

## Disclosure Under BASEL III (1<sup>st</sup> Quarter F/Y 2074/75) Ashwin 2074

### Capital Structure:

The following is the **Tier 1 capital** and breakdown of its components:

S.No	Particulars	Amount ( '000)
1.1	Paid up Equity Share Capital	4,679,058
1.2	Proposed Bonus Equity Shares	-
1.3	Statutory General Reserves	1,098,836
1.4	Retained Earnings	(8,010)
1.5	Other Free Reserve	451,400
1.6	Share Premium	2,585
1.7	Un-audited current year cumulative profit	164,584
1.8	Capital Adjustment Reserve	1,006,953
1.9	Deduction from Capital	(460,107)
	<b>Core Capital (Tier I)</b>	<b>6,935,300</b>

The following is the **Tier 2 capital** and breakdown of its components:

S.No	Particulars	Amount ( '000)
2.1	Subordinated Term Debt	-
2.2	General loan loss provision	534,765
2.3	Exchange Equalization Reserve	5,218
2.4	Investment Adjustment reserve	3,059
	<b>Supplementary Capital (Tier II)</b>	<b>543,041</b>

### Subordinated Term Debt:

The Bank has not issued any Subordinated Term Debt instrument.

### Deductions from Capital:

Investments in other financial institutions licensed by Nepal Rastra Bank, loan to promoters' financially interested companies and deferred tax assets

S.No	Particular	Amount ( '000)
2.1	Loan to Harishidhi Bricks & Tile Factory	572
2.2	Loan to National Hydro Power Company	7,634
2.3	Loan to Kumari Builders	500
2.4	Loan to D.N.S. Investment	-
2.5	Deferred Tax Assets	451,400
	<b>Total</b>	<b>460,107</b>

### Total Qualifying Assets

S.No	Particular	Amount ( '000)
1	Core Capital (Tier I)	6,935,300
2	Supplementary Capital (Tier II)	543,041
	<b>Total Capital Fund (Tier I and Tier II)</b>	<b>7,478,341</b>

**Risk weighted exposure under each of 11 categories of Credit Risk**

S.No	Particular	Amount ( '000)
1	Claims on government & central bank	
2	Claims on other official entities	-
3	Claims on banks	721,002
4	Claims on corporate & securities firms	26,556,654
5	Claims on regulatory retail portfolio	6,419,178
6	Claims secured by residential properties	2,064,413
7	Claims secured by commercial real state	1,110,549
8	Past due claims	558,451
9	High risk claims	8,582,218
10	Other assets	2,089,606
11	Off balance sheet items	8,587,486
	<b>Total</b>	<b>56,689,558</b>

**Risk weighted Exposures:**

S.No	Particular	Amount ( '000)
1	Risk Weighted Exposure for Credit Risk	56,689,558
2	Risk Weighted Exposure for Operational Risk	2,737,660
3	Risk Weighted Exposure for Market Risk	104,486
4	5% of Gross Total Income	1,521,400
5	5 % of Total RWA	2,976,585
	<b>Total Risk Weighted Exposures</b>	<b>64,029,689</b>

**Risk Weighted Exposure Calculation Table:**

S.No	Particular	Amount ( '000)
1	Total Risk Weighted Exposures	64,029,689
2	Total Core Capital (Tier I )	6,935,300
3	Total Capital Fund (Tier I + Tier II )	7,478,341
4	Total Core Capital to Total Risk Weighted Exposures	10.83%
5	Total Capital Fund to Total Risk Weighted Exposures	11.68%

**Amount of Non -Performing Assets (Gross and Net):**

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	-	-	-
2	Substandard	223,497	55,874	167,623
3	Doubtful	548,015	274,008	274,008
4	Loss	1,326,523	1,326,195	328
	<b>TOTAL</b>	<b>2,098,035</b>	<b>1,656,077</b>	<b>441,958</b>

**NPA Ratio:**

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	4.29%
2	Net NPA to Net Advances	0.95%

**Movement of NPA:**

				Amount '000
SN	Particulars	Previous Quarter (Ashad End 2074)	This Quarter (Ashwin End 2074)	Increase/ (Decrease)
1	Restructure/Reshedule	-	-	-
2	Substandard	241,036	223,497	(17,539)
3	Doubtful	601,395	548,015	(53,379)
4	Loss	1,467,486	1,326,523	(140,964)
	<b>TOTAL</b>	<b>2,309,917</b>	<b>2,098,035</b>	<b>(211,882)</b>

**Write Off of Loans and Interest Suspense:**

SN	Particular	Amount ( '000)
1	Loans Written Off	-
2	Interest written Off	-
	<b>TOTAL</b>	-

**Movement in Loan Loss Provision and Interest Suspense:**

				Amount '000
SN	Particular	Previous Quarter (Ashad End 2074)	This Quarter (Ashwin End 2074)	Increase/ (Decrease)
1	Loan Loss Provision	2,377,187	2,190,842	(186,345)
2	Interest Suspense	1,074,728	1,200,162	125,434

**Segregation of Investment Portfolio**

SN	Particular	Amount ( '000)
1	Held for trading	-
2	Held to maturity	8,459,359
3	Available for Sale	125,226
	<b>TOTAL</b>	<b>8,584,585</b>

**Types of Eligible Credit Risk Mitigants used:**

SN	Particular	Amount ( '000)
1	Deposit with Own Bank	522,843
2	Deposit with other Banks/Financial Institutions	-
3	Gold	159,934
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
	<b>TOTAL</b>	<b>682,776</b>