoM movement of sectorial indices of NEPSE in three months of Q2 of FY 2017/18 and comparison of review period with previous quarter is presented in Table 14.

| SN | Indicators | Q3 of FY 2017/18 | Q4 of FY 2017/18 | | | Percentage Change | |
|----|------------------------------|------------------|------------------|----------|----------|-------------------|----------|
| | | | Mid-May | Mid-June | Mid-July | Mid-June | Mid-July |
| 1 | Banking | 1,134.04 | 1,147.92 | 1,054.21 | 1023.56 | -8.2 | 7.6 |
| 2 | Development Bank | 1,492.18 | 1,544.19 | 1,454.98 | 1434.16 | -5.8 | 2.6 |
| 3 | Finance | 648.6 | 652.13 | 624.23 | 605.67 | -4.3 | 3.9 |
| 4 | Micro-finance | 1,477.84 | 1,720.34 | 1,666.7 | 1607.08 | -3.1 | -11.3 |
| 5 | Hotels | 1,859.99 | 1,965.92 | 1,895.16 | 1846.72 | -3.6 | -1.9 |
| 6 | Hydro Power | 1,511.87 | 1,650.96 | 1,551.5 | 1,498.13 | -6.0 | -2.6 |
| 7 | Insurance | 6,161.08 | 6,941.8 | 6,353.02 | 6,199.45 | -8.5 | -3.0 |
| 8 | Manufacturing and Processing | 2,264.28 | 2,313.8 | 2,379.68 | 2,264.14 | 2.8 | -4.8 |
| 9 | Trading | 209.36 | 195 | 200.41 | 196.27 | 2.8 | 4.5 |
| 10 | Others | 713.69 | 749.85 | 733.46 | 707.89 | -2.2 | -2.7 |

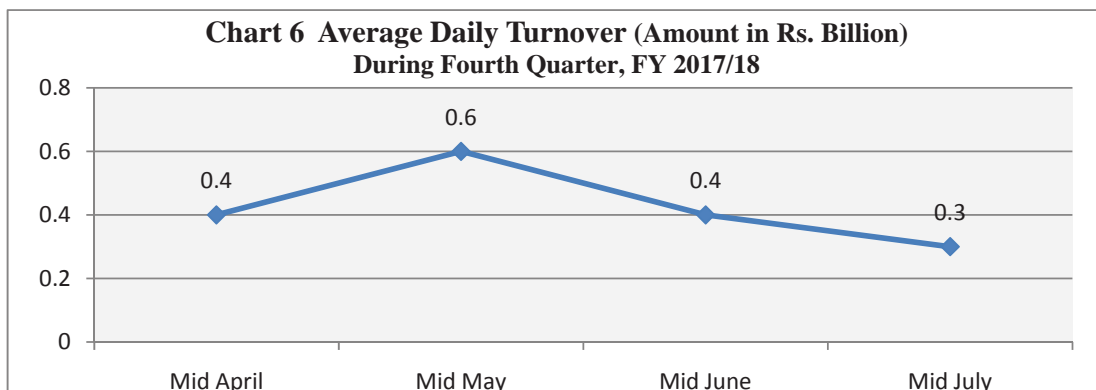
Source: Nepal Stock Exchange Ltd.

3.2.2 Market Turnover

Market turnover is the trading volume of listed securities of secondary market. The increasing turnover indicates the high liquidity of securities. Market turnover was Rs. 27 billion during Q4 of FY 2017/18, a increase of 22.7 percent in comparison to turnover of Rs. 22 billion on previous quarter (Q3 of FY 2017/18). Nevertheless, the monthly turnover in three months of the review quarter is in the downtrend. It was Rs. 12.78 billion in first month, Rs. 8.07 billion and Rs. 6.13 billion in second and third month of the fourth quarter. The monthly turnover of Q4 of FY 2017/18 is depicted in chart 5.



On QoQ basis, average daily turnover of Q4 of FY 2017/18 remained unchanged as compared to Q3 of same fiscal year. It was Rs. 0.4 billion during the period. However, on **MoM basis**, it showed mere fall in every month during the fourth quarter. The trend of average daily turnover during each month of first quarter of Fiscal Year 2017/18 is depicted in chart 6.



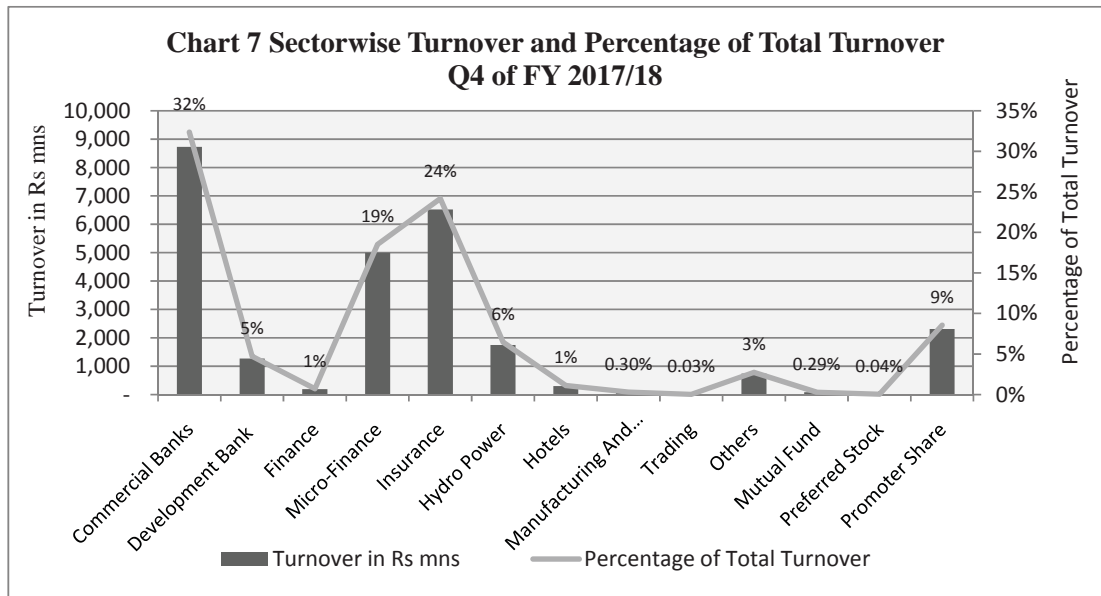
3.2.3 Sector wise Turnover

Turnover of secondary market is the total value of traded ordinary shares, preferred stocks, promoter shares of different listed companies representing from 10 sectors and mutual fund units as well. Among them, commercial bank occupied the highest 32.4 percent, followed by Insurance 24.2 percent, followed by Microfinance 18.5 percent and followed by Hydropower 6.5 percent in fourth quarter of Fiscal Year 2017/18. In subsequent years, hydropower sector is in the trend of occupying more space in turnover. The detail of sectorwise turnover is presented in Table 16 and overview of sectorwise representation in turnover is depicted in Table 15 and Chart 7.

Table- 15
Sectorial Turnover
(Three months of Q4, FY 2017/18) Amount in Rs Million

| SN | Sector | Mid May | Mid June | Mid July | Total | Proportion |
|--------------|------------------------------|-----------------|----------------|----------------|-----------------|-------------|
| 1 | Commercial Banks | 3,964.8 | 2,585.6 | 2,180.8 | 8,731.3 | 32.4 |
| 2 | Development Bank | 611.3 | 336.8 | 322.2 | 1,270.3 | 4.7 |
| 3 | Finance | 95.7 | 51.0 | 47.9 | 194.5 | 0.7 |
| 4 | Micro-Finance | 2,175.6 | 1,762.1 | 1,059.5 | 4,997.2 | 18.5 |
| 5 | Insurance | 3,651.3 | 1,662.2 | 1,208.4 | 6,521.9 | 24.2 |
| 6 | Hydro Power | 1,020.1 | 425.0 | 300.1 | 1,745.3 | 6.5 |
| 7 | Hotels | 172.1 | 58.8 | 70.2 | 301.1 | 1.1 |
| 8 | Manufacturing And Processing | 20.3 | 43.9 | 16.7 | 80.9 | 0.3 |
| 9 | Trading | 3.3 | 1.6 | 2.9 | 7.8 | 0.0 |
| 10 | Others | 302.8 | 250.1 | 184.5 | 737.4 | 2.7 |
| 11 | Mutual Fund | 20.8 | 12.6 | 44.8 | 78.1 | 0.3 |
| 12 | Preferred Stock | 8.9 | 1.1 | 0.5 | 10.5 | 0.0 |
| 13 | Promoter Share | 732.2 | 881.1 | 694.6 | 2,307.9 | 8.6 |
| Total | | 12,779.2 | 8,071.9 | 6,133.1 | 26,984.2 | 100% |

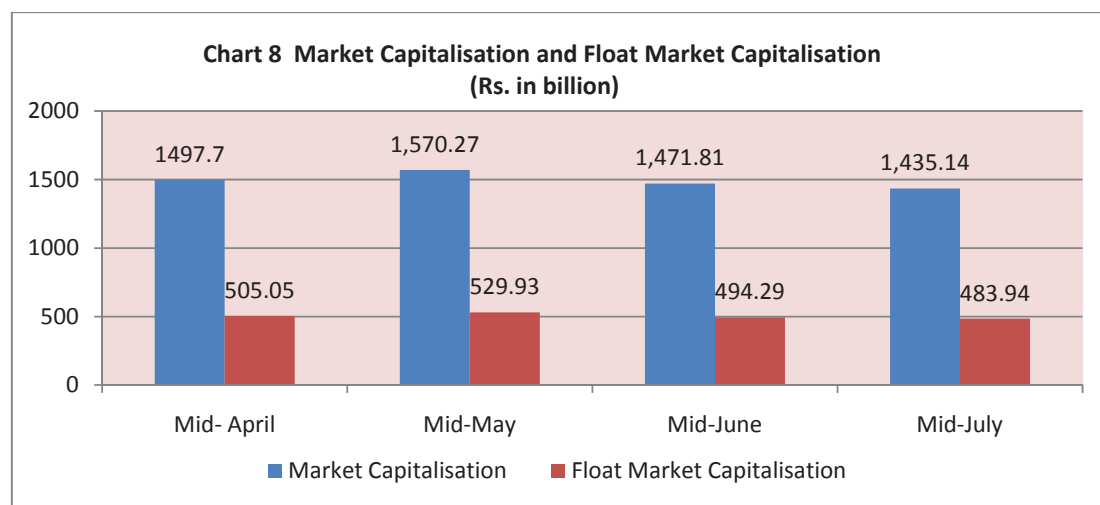
Source: Nepal Stock Exchange Ltd.



3.2.4 Market Capitalisation

Market capitalisation gives overview of market valuation of securities listed on stock exchange. On **QoQ basis**, market capitalisation decreased by 4.2 percent and reached to the level of Rs. 1435.1 billion, as against to the end of Q3 of Fiscal Year 2017/18. Similarly, on **MoM Basis**, this capitalisation decreased by 2.5 percent as against to Rs. 1471.9 billion in Mid-June 2018. Market capitalisation to GDP was 47.7 percent in Q4 which was 49.8 percent in the previous quarter of same FY 2017/18.

Float market capitalisation is the market capitalisation of tradable shares of listed companies. On **QoQ basis**, it is marginally decreased by 4.2 percent in fourth quarter of Fiscal Year 2017/ 18 and reached to Rs. 483.9 billion as against of Rs. 505.1 billion at the end of third quarter of FY 2017/18. On **MoM basis**, this capitalisation is decreased by 2.1 percent in Mid-July against the Rs. 494.29 billion in Mid-June 2018. The ratio of float market capitalisation to GDP remained 16.1 percent at the end of Q4 of FY 2017/18 which was 16.8 percent in previous quarter of same fiscal year. The Market capitalisation and float market capitalisation of each month during Q4 of FY are depicted in Chart 8.



3.2.5 Sectorwise Market Capitalisation

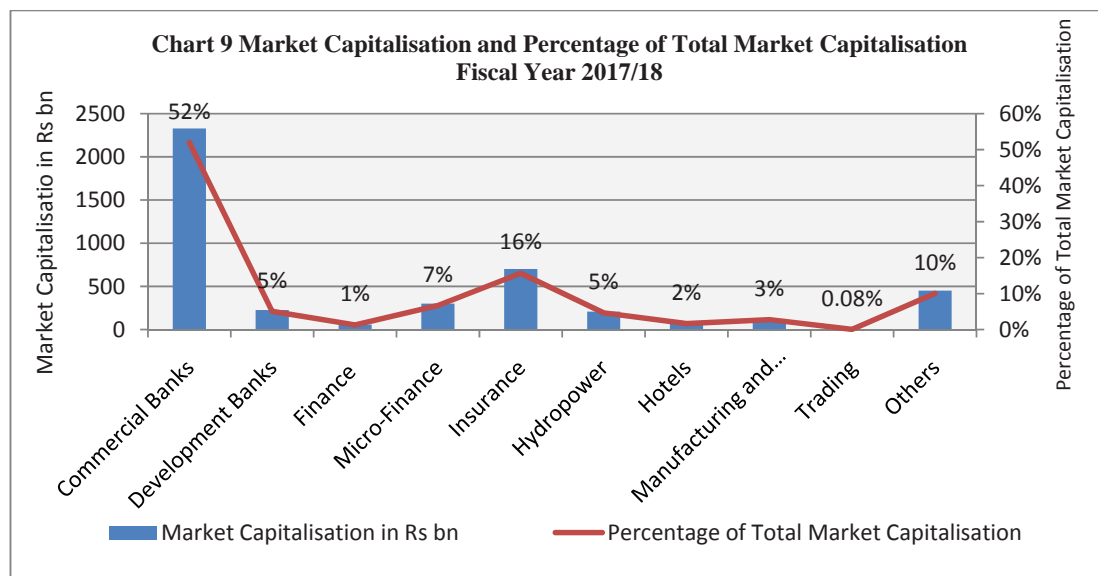
During Q4 of FY 2017/18, commercial bank occupied the highest portion (52 percent) of total market capitalisation and followed by Insurance (15.7 percent). The least portion (0.08 percent) of total market capitalisation was occupied by trading sector. Sectorwise market capitalisation and percent of total market capitalisation is presented in Table 16 and Chart 9.

Table 16
Sectorwise Market Capitalisation

(In Rs. billion)

| S.N. | Sector | Q4 of Fiscal Year 2017/18 | | | Proportion |
|--------------|------------------------------|---------------------------|---------------|---------------|--------------|
| | | Mid-May | Mid-June | Mid-July | |
| 1 | Commercial Banks | 820.50 | 764.3 | 744 | 52.0 |
| 2 | Development Banks | 81.3 | 72.8 | 72.6 | 5.1 |
| 3 | Finance | 20.3 | 19.7 | 18.2 | 1.3 |
| 4 | Micro-Finance | 103.2 | 100.2 | 97.1 | 6.7 |
| 5 | Insurance | 249.2 | 228.6 | 223.9 | 15.7 |
| 6 | Hydropower | 72.6 | 68.3 | 67.4 | 4.7 |
| 7 | Hotels | 26 | 25.1 | 24.4 | 1.7 |
| 8 | Manufacturing and Processing | 41.1 | 42.2 | 40.2 | 2.8 |
| 9 | Trading | 1.1 | 1.2 | 1.1 | 0.1 |
| 10 | Others | 154.9 | 149.5 | 146.2 | 10.1 |
| Total | | 1570.2 | 1471.9 | 1435.1 | 100.0 |

Source: Nepal Stock Exchange Ltd.



4. Fixed Income Securities Market

Fixed income securities generate fixed income to its holders in the form of interest or dividend. Income provided by fixed income securities is not vary with the change in the income of concerned company. Thus, risk averse investors prefer to invest in fixed

income securities. Bond/debenture and preferred stock are the fixed income securities available in the Nepalese securities market.

4.1 Government Listed Development Bond

Development bond is a government bond issued by Nepal Government to raise the internal funds. In general, it is issued for more than two years or more that provides the debt fund for intermediate or long term period to government. It is issued on Dutch Auction System so its interest rate is determined by the auction system. The detail of government listed development bond in Nepal Stock Exchange Ltd. is presented in Table 17.

| S.N. | Name | Amount in Rs | Coupon Rate (%) |
|------|--------------------------|-------------------|-----------------|
| 1 | Development Bond-2075 | 1,200,000,000.00 | 6.50 |
| 2 | Development Bond-2075ka | 2,100,000,000.00 | 6.50 |
| 3 | Development Bond-2076kha | 1,040,000,000.00 | 6.50 |
| 4 | Development Bond-2076ka | 900,000,000.00 | 6.50 |
| 5 | Development Bond-2076ga | 460,000,000.00 | 6.50 |
| 6 | Development Bond-2076 | 2,200,000,000.00 | 6.50 |
| 7 | Development Bond-2080 | 12,000,000,000.00 | 3.97 |
| 8 | Development Bond-2083 | 13,000,000,000.00 | 4.44 |
| 9 | Development Bond-2085 | 13,000,000,000.00 | 4.74 |
| 10 | Development Bond-2086 | 13,000,000,000.00 | 4.94 |
| 11 | Development Bond-2088 | 11,000,000,000.00 | 4.94 |
| 12 | Development Bond 2080 | 7,000,000,000.00 | 3.56 |
| 13 | Development Bons-2086Kha | 5,000,000,000.00 | 4.32 |
| 14 | Development Bond-2088ka | 5,000,000,000.00 | 4.99 |
| 15 | Development Bond-2084kha | 5,000,000,000.00 | 5.15 |
| 16 | Development Bond-2081ka | 3,140,000,000.00 | 5.00 |
| 17 | Development Bond-2079ng | 5,000,000,000.00 | 5.45 |
| 18 | Development Bond-2081kha | 5,000,000,000.00 | 5.88 |
| 19 | Development Bond-2085kha | 5000000000 | 6.48 |

Source: Nepal Stock Exchange Ltd

4.2 Corporate Bond/Debenture

Corporate Bond/Debenture is debt type financial instrument that provides fixed interest to its holder. Company issues such instruments to raise debt capital as an alternative to bank financing. In Fiscal Year 1997/98, Shree Ram Sugar Mills Ltd issued redeemable debenture worth Rs. 93 million for the first time in Nepalese securities market. From banking sector, Himalayan Bank Ltd is the first bank that issued debenture worth

Rs. 360 million in Fiscal Year 2001/02. Since Fiscal Year 1993/94, 36 listed companies issued redeemable debenture worth Rs. 18.25 billion. Such debentures are required to be listed in Nepal stock Exchange Ltd. for secondary trading. The detail of listed corporate debentures in Nepal Stock Exchange Ltd. is presented in Table 18.

| S.N. | Name | Number | Total Amount in Rs |
|------|---------------------------------|-------------------|---------------------------|
| 1 | Nabil Bank -2075 | 300,000 | 300,000,000 |
| 2 | Siddhartha Bank- 2075 | 400,000 | 400,000,000 |
| 3 | Siddhartha Bank Ltd. Bond 2076 | 303,520 | 303,520,000 |
| 4 | Bank of Kathmandu- 2076 | 400,000 | 400,000,000 |
| 5 | Global IME Bank - 2076 | 400,000 | 400,000,000 |
| 6 | Laxmi Bank-2076 | 400,000 | 400,000,000 |
| 7 | Nepal SBI Bank -2078 | 400,000 | 400,000,000 |
| 8 | Everest Bank Ltd. -2079 | 468,850 | 468,850,000 |
| 9 | Nepal SBI Bank -2079 | 400,000 | 400,000,000 |
| 10 | Nepal Investment Bank Bond 2077 | 500,000 | 500,000,000 |
| 11 | Himalayan Bank-2077 | 600,000 | 600,000,000 |
| 12 | Citizens Bank Bond 2077 | 500,000 | 500,000,000 |
| 13 | Nepal SBI Bank-2080 | 200,000 | 200,000,000 |
| 14 | NIC Asia Bond -2077 | 500,000 | 500,000,000 |
| 15 | NIB Bond 2078 | 750,000 | 750,000,000 |
| 16 | NMB Bond 2077 | 500,000 | 500,000,000 |
| 17 | Bank of Kathmandu 2079 | 600,000 | 600,000,000 |
| 18 | Siddhartha Bank Debenture 2078 | 500,000 | 500,000,000 |
| 19 | Everest Bank Ltd. -2078 | 600,000 | 600,000,000 |
| 20 | NIC Asia Debenture 2081/82 | 3,000,000 | 3,000,000,000 |
| | Total | 11,722,370 | Rs. 11,722,370,000 |

Source: Nepal Stock Exchange Ltd

4.3 Preferred Stock

Preferred stock is fixed income securities that provides dividend as a fixed income to its holder. It is known as hybrid securities too. In FY 2050/51, Necon Air Ltd and Birat Shoes Ltd both issued preferred stock worth Rs. 14 million and Rs 2.5 million respectively. The issue manager of both issues was Citizen Investment Trust and NIDC Capital Markets Ltd respectively. Since FY 2050/51, five corporate bodies issued preferred stock worth Rs. 636.5 million out of which Everest Bank Ltd has issued convertible preferred stock worth Rs 400 million in FY 2006/07. The Details of preferred stock issue since last 25 years is presented in Table 19.

| Table 19 Preferred Stock | | | |
|--|-------------|-----------------|--------------------|
| SN | Fiscal Year | Number of Issue | Amounts in Million |
| 1 | 1993/94 | 2 | 16.5 |
| 2 | 1998/99 | 1 | 80 |
| 3 | 2001/02 | 1 | 140 |
| 4 | 2006/07 | 1 | 400 |
| Total | | 5 | 636.5 |
| <i>Source: Securities Board of Nepal</i> | | | |

5. OTC Market

SEBON, exercising the power as per Section 117 of Securities Related Act, 2006, approved OTC Market Byelaws, 2008 under the Rule 23 of Stock Exchange Regulations, 2008 and NEPSE implemented the same on June 4, 2008. Then after, this market was almost passive with transactions of very few companies including shares of Nepal Bank Limited at the very beginning. SEBON informed Office of the Company Registrar that the shares of unlisted and delisted securities of public limited companies can be traded on OTC market and also directed NEPSE to operate OTC market effectively. As a result, OTC market operation was regularised after a notice related to transaction of shares of unlisted, delisted and those public limited companies ineligible for listing on OTC market was published in the review period.

A total of 13.06 million shares of 54 companies from different sectors were traded with total value of Rs. 1.3 billion in FY 2017/18. In previous FY, a total of 12,919,331 shares of different companies were traded on OTC market in FY 2015/16.

6. Mutual Funds' Net Assets Value

On QoQ basis, performance of mutual fund was mixed in Q4 of Fiscal Year 2017/18 as compared to previous quarter of same fiscal year. A total of Five mutual funds out of 12 listed mutual funds showed the positive growth in Q4. The highest growth (15.3 percent) was recorded by Siddhartha Equity Fund whereas highest negative growth is faced by NIBL Pragati Fund -1. The NAV report of mutual fund schemes of each month of Q4 of FY 2017/18 is presented in Table 20.

Table 20
NAV of Mutual Fund Scheme
(Each month during Q4, FY 2017/18)

| SN | Name of Mutual Funds Schemes | End of Q3 of FY 2017/18 | Q4 of FY 2017/18 | | | % Change | | |
|----|-------------------------------|-------------------------|------------------|----------|----------|----------|----------|-------|
| | | | Mid-May | Mid-June | Mid-July | Mid-June | Mid-July | Q4/Q3 |
| 1 | Siddhartha Equity Fund | 9.98 | 10.17 | 11.8 | 11.51 | 16.0 | -2.5 | 15.3 |
| 2 | Nabil Equity Fund | 8.69 | 9.13 | 8.79 | 8.66 | -3.7 | -1.5 | -0.3 |
| 3 | NMB Sulav Investment Fund -1 | 13.26 | 13.82 | 13.38 | 13.18 | -3.2 | -1.5 | -0.6 |
| 4 | NMB Hybrid Fund L-1 | 10.32 | 10.56 | 10.42 | 10.37 | -1.3 | -0.5 | 0.5 |
| 5 | Global IME Samunnat Scheme -1 | 8.79 | 9.32 | 8.8 | 8.72 | -5.6 | -0.9 | -0.8 |
| 6 | NIBL Samriddhi Fund -1 | 11.53 | 12.1 | 11.5 | 11.29 | -5.0 | -1.8 | -2.1 |
| 7 | NIBL Pragati Fund -1 | 8.13 | 8.62 | 8.04 | 7.81 | -6.7 | -2.9 | -3.9 |
| 8 | Laxmi Value Fund -1 | 10.88 | 11.32 | 10.86 | 10.84 | -4.1 | -0.2 | -0.4 |
| 9 | Laxmi Equity Fund | 8.82 | 9.22 | 8.78 | 8.66 | -4.8 | -1.4 | -1.8 |
| 10 | Sanima Equity Fund | 9.93 | NA | NA | 10.15 | - | - | 2.2 |
| 11 | Citizen Mutual Fund | 10.06 | 10.13 | 10.18 | 10.22 | 0.5 | 0.4 | 1.6 |
| 12 | NIC Asia Growth Fund | 9.99 | 10.07 | 10.05 | 10.08 | -0.2 | 0.3 | 0.9 |
| 13 | Siddhartha Equity Fund | | 11.93 | 10.15 | 10.18 | -14.9 | 0.3 | - |

Source: Fund Manager of respective mutual fund schemes

7. Demat Account and Dematerlisation Trends

Demat Account is the account on which securities like share, bond, preferred stock, mutual fund, etc. are deposited in electronic or dematerlised form. After the implementation of Central Depository Service Regulations, 2010, depository participants commenced the operation of demat account opening from fiscal year 2012/13. A total of 256 demat accounts were opened and 6,561 securities were dematerialised in that fiscal year.

After the implementation of full-fledged dematerialised trading system from Mid-January 2016, the number of demat account and dematerialised securities increased significantly. SEBON made it mandatory to have demat account for IPO application from Mid-July 2016 for Kathmandu valley and from Mid-January 2017 all over the country. At present, allotted shares of primary issues, right shares and bonus shares are being deposited in respective demat account of investors.

The number of demat accounts reached 1,296,572 at the end of Q4 of FY 2017/18 which was an increase of 5.13 percent in comparison to previous quarter of same fiscal year. A total of 63,324 demat accounts were opened during Q4 of Fiscal Year 2017/18. The detail of dematerlisation during each quarter of FY 2017/18 along with the status of previous fiscal years is depicted in Table 21.

Table 21
Demat Account and Trend of Dematerlisation(FY 2017/18)

| SN | Particulars | FY 2016/17 | Q1 | Q2 | Q3 | Q4 | FY 2017/18 |
|----|-----------------------------|-------------|-------------|---------------|---------------|---------------|---------------|
| 1 | Demat Account | 875,049 | 969,433 | 1,037,869 | 1,233,248 | 1,296,572 | 1,296,572 |
| 2 | Ordinary Shares | 890,207,185 | 976,994,536 | 1,015,564,045 | 1,056,720,396 | 1,102,468,523 | 1,102,468,523 |
| 3 | Convertible Preferred Stock | 396,949 | 408,770 | 572,227 | 577,272 | 580,747 | 580,747 |
| 4 | Promoter Share | 754,185,324 | 863,363,963 | 935,532,352 | 963,270,681 | 1,050,279,415 | 1,050,279,415 |
| 5 | Mutual Fund Unit | 716,558,688 | 881,718,647 | 1,048,665,374 | 1,319,603,043 | 1,414,361,729 | 1,414,361,729 |
| 6 | Debenture | - | - | - | 2,230,434 | 9,532 | 9,532 |

Source: CDS & Clearing Limited

8. Reform and Development in Securities Market

The securities market reform and development initiative taken by SEBON during Fourth quarter of Fiscal Year 2017/2018 are briefly stated as under:

a. Major Reforms and Initiatives

- I. **Release of Policy and Programme for the Securities and Commodities Derivative Markets for the Fiscal Year 2018/19:** SEBON released the Policy and Programme related to Securities and Commodities Derivative markets for the FY 2018/19 in the press meet dated 9th July 2018. This is the second time that SEBON publicly released its annual programme and policy. The programme and policy has aimed for the technology friendly markets, launching new vehicles in the market, developing the robust legal infrastructure, strengthen surveillance function, enhancing securities market literacy, etc.
- II. **First Capital Market Expo:** First Capital Market Expo, first expo in Nepalese securities market, was held on 9-10 May, 2018 to disseminate information about primary and secondary market, brokerage services, recent reforms undertaken in securities market etc. The Expo was inaugurated by honorable Finance Minister Dr Yubaraj Khatiwada. Different publication of SEBON were distributed at free of cost. During the programme, four technical sessions named Securities Market and Market Infrastructure, Merchant Banking Services and Credit Rating Services, The Reform and Development Initiatives for the Development of Market and Future Priorities, and Securities Brokerage Services. There were 119 stall of Nepse, CDSC, Securities Business person, DP, ASBA including SEBON and Insurance Board. The Expo was successfully run.
- III. **Amendment on the Securities Issue and Allotment Directives, 2074:** SEBON relaxed the provision related to application for IPO and FPO issue by amending Securities Issue and Allotment Directives, 2074. With this, maximum limit will be set by issuing company investors can apply for maximum shares which provides flexibility for institutional investors as well as individual investors. Before this, individual and institution investors were allowed to apply up to 0.5% of the total issue.

- IV. First Amendment on Listed Companies' Corporate Governance Directive, 2018:** After Consulting about the practical difficulties regarding to the implementation of Listed Companies' Corporate Governance Directives, 2018, SEBON amended the some provisions of it such as Board of Directors shouldn't work in the similar kinds of listed companies with same objectives as management team, CEO, paid employee etc. But this isn't implemented in the case of director appointment by government and if the company has subsidiary company then s/he can be appointed in the board member, report should be prepared whether all the directives were followed or not and approved by the Board of Director and it should certified by the auditors and such report should be included in the annual report, investors investing up to Rs 500,000 in the paid up capital is recognised as small investors etc. It is being effected from 17th July 2018.
- V. SEBON directed CDS & Clearing Ltd:** SEBON directed CDS and Clearing Ltd to make the C-ASBA system more effective and speedy. As per the direction, CDSC needs to enhance the connectivity capacity of C-ASBA for the continuous operation of the system, to develop the C-ASBA at a level that provides the real information to users, to make the user more informed about the service and to conduct the training programme for employees of C-ASBA service provider.
- VI. SEBON's Clarity Regarding the Premium Price in the Public Issue:** SEBON clarified on the issue of determining premium price in the public issue on 3rd July 2018 as premium price is determined as per the prevailing rules and directives and approval is only given after ensuring that all the conditions were fulfilled. SEBON further cleared that SEBON is more concerned to the overall economic growth through the capital mobilisation so it is not necessary to distract in the rumors and misleading information.
- VII. Penalty to the Depository Participant and Stockbroker for Mishandling of DEMAT and KYC Form:** SEBON penalised Linch Stock Market Ltd., a depository participant, amounted 50,000 on accuse of not verifying the customers' information while opening DMAT and KYC form on 17 April 2018. In the investigation, it was found that the firm did not collect the necessary details and personal information of the customer.
- VIII. License Cancellation of a Merchant Banker:** SEBON cancelled the license of Beed Invest Ltd. to work as merchant banking institution as it failed to renew its operation license with the board.
- b. Other Activities**
- I. Programme Related To Cyber Security:** SEBON Organised Cyber Security programme on 3 May 2018 for SEBON employees to aware on the cybercrime and cyber security. Dr Ram Hari Subedi, Professor of ECPI University, Virginia,

US, instructed the ways to reduce cybercrime, safe use of mobile phones, Facebook, Wi-Fi, website and email and he also presented on how these can be prevented from getting hacked.

II. Closing Ceremony of the Silver Jubilee and Annual Day Celebration:

SEBON celebrated its 26th anniversary on 8th June 2018 under the chairmanship of Dr Rewat Bahadur Karki, Chairman of SEBON. In the presence of honourable Finance Minister Dr Yubaraj Khatiwada as chief guest, Governor Dr Chiranjivi Nepal as special guest, Chairman of Insurance Board Mr. Chiranjivi Chapagain and other renowned personalities and the representatives of market participants. During the programme, the different special publication such as Capital Market Literacy, A compilation book of securities laws and regulation, Rajat Jayanti Smarika and a Special issues of Capital Market related Articles were distributed free of the cost to all participated in the celebration. Three employees of SEBON were also honoured during the programme who continuously serviced in SEBON for more than 20 years. A Blood Donation Program was also organised by the Employee Union of SEBON on 5th June 2018. In the Programme, 87 donors from different sectors like NEPSE, Merchant Banker, Securities Broker, Depository Participants and the employees of SEBON donated the blood.

III. SEBON's Social Contribution: SEBON provided physical and financial assistance amounted to Rs. 7 lakhs to more than 12 social institutions during the period. Before this, SEBON had contributed the Prime Minister National Relief Fund in order to help victimiss/sufferers of devastating earthquake and Flood in East Tarai of Nepal.

IV. An Interaction Programme with SEJON: SEBON conducted an interaction programme on 13th July 2018 in collaboration with SEJON. The programme was organised to interact on the recent reforms and initiatives on regulation and development of capital market with economic journalists. During the programme, technical sessions, regarding to different issues of securities market, were run by the SEBON's officials and market experts.

V. Investor Awareness Programme: An Investor Awareness Program has been conducting effectively by SEBON during recent period especially in several rural districts and places of Nepal. During the Q4 of FY 2017/18, such program was held in some remote district such as Bajhang, Bajura, Khotang, Shankhuwashaba, Bhojpur along with the major city such as Dhangadi, Birgunj, Makawanpur Manthali, Banepa. During the period, Awareness program was also organized in several colleges in order to educate them about the capital market and its role for the economic growth of the nation.

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