

INDEPENDENT AUDITOR'S REPORT

To,
The Fund Manager and Unit Holders,
Siddhartha Equity Fund

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of M/s. Siddhartha Equity Fund, Naxal, Kathmandu, Nepal (hereinafter referred to as "the fund"), which comprises the statement of financial position as at Ashad 32, 2082 (July 16, 2025) and statement of profit or loss, statement of cash flow & statement of changes in equity for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory notes (hereinafter referred to as "the financial statements").

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of the fund as at Ashad 32, 2082 (July 16, 2025) and its financial performance and its cash flows for the year then ended on that date in accordance with Nepal Financial Reporting Standards (NFRS) and comply with the Securities Act 2063, Securities Board Regulations 2064, Mutual Fund Regulations 2067, Mutual Fund Guidelines 2069 and other prevailing laws.

Basis of 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 fund in accordance with the Institute of Chartered Accountant of Nepal's code of ethics for professional accountants 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 those requirements. 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 the 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.

We have determined that there are no key audit matters to be communicated through this report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Fund's Management is responsible for the other information. The other information comprises the information included in the Management Report but does not include the financial statements and our auditor's report thereon. Such information is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read such other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



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 Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the fund'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 fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the fund'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 misstatements, 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. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the fund'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 fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the fund 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 statement 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.

Report on Other Legal and Regulatory Requirements

As required by the Mutual Fund Regulation, 2067 issued by Securities Board of Nepal (SEBON), we report that:



- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. Proper books of account as required by law have been kept by the fund so far as it appeared from our examination of those books. The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) issued by Accounting Standards Board (ASB) of Nepal and pronounced by the Institute of Chartered Accountants of Nepal (ICAN). These financial statements also confirm the compliance with Securities Act, 2063, Mutual Fund Regulations, 2067, Mutual Fund Guidelines, 2069 and are in agreement with the books of accounts maintained by the fund.
- b. During our examination of the books of account of the fund, we have not come across cases where any office holder or any employee of the fund has acted contrary to the provisions of law to cause loss or damage to the fund.
- c. The fund has maintained the necessary internal control system.
- d. We have not come across any cases where the fund has conducted activities against the interest of unit holders and the capital market.
- e. The internal audit of the fund is carried out as part of Fund Manager's internal audit on periodic basis and the internal audit so carried out is effective.
- f. The fund has invested its fund according to the Mutual Fund Regulation, 2067.
- g. The operations of the fund were found satisfactory, and nothing came to our attention that causes us to believe otherwise.

For,

P. Pudasaini Associates,
Chartered Accountants

CA Pradip Pudasaini
Proprietor



Date: 2025-08-08
Place: Kathmandu
UDIN: 250812CA01128ewute

Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited

Statement of Financial Position
As at Ashadh 32, 2082 (July 16, 2025)

ASSETS	Schedule	Current Period NPR	Previous Period NPR
Cash & Cash Equivalents	1	115,414,541	125,580,315
Other Financial Assets	2	7,552,570	29,513,187
Financial Assets at Fair Value through Profit/Loss	3	1,679,059,616	1,311,917,386
Financial Assets at Amortized Cost	4	64,492,000	84,492,000
Total Assets		1,866,518,728	1,551,502,889


EQUITY AND LIABILITIES	Schedule	Current Period NPR	Previous Period NPR
Liabilities			
Current Liabilities	5	18,167,033	8,571,936
Total Liabilities		18,167,033	8,571,936
Equity			
Unit Holder's Capital	6	1,500,000,000	1,500,000,000
Reserves and Surplus	7	348,351,695	42,930,953
Total Equity		1,848,351,695	1,542,930,953
Total Capital & Liabilities		1,866,518,728	1,551,502,889
NAV Per Unit		12.32	10.29

Significant Accounting Policies	12
Notes to Accounts	13

Schedules 1 to 13 form Integral part of Financial Statements

On Behalf of Siddhartha Capital Limited
(Fund Management Company)


Rupesh Raut
Head, Finance & Operations

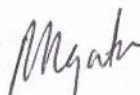

Mukti Nath Subedi
Chief Operating Officer


Sandeep Karki
Chief Executive Officer


Varun Kumar Todi
Director


Suresh Raj Maharjan
Director

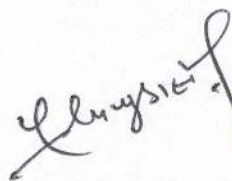

Mohit Kedia
Chairman


Rishi Raj Gautam
Independent Director


Kiran Thapa
Independent Director



As per our attached report of even date
On Behalf of P. Pudasaini Associates,
Chartered Accountants


Pradip Pudasaini, CA
Proprietor



Date: August 08, 2025
Place: Kathmandu, Nepal

Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)


Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited

Statement of Profit or Loss
For the period from Shrawan 1, 2081 to Ashadh 32, 2082


Particular	Schedule	Current Period NPR	Previous Period NPR
1. Income		165,044,205	73,722,686
1.1 Realised Income	8	164,932,118	73,707,621
1.2 Unrealised Income	9	112,087	15,066
2. Expenses		31,891,311	26,487,321
2.1 Annual Regular Expenses	10	31,891,311	26,487,321
Realised Profit / (Loss)		133,152,894	47,235,365
Net Unrealised Gain/(Loss) from Financial Assets Held at Fair Value through Profit or Loss (FVTPL)	11	172,267,848	(8,861,603)
Net Profit/ (Loss) for the period		305,420,742	38,373,762

Schedules 1 to 13 form Integral part of Financial Statements

On Behalf of Siddhartha Capital Limited
(Fund Management Company)



Rupesh Raut
Head, Finance & Operations


Mukti Nath Subedi
Chief Operating Officer


Sandeep Karki
Chief Executive Officer


Varun Kumar Todi
Director


Suresh Raj Maharjan
Director


Mohit Kedia
Chairman

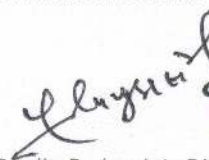

Rishi Raj Gautam
Independent Director

As per our attached report of even date
On Behalf of P. Pudasaini Associates,
Chartered Accountants


Kiran Thapa
Independent Director



**Siddhartha
Capital Limited**
Investing happiness


Pradip Pudasaini, CA
Proprietor



Date: August 08, 2025
Place: Kathmandu, Nepal

Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited

Statement of Cash Flow
For the period from Shrawan 1, 2081 to Ashadh 32, 2082

Particulars	Current Period NPR	Previous Period NPR
A. Cash Flows From Operating Activities	(30,165,774)	(97,172,676)
1. Cash Receipts	165,044,205	73,722,686
1.1 Interest Income from Financial Asset at Amortized Cost	10,797,060	17,539,743
1.2 Dividend Income from Financial Assets at FVTPL	15,952,384	9,938,077
1.3 Unrealised Income	112,087	15,066
1.4 Interest Income from Financial Asset at FVTPL	138,109,828	46,210,049
1.5 Other Income	72,847	19,751
2. Cash Payments	31,891,311	26,487,321
2.2 Annual Regular Expenses	31,891,311	26,487,321
Cash Flows before Changes in Working Capital	133,152,894	47,235,365
(Increase)/Decrease in Current Assets & Securities	(172,913,765)	(141,161,628)
Increase/(Decrease) in Current Liabilities	9,595,097	(3,246,413)
B. Cash Flows From Investing Activities	20,000,000	105,999,999
1. (Increase)/Decrease in Investments	20,000,000	105,999,999
C. Cash Flows from Financing Activities	-	(75,000,000)
1. Increase/(Decrease) in Unit Holder's Capital	-	-
2. Dividend Paid	-	(75,000,000)
D. Income/Expenses from changes in exchange rate on Cash and Bank Balances	-	-
E. Net Cash Flow For The Year from all activities (A+B+C+D)	(10,165,774)	(66,172,677)
F. Opening Cash and Bank Balance	125,580,315	191,752,991
G. Closing Cash and Bank Balance	115,414,541	125,580,315

On Behalf of Siddhartha Capital Limited
(Fund Management Company)


Rupesh Raut

Head, Finance & Operations


Mukti Nath Subedi

Chief Operating Officer


Sandeep Karki

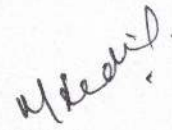
Chief Executive Officer


Varun Kumar Todi

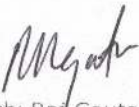
Director


Suresh Raj Maharjan

Director


Mohit Kedia

Chairman


Rishi Raj Gautam

Independent Director

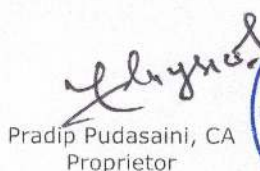
As per our attached report of even date
On Behalf of P. Pudasaini Associates,
Chartered Accountants


Kiran Thapa

Independent Director



Siddhartha
Capital Limited
Investing happiness


Pradip Pudasaini, CA
Proprietor



Date: August 08, 2025
Place: Kathmandu, Nepal

Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Reg-2010)
Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
Statement of Change in Unit Holder's Equity
For the period from Shrawan 1, 2081 to Ashadh 32, 2082

Particulars	Unit Holder's Capital NPR	Realized Profit NPR
Balance as on Shrawan 1, 2080	1,500,000,000	202,597,260
Adjustments		491,265
Adjusted balance as on Shrawan 1, 2080	1,500,000,000	203,088,525
Net Profit (Loss) During the year		47,235,365
Issue of Unit Capital		-
Amount transferred to general Reserve		-
Dividend Paid of Last Year		-
Capital Reserve Fund		(75,000,000)
Unit Advance		-
Balance as at Asadh 31, 2081	1,500,000,000	175,323,890
Balance as on Shrawan 1, 2081	1,500,000,000	175,323,890
Adjustments		
Adjusted balance as on Shrawan 1, 2081	1,500,000,000	175,323,890
Net Profit (Loss) During the year		133,152,894
Issue of Unit Capital		-
Amount transferred to general Reserve		-
Dividend Paid of Last Year		-
Capital Reserve Fund		-
Unit Advance		-
Balance as at Asadh 32, 2082	1,500,000,000	308,476,784

On Behalf of Siddhartha Capital Limited
(Fund Management Company)

Rupesh Raut
Rupesh Raut
Head, Finance & Operations

Varun Kumar Todi
Varun Kumar Todi
Director

Rishi Raj Gautam
Rishi Raj Gautam
Independent Director

Kiran Kapa
Kiran Kapa
Independent Director



As per our attached report of given date
On Behalf of P. Pudasaini & Associates,
Chartered Accountants



Pradip Pudasaini
Pradip Pudasaini
Proprietor

Mukti Nath Subedi
Mukti Nath Subedi
Chief Operating Officer

Suresh Raj Maharjan
Suresh Raj Maharjan
Director

Sandeep Karki
Sandeep Karki
Chief Executive Officer

Mohit Kedia
Mohit Kedia
Chairman

Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
As at Ashadh 32, 2082 (July 16, 2025)

Schedule 1: Cash & Cash Equivalents

Particulars	Current Period NPR	Previous Period NPR
a. Call Accounts		
At Siddhartha Bank Limited	28,941,221	40,384,899
At Mahalaxmi Bikas Bank Limited	903,038	11,721,390
At Kumari Bank Limited	102,191	100,667
At Garima Bikas Bank Limited	644,056	634,883
At Himalayan Bank Limited	262,579	258,548
At Muktinath Bikas Bank Limited	322,610	317,983
At Shangri-la Development Bank Limited	25,262	9,821,492
At Jyoti Bikas Bank Limited	5,483,572	15,226,881
At Shree Investment and Finance Company Limited	8,811,129	8,622,179
At Shine Resunga Development Bank Limited	6,558,444	6,460,850
At Global IME Bank Limited	55,229	55,123
At Nepal Investment Mega Bank Limited	449,665	442,980
At NIC Asia Bank Limited	87,547	86,160
At Everest Bank Limited	17,075	11,027
At Reliance Finance Limited	10,975,284	10,757,928
At Manju Shree Finance Limited	51,775,638	20,677,325
Total	115,414,541	125,580,315

Schedule 2: Other Financial Assets

Particulars	Current Period NPR	Previous Period NPR
Amount receivable from Brokers	3,889,280	25,896,755
Dividend Income Receivable	162,790	128,127
Interest Income Receivable	3,500,500	3,488,305
Total	7,552,570	29,513,187

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Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
As at Ashadh 32, 2082 (July 16, 2025)

Schedule 3: Financial Assets at Fair Value through Profit/Loss











S. No.	Particulars	Symbol	Stock Qty	Per Unit Price	Current Period Value in NPR	Cost in NPR	Stock Qty	Per Unit Price	Previous Period Value in NPR	Cost in NPR
A	Listed Equities Investments		8,790,646		1,640,711,505	1,601,088,288	9,650,623		1,288,488,923	1,421,813,201
1	Hydroelectricity Investment and Development Company Ltd	HIDCL	23,494	292.61	6,874,579	7,600,040	-	-	-	-
2	Rathi Bidyut Company Ltd	RAWHI	21,655	810.24	17,545,747	17,239,566	-	-	-	-
3	Forward Microfinance Laghubitta Bittiya Sanstha Limited	FORWARD	17,336	1,293.86	22,430,357	22,924,775	-	-	-	-
4	Nepal Reinsurance Company Limited	NRIC	22,057	1,260.11	27,794,246	28,524,965	-	-	-	-
5	Chandragiri Hills Limited	CGH	18,700	956.02	17,877,574	23,434,630	-	-	-	-
6	Mahila Laghubitta Bittiya Sanstha Limited	MLBSL	6,260	2,355.15	14,743,239	15,360,190	-	-	-	-
7	Jeevan Bikas Laghubitta Bittiya Sanstha Ltd	JBLB	5,000	1,497.27	7,486,350	7,492,241	-	-	-	-
8	Kalika power Company Ltd	KPCL	24,330	542.62	13,201,945	14,218,684	-	-	-	-
9	Dordi Khola Jal Bidyut Company Limited	DORDI	36,254	337.15	12,223,036	11,548,653	-	-	-	-
10	Upper Solu Hydro Electric Company Limited	USHEC	15,550	466.23	7,249,877	7,040,742	-	-	-	-
11	Ghalemdhi Hydro Limited	GHL	139,027	248.81	34,591,308	39,126,346	-	-	-	-
12	Mithila Laghubitta Bittiya Sanstha Limited	MLBSL	8,189	1,598.84	13,092,901	13,563,478	-	-	-	-
13	Muktnath Bikas Bank Ltd	MNBSL	41,216	405.92	16,730,393	16,402,877	-	-	-	-
14	Guardian Micro Life Insurance Limited	GWL	1,875	2,194.29	4,114,294	4,875,500	-	-	-	-
15	ICFC Finance Limited	ICFC	16,175	640.57	10,361,220	11,276,173	-	-	-	-
16	Nepal Micro Insurance Company Limited	NMIC	1,757	1,559.40	2,739,866	1,75,700	-	-	-	-
17	Himalayan Everest Insurance Limited Promoter	HEIP	33,800	375.01	12,675,338	12,460,600	-	-	-	-
18	Crest Micro Life Insurance Limited	CREST	1,758	1,364.36	2,398,545	1,75,800	-	-	-	-
19	NMB Hybrid Fund L- II	NMBHF2	500,000	9.06	4,530,000	5,000,000	-	-	-	-
20	Om Megashree Pharmaceuticals Limited	OMPL	1,406	1,517.76	2,133,971	1,40,600	-	-	-	-
21	MBL Equity Fund	MBLEF	500,000	9.93	4,965,000	5,000,000	-	-	-	-
22	Pure Energy Limited	PURE	871.71	871.71	980,674	112,500	-	-	-	-
23	Himalayan 80-20	H8020	920,395	11.60	10,676,582	10,236,521	-	-	-	-
24	Sanima Mai Hydropower Ltd.	SHPC	31,912	626.91	20,005,952	19,284,059	-	-	-	-
25	Salt Trading Corporation	STC	5,955	5,290.00	31,501,950	35,102,427	-	-	-	-
26	Trade Tower Limited	TTL	2,759	88.92	245,130	275,900	-	-	-	-
27	Kamana Sewa Bikas Bank Limited	KSBSL	54,312	500.69	27,193,475	21,659,828	59,052	416.00	24,565,632	21,281,966
28	Laxmi Sunrise Bank Limited	LSL	116,486	238.74	27,809,868	31,089,235	40,678	175.00	7,116,650	13,140,754
29	NIBL Stable Fund	NIBLSTF	500,000	9.89	4,945,000	5,000,000	500,000	10.00	5,000,000	5,000,000
30	NIC ASIA Growth Fund-2	NICGF2	750,000	9.52	7,140,000	7,500,000	750,000	8.20	6,150,000	7,500,000
31	Nerude Mirmire Laghubitta Bittiya Sanstha Limited	NMLBSL	27,178	700.35	19,034,112	28,836,241	20,678	720.30	14,892,256	23,553,978
32	Shangrila Development Bank Ltd	SADBL	33,442	462.82	15,477,626	14,651,850	20,199	349.60	14,029,451	13,207,872
33	Sarbottom Cement Limited	SARBTM	36,422	865.81	31,534,532	29,652,131	26,455	806.50	21,335,958	20,907,862
34	CEDB Holdings Limited	CHDC	32,000	2,641.99	84,543,680	59,679,531	11,211	1,159.00	12,993,549	10,848,704
35	Nepal Life Insurance Co. Ltd.	NLIC	43,168	772.97	33,367,569	47,788,839	38,157	619.00	23,619,183	46,787,986
36	NMB Bank Limited	NMB	244,602	265.72	65,974,051	67,680,855	93,229	218.00	20,323,922	28,441,331
37	Sana Kisan Bikas Laghubitta Bittiya Sanstha Limited	SKBSL	14,905	884.41	13,182,131	12,382,199	23,618	853.70	20,162,687	17,893,488
38	Sanima Bank Limited	SANIMA	153,552	374.77	57,546,683	42,330,090	243,166	279.00	67,843,314	56,041,493
39	Prime Commercial Bank Ltd.	PCBL	55,156	276.31	15,240,154	14,206,370	156,358	221.80	34,680,204	42,980,867
40	Unilever Nepal Limited	UNL	532	46,340.00	24,652,880	17,408,115	522	47,288.00	24,705,216	16,157,774
41	Shine Resunga Development Bank Ltd.	SHINE	58,341	431.97	25,201,362	27,304,997	40,510	405.10	22,077,950	18,757,539
42	Neco Insurance Limited	NIL	47,199	710.36	33,528,282	30,851,965	48,400	836.00	40,462,400	38,876,579
43	Nirdhan Uthan Laghubitta Bittiya Sanstha Limited	NUBL	58,367	768.71	44,867,297	49,840,229	39,475	711.90	28,102,253	35,426,153
44	NIC Asia Bank Ltd.	NICA	19,720	420.05	8,283,386	10,245,833	59,783	443.30	26,405,826	31,061,190
45	Chimek Laghubitta Bittiya Sanstha Limited	CBBL	54,017	1,035.98	55,960,532	48,641,625	34,799	900.00	31,319,100	32,348,667
46	Everest Bank Limited	EBL	203,124	701.56	142,503,673	112,290,671	37,211	560.00	51,078,160	46,873,597
47	Nepal SBI Bank Limited	SBI	116,584	439.98	51,294,628	44,885,558	137,710	328.00	45,168,880	43,157,280
48	Standard Chartered Bank Limited	SCB	91,099	656.10	60,294,934	52,617,216	84,696	602.00	50,986,992	44,832,776
49	Girima Bikas Bank Limited	GBBL	29,766	428.36	12,750,564	11,934,355	29,161	385.10	11,229,901	9,667,077
50	Shivam Cement Ltd	SHVM	97,222	535.04	52,017,659	63,134,343	81,559	502.30	40,957,086	58,958,946
51	National Life Insurance Co. Ltd.	NLIC	152,679	623.58	95,207,571	103,610,504	99,680	595.00	59,309,600	77,839,961
52	National Laghubitta Bittiya Sanstha Limited	NMBBS	13,866	1,400.05	19,413,693	18,694,067	14,137	1,409.00	19,919,033	21,776,370
53	Asian Life Insurance Co. Limited	ALICL	48,325	498.36	24,083,247	23,297,589	44,807	623.50	27,914,761	29,340,240
54	Mountain Energy Nepal Limited	MEN	72,984	639.19	46,550,643	42,938,734	30,903	1,449.091	44,449,091	17,955,740



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Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
As at Ashadh 32, 2082 (July 16, 2025)

S. No.	Particulars	Symbol	Stock Qty	Per Unit Price	Value in NPR	Cost in NPR	Stock Qty	Per Unit Price	Value in NPR	Cost in NPR
55	Surajyoti Life Insurance Company Limited	SLIC	22,575	446.69	10,084,027	15,010,810	22,575	429.90	9,704,993	15,010,810
56	Himalayan Distillery Limited	HDL	1,518	1,236.54	1,877,068	3,045,319	1,320	1,384.00	1,826,880	3,045,319
57	Ap Power Company Ltd.	API	220,359	295.92	65,208,635	60,447,678	120,329	191.00	22,982,839	24,944,924
58	NIBL Growth Fund	NIBLGF	700,000	9.86	6,902,000	7,000,000	700,000	10.64	7,448,000	7,000,000
59	Siddhartha Premier Insurance Limited	SPIL	63,969	840.35	53,756,349	57,015,782	82,551	859.90	70,985,605	73,526,024
60	Sunrise Focused Equity Fund	SFEF	1,000,000	10.04	10,040,000	10,000,000	1,000,000	8.24	8,240,000	10,000,000
61	Segamatha Lumbini Insurance Co. Limited	SALICO	46,413	726.09	33,700,015	38,071,717	31,727	727.60	23,065,529	26,691,439
62	Prabhu Smart Fund	PRSF	1,145,305	11.47	13,136,648	11,916,682	500,000	9.61	4,805,000	5,000,000
63	Himalayan Life Insurance Limited	HLI	66,674	407.11	27,143,652	34,422,364	391.00	14,316.856	21,922,457	25,000,000
64	Citizens Super 30 Mutual Fund	C30MF	-	-	-	-	1,300,000	10.00	13,000,000	13,000,000
65	Chirkiwa Hydropower Limited	CKHL	-	-	-	-	606.70	8,586.000	5,212,457	8,586,000
66	Citizens Bank International Limited	CZBIL	-	-	-	-	17,540	3,393.990	4,774,999	4,774,999
67	Deprosc Lagnubittya Bittiya Sansstha Limited	DOBIL	-	-	-	-	841.00	841	-	-
68	RBB Mutual Fund 2	JB8L	-	-	-	-	250,000	2,375,000	2,500,000	2,500,000
69	Jyoti Bikas Bank Limited	KSY	-	-	-	-	314.00	4,159.244	5,287,051	5,287,051
70	Kumari Sabal Yojana	LVF2	-	-	-	-	10.00	2,500,000	2,500,000	2,500,000
71	Laxmi Value Fund 2	LICN	-	-	-	-	9.24	5,544,000	6,000,000	6,000,000
72	Life Insurance Corporation (Nepal) Limited	NADEP	-	-	-	-	1,438.00	30,927,056	28,343,094	30,927,056
73	Nadeep Lagnubittiya Bittiya Sansstha Ltd.	NLG	-	-	-	-	870.00	9,020,160	9,316,526	9,316,526
74	NLG Insurance Company Ltd.	SMIC	-	-	-	-	794.90	10,368	10,622,044	10,596,931
75	Sagarmatha Jalabidhyut Company Limited	SNLI	-	-	-	-	406.00	8,132,586	7,564,219	7,564,219
76	Sun Nepal Life Insurance Company Limited	TAMOR	-	-	-	-	511.30	14,898,771	11,837,565	11,837,565
77	Sanima Middle Tamer Hydropower Limited	TRH	-	-	-	-	450.00	18,047,700	15,935,935	15,935,935
78	Taragaon Regency Hotel Limited	BPCL	-	-	-	-	807.00	13,349,364	12,942,189	12,942,189
79	Butwal Power Company Limited	GBIME	-	-	-	-	16,542	3,964,280	4,979,742	4,979,742
80	Global IME Bank Limited	PRVU	-	-	-	-	194.20	26,639,579	27,239,936	27,239,936
81	Prabhu Bank Limited	PRIN	-	-	-	-	187,170	30,967,129	44,746,684	44,746,684
82	Prabhu Insurance Ltd	LB8L	-	-	-	-	826.00	36,490,202	34,017,578	34,017,578
83	Lumbini Bikas Bank Ltd.	NGPL	-	-	-	-	416.60	35,367,257	37,159,246	37,159,246
84	Nagadi Group Power Ltd	ML8L	-	-	-	-	341.00	9,338,285	8,618,535	8,618,535
85	Mahaxamti Bikas Bank Ltd.	HPPL	-	-	-	-	4,392,960	6,283,760	6,283,760	6,283,760
86	Himalayan Power Partner Ltd.	LEC	-	-	-	-	306.00	21,658,680	28,548,665	28,548,665
87	Liberty Energy Company Limited	NHPC	-	-	-	-	29,370	5,903,370	11,381,756	11,381,756
88	National Hydro Power Company Limited	NICFC	-	-	-	-	75,275	12,262,298	19,121,881	19,121,881
89	NIC Asia Flexi CAP Fund	GIBFI	-	-	-	-	250,000	2,312,500	2,500,000	2,500,000
90	Global IME Balanced Fund-1	NSIF2	-							



Siddhartha Capital Limited











Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
As at Ashadh 32, 2082 (July 16, 2025)

Schedule 4: Financial Assets at Amortized Cost

Particulars	Current Period NPR	Previous Period NPR
Investment in Fixed Deposits	-	20,000,000
Investment in Bond and Debenture	64,492,000	64,492,000
Total	64,492,000	84,492,000

Schedule 4(A): Investment in Fixed Deposits

Particulars	Current Period NPR	Previous Period NPR
ICFC Finance Limited	-	15,000,000
Jyoti Bikash bank limited	-	5,000,000
Total	-	20,000,000

Schedule 4(B): Investment in Bond & Debenture

Particulars	Current Period NPR	Previous Period NPR
11% NICA Debenture 2082/83	50,000,000	50,000,000
10% NMB Debenture 2085	2,500,000	2,500,000
10.5% Nepal Investment Debenture 2082	1,000,000	1,000,000
10.25% NBBL Debenture 2085	1,000,000	1,000,000
10% Himalayan Debenture 2083	1,000,000	1,000,000
10.25% Sunrise Debenture 2083	2,500,000	2,500,000
10.35% ADBL Debenture 2083	1,307,000	1,307,000
12% ICFC Debenture 2083	400,000	400,000
12% Goodwill Debenture 2083	833,000	833,000
10% Nepal SBI Debenture 2086	500,000	500,000
10.25% Citizen Debenture 2086	952,000	952,000
10.5% Himalayan Bank Ltd Bond 2086	2,500,000	2,500,000
Total	64,492,000	64,492,000



Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
As at Ashadh 32, 2082 (July 16, 2025)

Schedule 5: Current Liabilities

Particulars	Current Period NPR	Previous Period NPR
Payable to Broker	10,122,422	1,877,175
TDS Payables	146,000	129,578
Fund Manager, Depository and Supervisor fee Payable	7,774,823	6,447,395
Provision for doubtful dividend	163	163
Audit Fee Payable	83,625	83,625
Provision for Reporting Expenses	35,000	29,000
Provision for Audit Expenses	5,000	5,000
Total	18,167,033	8,571,936

Schedule 6: Unit Holder's Capital

Particulars	Current Period NPR	Previous Period NPR
Seed Capital	225,000,000	225,000,000
Capital Raised from General Public	1,275,000,000	1,275,000,000
Total	1,500,000,000	1,500,000,000

Schedule 7: Reserves and Surplus

Particulars	Current Period NPR	Previous Period NPR
1. Accumulated Profit/ Loss		
1.1. Realised Profit / (Loss)	308,476,784	175,323,890
1.2. Unrealised Profit / (Loss)	39,874,911	(132,392,937)
Total	348,351,695	42,930,953

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Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
For the period from Shrawan 1, 2081 to Ashadh 32, 2082

Schedule 8: Realised Income

Particulars	Current Period NPR	Previous Period NPR
Interest Income from Financial Asset at Amortized Cost	10,797,060	17,539,743
Dividend Income from Financial Assets at Fair value through Profit or Loss	15,952,384	9,938,077
Net Gain/Loss from Financial Assets at Fair value through Profit or Loss	138,109,828	46,210,049
Other Income	72,847	19,751
Total	164,932,118	73,707,621

Schedule 9: Unrealised Income

Particulars	Current Period NPR	Previous Period NPR
Dividend Income Accrued	112,087	15,066
Total	112,087	15,066

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**Siddhartha
Capital Limited**
Investing happiness

Siddhartha Mutual Fund
(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)







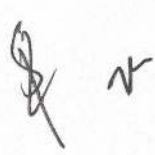

Siddhartha Equity Fund
Fund Manager & Depository: Siddhartha Capital Limited
For the period from Shrawan 1, 2081 to Ashadh 32, 2082


Schedule 10: Annual Regular Expenses

Particulars	Current Period NPR	Previous Period NPR
NEPSE Listing Renewal Fee	50,000	50,000
CDS Annual Fee	150,000	150,000
Credit Rating Expenses	116,019	157,617
AMC of Software-CDS	20,000	20,000
AMC of Software-NEPSE (QII)	5,000	10,000
Reporting Expenses	306,015	165,623
Scheme Audit Fee	84,750	84,750
Fund Management Fee	26,635,895	21,864,953
Fund Depository Fee	3,551,453	2,915,327
Fund Supervisor Fee	812,568	917,154
Other Expenses	10,452	16,297
PCS Software Annual Charge	149,160	135,600
Total	31,891,311	26,487,321

Schedule 11: Net Unrealised Gain/(Loss) from Financial Assets Held at Fair Value through Profit or Loss (FVTPL)

Particulars	Current Period NPR	Previous Period NPR
1. Secondary Market Value Appreciation	39,629,217	(133,324,278)
2. Appreciation on Investments in IPO (Unlisted)	60,132	-
3. Appreciation on Right/Bonus Shares (Unlisted)	185,563	931,342
Less: Unrealised income upto previous year	(132,392,936)	(123,531,333)
Total	172,267,848	(8,861,603)


Siddhartha Capital Limited
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Siddhartha Mutual Fund

(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund

Fund Manager & Depository: - Siddhartha Capital Limited

As at Ashadh 32, 2082 (16 July 2025)

Schedule: 12 - Significant Accounting Policies

1. Overview of the Scheme

Siddhartha Mutual Fund is the first Mutual Fund in Nepal registered with Securities Board of Nepal (SEBON) as per Mutual Fund Regulation, 2010. Siddhartha Bank Limited (SBL) is the Fund Sponsor and Siddhartha Capital Limited (SCL) a subsidiary of SBL is the Fund Manager and Depository of the fund.

As the fund manager and depository, SCL shall ensure management of the schemes operated under Siddhartha Mutual Fund along with its depository functions. The registered office of SCL is situated at Narayanchaur Naxal, Kathmandu.

There are five Fund Supervisors of Siddhartha Mutual Fund as per Mutual Fund Regulations, 2010 and they are:

1. Dr. Ram Krishna Timilsina
2. Mr. Radha Krishna Poudel
3. Mr. Pratap Prasad Pradhan
4. Mr. Bishow Prakash Pandit
5. Mr. Surya Prasad Bhandari

The third scheme of the Siddhartha Mutual Fund, Siddhartha Equity Fund (SEF) started its operation from Kartik 23, 2074 (September 11, 2017). SEF is a close end scheme with basic fund size of NPR. 1,500 million and maturity period of 10 years (i.e. Kartik 23, 2074 – Kartik 22, 2084). It was listed in NEPSE on Poush 02, 2074 with stock symbol SEF.

SEF has obtained PAN on Poush 2, 2078 and its PAN number is 201386936.

2. Basis of Preparation of Financial Statement and Significant Accounting Policies

The Financial Statements are in conformity with Nepal Financial Reporting Standards (NFRS) i.e. the financial statements are prepared on the basis of fair value measurement of assets and liabilities. The management has prepared the financial statement on an orderly realization basis.

The principle accounting policies adopted in preparation of financial statements which have been consistently applied unless otherwise stated.

2.1 Statement of Compliance

The Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards comprising of Nepal Financial Reporting Standards and Nepal Accounting Standards (hereafter referred as NFRS), laid down by the Institute of

Chartered Accountants of Nepal to the extend applicable and in compliance with the requirements of Securities Act, 2063; Mutual Fund Regulations, 2010; and Mutual Fund Guidelines, 2012.

2.2 Reporting Period

The Scheme follows the Nepalese financial year based on the Nepalese calendar. The corresponding dates for the English calendar are as follows:

Relevant Financial Statement	Nepalese Calendar Date/Period	English Calendar Date/Period
Statement of Financial Position	32 nd Ashadh, 2082	16 th July, 2025
Statement of Profit or Loss	1 st Shrawan, 2081 to 32 nd Ashadh, 2082	16 th July, 2024 to 16 th July 2025
Statement of Cash flows	32 nd Ashadh, 2082	16 th July, 2025
Statement of changes in Equity	1 st Shrawan, 2081 to 32 nd Ashadh, 2082	16 th July, 2024 to 16 th July 2025

2.3 Responsibility for Financial Statements

The Board of Directors of Siddhartha Capital Limited is responsible for the preparation and presentation of Financial Statements of Siddhartha Systematic Investment Scheme (SSIS) being the Fund Manager of the SSIS as per the provisions of the Mutual Fund Regulation, 2067.

2.4 Approval of Financial Statements by Directors

The Scheme's Financial Statements for FY 2081/82 were approved by the Board of Directors (BODs) of SCL, being the Fund Management and Depository Company for the Siddhartha Mutual Fund by BOD meeting dated August 08, 2025 (23rd Shrawan, 2082).

2.5 Functional and Presentation Currency

The Financial Statements are presented in Nepalese Rupees (NPR) and is the functional and presentation currency of the fund. Financial information presented in financial statement are rounded to the nearest Nepalese Rupees and has been shown in actual figure, unless otherwise stated.

2.6 Reporting Pronouncements

The company has, for the preparation of financial statements, adopted the Nepal Financial Reporting Standards (NFRS) pronounced by ASB as effective on September 13, 2013. NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

2.7 Net Asset Value (NAV)

The Net Asset Value (NAV) calculation is done on the basis of market value of the total investment plus other current assets and deducting the same by the current liabilities in compliance with Mutual Fund Regulation and Guidelines. The Net Asset Value is calculated on per unit basis in weekly and monthly periods and published the same on its website: www.siddharthacapital.com. Net Assets value (NAV) includes unit capital, realized gain and unrealized gain. The total value of NAV is reflected as Equity in statement of financial position.

2.8 Cash & Cash Equivalents

Cash and Cash Equivalents include cash in hand, balances with banks and money at call and at short notice. These are subject to insignificant risk of changes in their fair value.

2.9 Financial Instruments

The Fund's principal financial assets comprise Assets held at fair value through profit and loss, Assets measured at Amortized cost, other financial instruments and cash and cash equivalents. The main purpose of these financial instruments is to generate a return on the investment made by unit holders. The Funds' principal financial liabilities comprise accrued expenses and other payables which arise directly from its operations.

In accordance with NFRS 9; Financial Instruments: Recognition and Measurement, the Fund's advance and dividend receivables are classified as 'Other Financial Assets'. Equity securities are classified as fair value through profit and loss. Debentures and Fixed Deposits are classified as assets measured at amortized cost. The amount attributable to unit holders is classified as equity and payables are designated as 'other financial liabilities' at amortized cost.

a. Classification

i. Financial Assets measured at amortized cost

Held to Maturity Financial Assets are non-derivative financial assets with fixed or determinable payments and fixed maturities which the fund has the intention and ability to hold to maturity. After the initial measurement, held to maturity financial investments are subsequently measured at amortized cost using the effective interest rate, less impairment. The amortization is included in 'realized interest income' in the Statement of Profit or Loss. The losses arising from impairment of such investments are recognized in the Statement of Profit or Loss.

Receivables

Receivables are non-derivative financial assets with fixed or determinable payments and fixed maturities that are not quoted on an active market. Receivables mainly represent payment made for applying right shares and dividend receivable from investment.

ii. Financial instruments classified as fair value through profit or loss

Financial assets, held for trading are recorded in the statement of financial position at fair value. Changes in fair value are recognized through profit or loss. This classification includes quoted equity securities held for trading. The dividend income from the quoted equity securities is recorded in the profit or loss.

b. Recognition / De- recognition

All financial assets and liabilities are initially recognized on the trade date, i.e. the date on which the fund becomes a party to the contractual provisions of the instrument. This includes 'regular way trade'. Regular way trade means purchases or sales of financial assets that required delivery of assets within the time frame generally established by regulation or convention in the market place.

Investments are derecognized when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expired.

Realized gains and realized losses on de-recognition are determined using the weighted average method and are included in the profit or loss in the period in which they arise. The realized gain is the difference between an instrument's weighted average cost and disposal amount.

Cost of purchase of instruments includes transaction cost on such purchases, while disposal value is calculated net of transaction cost involved on such disposal.

c. Measurement

i. Financial Assets measured at amortized cost

The asset is measured at the amount recognized at the initial recognition minus principal repayments, plus or minus the cumulative amortization of any difference between that initial amount and the maturity amount, and any loss allowance. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment. If evidence of impairment exists, an impairment loss is recognized in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognized on a financial asset carried at amortized cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through profit or loss.

ii. Financial assets and liabilities held at fair value through profit or loss

At initial recognition, the Fund measures a financial asset at its fair value including transaction costs of financial assets.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement of profit and loss within net gains/(losses) on financial instruments held at fair value through profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets is subsequently based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. The quoted market price used for financial assets held by the Fund is the closing price.

The fair value of financial assets and liabilities that are not traded in an active market are determined using valuation techniques.

Further, details on how the fair values of financial instruments are determined are disclosed in Note 2.13.

d. Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

2.10 Realized Income

Realized income includes income from interest from bank deposits with national level financial institutions and capital gain and dividend income from Investments made on securities and other incomes.

- Dividend income is recognized as realized when the accrued dividend income is received in the bank account.
- Profit or loss on sale of investments is recognized on trade date. The cost of investments sold is determined on "weighted average cost basis".
- Interest on interest bearing and other fixed income investments is recognized as and when such accrued interest income is received in the bank account.
- Other income of miscellaneous nature is accounted for when it is probable that the economic benefits associated with the transaction will flow to the entity.

2.11 Unrealized Income

Unrealized incomes are the income that are booked based upon the valuation gain from the investments made on securities, both on secondary market as well as on primary market. Unrealized appreciation/depreciation, on marking the investments is recognized on the balance sheet date and accordingly reckoned for determination of net surplus/deficit for the period. Also, the following income is recognized as unrealized as stated:

- Interest on interest bearing accounts (call accounts) and other fixed income investments (Fixed Deposit and Debenture) is recognized on a day-to-day basis as it is earned. Interest on call accounts is booked based on the interest rates provided by the bank on a regular interval as and when changed.
- On purchase of fixed income investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.

These incomes are directly credited to the Unrealized Profit/ (Loss) as a fund which shall not be used for return distribution and related purpose.

2.12 Expenses

All expenses are accounted on an accrual basis.

2.13 Valuation of Investments

The investments are stated as per the provisions stated on the Mutual Fund regulations and guidelines and valuation policy set out by Siddhartha Mutual Fund Investment Policy, 2022. Accordingly, investments have been valued as follows:

- a. Investments are accounted for on trade date and off-market transactions including acquisitions through private placement/ private treaty are accounted when scheme obtains the enforceable obligation/right.
- b. Cost of investments includes brokerage, transaction charges, and any other charge customarily included in the broker's note.
- c. Equities which are traded frequently shall be valued at closing market price.
- d. Equities which are not traded frequently i.e. which are listed but not transacted for more than 30 days and trading has been suspended including merger and acquisition shall be valued at 180 days closing average price as provided by NEPSE.
- e. In case where 180 days closing average price of ordinary shares is not found in NEPSE, then price shall be taken at cost of acquisition or last found 180 days closing average price whichever is lower.
- f. In case of Promoter Shares, where 180 days closing average price is not found in NEPSE, then price shall be taken at 50% of the publicly traded share price for promoter shares that are not traded publicly and in case of publicly traded promoter share, price shall be taken at cost of acquisition or last found 180 days closing average price whichever is lower.
- g. IPO investments are valued as advance for application amount till allotment at exact amount applied for.

After allotment of IPO till listing or if listed but not traded, IPO investment is valued using valuation model which is the value derived from sum of 50% of latest Net Worth published by the company and 50% based on the earning capitalization, based on the projections of the company by considering latest interest rate of the government bonds as discount factor.

However, IPO issued at premium and through book building shall be valued at issue price and awarded bid price respectively.

- h. In case of right shares announcement, if the management has an intention to apply for right shares, investments shall be valued with increase in corresponding units eligible for right share on ex-book close date and subsequent amount shall be booked under provision for the amount to be invested for right shares, until the right is issued. The eligible right share shall be valued based on market price.
- i. In case of auction shares, investments are valued as advance for application amount till allotment at exact amount applied for. Further, after allotment till listing, the valuation shall be done based on market price.

- j. In case of bonus shares, valuation shall be done based on market price after the book close date.
- k. Bonds, Debentures and Treasury Bills shall be valued at cost of acquisition.
- l. Bank Deposit shall be valued considering all the accrued interest for the period.
- m. Other market instruments/investments are valued at cost of acquisition.

2.14 Provisions

Provisions are created when there is a present obligation as a result of past events that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

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Siddhartha Mutual Fund

(A Mutual Fund Registered by Siddhartha Bank Limited under Mutual Fund Regulations, 2010)

Siddhartha Equity Fund

Fund Manager & Depository: - Siddhartha Capital Limited

As at Ashadh 32, 2082 (16 July, 2025)

Schedule: 13 - Notes to the Accounts

1 Unit Capital

Unit Ownership Detail	%	Unit Capital
Seed Unit Capital	15	225,000,000
Other Unit holders Capital	85	1,275,000,000
Total	100	1,500,000,000

2 Reserve and Surplus

Reserve and Surplus comprises of net realized income of NPR. 308,476,784 (NPR. Three Hundred Eight Million Four Hundred Seventy-Six Thousand Seven Hundred Eighty-Four Only) and net unrealized profit of NPR. 39,874,911 (NPR. Thirty-Nine Million Eight Hundred Seventy-Four Thousand Nine Hundred Eleven Only).

3 Income Tax

Section 10 of Income Tax Act 2058 has prescribed Mutual Funds as non-taxable entity. Accordingly, no income tax has been provided. Similarly, no income tax return is required to be submitted according to section 96 of the said act.

4 Compliance relating to Investment Threshold

Investment Threshold of Mutual Fund Regulation 2067 has been complied throughout the fiscal year and as on Ashad End 2082.

5 IPO valuation

After allotment till listing or till trading is not commenced, IPO investments are valued using valuation model which is 50% of latest net worth published by the company and 50% based on the earning capitalization, based on the projections of the company by considering latest interest rate of the Citizens Saving Bonds as discount factor. However, IPO issued at premium and through book building shall be valued at issue price and awarded bid price respectively. As on Ashadh end 2082, the following IPO investments are valued at the rate determined under this method:

S.N.	Company	Valuation Rate
1	Reliance Spinning Mills Limited	912.00
2	Sanvi Energy Limited	122.35
3	Bikash Hydropower Company Limited	110.24
4	Him Star Urja Company Limited	84.16

6 Use of estimates

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and

based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

7 Fair value measurement

The Fund measures and recognizes the following assets and liabilities at fair value on a recurring basis:

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period:

NFRS 13 requires disclosure of fair value measurements by level of the following fair value hierarchy;

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

i. Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from NEPSE and are traded frequently.

Listed Equities Investments and Right/Bonus Shares yet to be Listed shown in Schedule 3 of Financial Statements have been valued using this method except mentioned in point no. 7(ii) below.

ii. Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques.

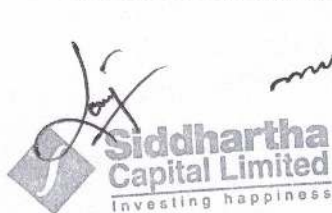
The Fund values its investments in accordance with the accounting policies set out in note 2.13 of Schedule 12 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The following stock shown in Schedule -3 of financial statements have been valued using this method:

S.N.	Name of the Stock
1	Reliance Spinning Mills Limited
2	Sanvi Energy Limited
3	Bikash Hydropower Company Limited
4	Him Star Urja Company Limited

8 Fund Management, Depository and Supervisor Fee

Fund management, depository and Supervisor Fee are calculated and recognized as per the Mutual Fund Regulation 2010 (amended). The fund management and depository fee has been calculated at the rate of 1.50% and 0.20% p.a. respectively for FY 2081/82. The total fees charged are as follows:



Fund Management Fee	Depository Fee	Supervisor Fee
NPR. 26,635,895	NPR. 3,551,453	NPR. 812,568

9 Cash and Cash Equivalents:

The detail of bank balance on various financial institutions are listed below:

Financial Institution	Amount
Siddhartha Bank Limited	28,941,221
Mahalaxmi Bikas Bank Limited	903,038
Kumari Bank Limited	102,191
Garima Bikas Bank Limited	644,056
Himalayan Bank Limited	262,579
Mukthinath Bikas Bank Limited	322,610
Shangri-la Development Bank Limited	25,262
Jyoti Bikas Bank Limited	5,483,572
Shree Investment and Finance Company Limited	8,811,129
Shine Resunga Development Bank Limited	6,558,444
Global IME Bank Limited	55,229
Nepal Investment Mega Bank Limited	449,665
NIC Asia Bank Limited	87,547
Everest Bank Limited	17,075
Reliance Finance Limited	10,975,284
Manju Shree Finance Limited	51,775,638
Total	115,414,541

10 Reconciliation Status

The Bank Account has duly been reconciled.

11 Summary of concentration of Sectoral Investment including IPO/Bonus/ Right Share:

Sector	Investment FY 2081-82		% Investment for FY 2080/81
	Amount	%	
Commercial Banks	471,243,960	28.07%	28.82%
Development Banks	97,353,626	5.80%	8.83%
Finance	10,361,220	0.62%	0.00%
Hotels And Tourism	17,877,574	1.06%	1.02%
Hydro Power	217,250,274	12.94%	9.88%
Investment	91,418,259	5.44%	0.99%
Life Insurance	213,740,412	12.73%	14.04%
Manufacturing And Processing	130,197,101	7.75%	8.14%
Microfinance	210,210,012	12.52%	9.41%
Mutual Fund	20,038,648	1.19%	4.88%
Non-Life Insurance	138,846,330	8.27%	13.98%
Others	29,020,250	1.73%	0.00%
Trading	31,501,950	1.88%	0.00%
Total	1,679,059,616	100.00%	100.00%

12 Net Assets Attributable to Unit Holders

Each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund. The Fund considers its net assets attributable to unit holders as capital (which includes unit capital, realized and unrealized gain), notwithstanding net assets attributable to unit holders are classified as a liability. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily changes in Market Price of Share at Nepal Stock Exchange.

NAV as on the reporting date is 12.32.

13 Distributions

The distributions to Unit holders are recognized in statement of changes in equity.

14 Related Party Transaction:

Related Parties

a. Fund Sponsor:

Siddhartha Bank Limited

b. Fund Manager and Depository:

Siddhartha Capital Limited, a subsidiary of the sponsor.

c. Fund Supervisors:

- i. Dr. Ram Krishna Timilsina
- ii. Mr. Radha Krishna Poudel
- iii. Mr. Pratap Prasad Pradhan
- iv. Mr. Bishwo Prakash Pandit
- v. Mr. Surya Prasad Bhandari

d. Shareholders holding substantial interest in the Fund Management Company:

- i. Siddhartha Bank Limited

e. Subsidiaries of Major Shareholders of Fund Management Company with whom transacted

- i. None

f. Key Management Personnel

- i. None

The Scheme has entered into transactions with related parties which are required to be disclosed in accordance with Accounting Standard – on 'Related Party Disclosures'.

The transactions entered into during the year with the related parties are as under:



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- i. Unit Holding of Siddhartha Bank Limited amounts to NRs. 225,000,000 (NRR. Two Hundred Twenty-Five Million Only).
- ii. Siddhartha Equity Fund have earned interest amounting to NPR. 1,199,625 (NPR. One Million One Hundred Ninety-Nine Thousand Six Hundred Twenty-Five Only).
- iii. Fund Management and Depository Fee incurred by Siddhartha Equity Fund to Siddhartha Capital Limited amounts to NPR. 30,187,348 (NPR. Thirty Million One Hundred Eighty-Seven Thousand Three Hundred Forty-Eight Only).
- iv. Supervisor Fee incurred by Siddhartha Equity Fund to Fund Supervisors amounts to NPR. 812,568 (NPR. Eight Hundred Twelve Thousand Five Hundred Sixty-Eight Only).
Detail of transaction is as below:

Name	Amount
Dr. Ram Krishna Timilsina	193,468
Mr. Radha Krishna Poudel	154,775
Mr. Pratap Prasad Pradhan	154,775
Mr. Bishwo Prakash Pandit	154,775
Mr. Surya Prasad Bhandari	154,775
Total	812,568

Other small transactions are considered insignificant and hence are not disclosed.

15 Regrouping/rearrangement of Previous year's figures

Previous year's figures have been regrouped/rearranged wherever necessary. Accordingly, provision for doubtful debt has been regrouped from current liabilities to other financial assets.

16 Reporting

The Fund Manager has been reporting its Fund Management Activities to its Board and the Fund Supervisor on regular basis while the statutory reports are also forwarded in line with the prevailing regulations/guidelines on mutual funds.

17 Contingent Liability

There is no Contingent liability in respect of Underwriting Commitments, Uncalled liability on partly paid shares and other commitments.



18 Proposed Dividend and Distribution

The Board of Directors meeting of Siddhartha Capital Limited held on August 08, 2025 has proposed 20% cash dividend including tax from its realized reserve till FY 2081-82.

Behalf of Siddhartha Capital Limited (Fund Management Company)



Rupesh Raut
Head, Finance & Operations



Mukti Nath Subedi
Chief Operating Officer



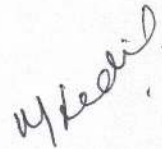
Sandeep Karki
Chief Executive Officer



Varun Kumar Todi
Director



Suresh Raj Maharjan
Director



Mohit Kedia
Chairman

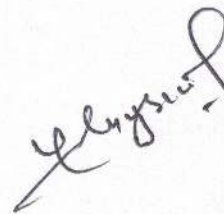


Rishi Raj Gautam
Independent Director

As per our attached report of even date
On Behalf of P. Pudasaini Associates
Chartered Accountants



Kiran Thapa
Independent Director



Pradip Pudasaini, CA
Proprietor

Date: 08 August 2025

Place: Kathmandu, Nepal