

MONTHLY NEWSLETTER

Year 1, Volume 2, July 2025

S.A.R.

New Financial Year, Renewed Commitment to Excellence

In the wake of new financial year 2025/26, S.A.R. Senior Management Team assembled on 4-5 July 2025 to review past performance and set the strategic direction of the firm for upcoming FY 2025/26. The meeting also discussed the budget for the upcoming FY 2025/26.

S.A.R. takes this opportunity to acknowledge and appreciate the dedication of its team members, and to reaffirm its commitment to collective growth, guided by a shared pursuit of professional excellence.



Firm & Alumni Updates

We are pleased to welcome Mr. Suraj Joshi, as a part of our Senior Management Team. We congratulate him once again and look forward to the fresh perspectives and valuable insights he will bring to the table.

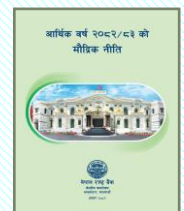
We are thrilled to welcome Mr. Ritesh Bhandari as an Associate along with 5 ACCA Trainees, who joined the S.A.R. family this July. We look forward to a journey of shared growth and learning.

Key Regulatory Updates

Honorable Governor of Nepal Rastra Bank, Prof. Dr. Biswo Nath Poudel unveiled the 59th Monetary Policy for Fiscal Year 2082/83 on 11 July 2025. The policy emphasizes revitalizing economic activity through reduced policy rates, expanded credit access, and flexible lending provisions, while aiming to maintain price stability, support private sector growth, and enhance capital mobilization.



Nepal Rastra Bank released a notice on 27 July 2025 issuing Guidance Note on Interest Income Recognition, 2025. The guidance note is intended to streamline interest income recognition practices across the banking industry and to address the challenges related to implementation of Expected Credit Loss and Effective Interest Rate.



Nepal Rastra Bank, through a notice dated 30 July 2025, issued the first amendment to the NFRS-9 Expected Credit Loss Related Guidelines, 2024. The amendment aims to align loan loss provisions with more accurate and institution-specific inputs rather than applying a blanket LGD rate.



Key Regulatory Updates

ICAN has issued the UDIN Bylaws, 2082 on 3 July 2025. It mandates generation of UDIN for enhancing the integrity and traceability of documents certified by its members. Same can be reached at [UDIN Bylaws, 2082](#).

The Ministry of Labour, Employment, and Social Security has revised the minimum wage effective from 1 Shrawan 2082. [Revised Minimum Wage](#).

The Securities Board of Nepal has amended the '[Directive on the Issuance and Allotment of Securities](#)' to introduce a regulatory framework for perpetual non-cumulative preference shares, and enhance procedural efficiency and investor protection.

Minimum Wages in Nepal effective from July 17, 2025

| S.N. | Frequency | Revised | | | Existing |
|------|---|--------------------------|---------------------------|-------------|-------------|
| | | Basic Remuneration (NPR) | Dearness Allowances (NPR) | Total (NPR) | Total (NPR) |
| 1. | Monthly | 12,170 | 7,380 | 19,550 | 17,300 |
| 2. | Daily Wages | 470 | 284 | 754 | 668 |
| 3. | Per hour | 63 | 38 | 101 | 89 |
| 4. | Per hour minimum remuneration/Part time employees | - | - | 107 | 95 |



Achievements

We extend our heartfelt congratulations to Mr. Anamol Shrestha for successfully qualifying as a Chartered Accountant under the Institute of Chartered Accountants of India (ICAI), and to Mr. Chirag Khatri for attaining the designation of ACCA Affiliate.

We extend our heartfelt congratulations to Mr. Pratik Gelal for securing the Runner-Up position in the ICAN Essay Competition, 2025.

Activities

Interactive session titled '*Financial Statements Line-Item Review with Lead Sheets Preparation*' was held on 25 July 2025. The session was moderated by Deputy Manager Mr. Suraj Joshi and provided guidance on the firm's standard documentation practice in relation to financial statements line items review.

Monthly birthday celebration for the month of July 2025 was held on 25 July 2025.



S.A.R. Associates/S.A.R. Advisors Pvt. Ltd.

64 Bishal Basti "Ka", Bishal Nagar,
Kathmandu, Nepal