

Disclosure Under BASEL III (IInd Quarter F/Y 2074/75) Poush 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	354,521
1.8	Capital Adjustment Reserve	1,006,953
1.9	Deduction from Capital	(460,209)
	Core Capital (Tier I)	7,125,135

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	537,243
2.3	Exchange Equalization Reserve	5,218
2.4	Investment Adjustment reserve	3,059
	Supplementary Capital (Tier II)	545,520

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	674
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
	Total	460,209

Total Qualifying Assets

S.No	Particular	Amount ('000)
1	Core Capital (Tier I)	7,125,135
2	Supplementary Capital (Tier II)	545,520
	Total Capital Fund (Tier I and Tier II)	7,670,655

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	752,676
4	Claims on corporate & securities firms	28,728,302
5	Claims on regulatory retail portfolio	5,397,357
6	Claims secured by residential properties	2,111,625
7	Claims secured by commercial real state	1,143,569
8	Past due claims	743,372
9	High risk claims	10,271,372
10	Other assets	2,289,975
11	Off balance sheet items	9,334,629
	Total	60,772,877

Risk weighted Exposures:

S.No	Particular	Amount ('000)
1	Risk Weighted Exposure for Credit Risk	60,772,877
2	Risk Weighted Exposure for Operational Risk	2,737,660
3	Risk Weighted Exposure for Market Risk	27,310
4	5% of Gross Total Income	1,521,400
5	5 % of Total RWA	3,176,892
	Total Risk Weighted Exposures	68,236,139

Risk Weighted Exposure Calculation Table:

S.No	Particular	Amount ('000)
1	Total Risk Weighted Exposures	68,236,139
2	Total Core Capital (Tier I)	7,125,135
3	Total Capital Fund (Tier I + Tier II)	7,670,655
4	Total Core Capital to Total Risk Weighted Exposures	10.44%
5	Total Capital Fund to Total Risk Weighted Exposures	11.24%

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

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	-	-	-
2	Substandard	516,880	129,220	387,660
3	Doubtful	486,117	243,059	243,059
4	Loss	1,076,468	1,076,140	328
	TOTAL	2,079,465	1,448,419	631,046

NPA Ratio:

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	4.04%
2	Net NPA to Net Advances	1.28%

Movement of NPA:

				Amount '000
SN	Particulars	Previous Quarter (Ashwin End 2074)	This Quarter (Poush End 2074)	Increase/ (Decrease)
1	Restructure/Reschedule	-	-	-
2	Substandard	223,497	516,880	293,383
3	Doubtful	548,015	486,117	(61,898)
4	Loss	1,326,523	1,076,468	(250,055)
	TOTAL	2,098,035	2,079,465	(18,569)

Write Off of Loans and Interest Suspense:

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

Movement in Loan Loss Provision and Interest Suspense:

				Amount '000
SN	Particular	Previous Quarter (Ashwin End 2074)	This Quarter (Poush End 2074)	Increase/ (Decrease)
1	Loan Loss Provision	2,190,842	1,985,662	(205,180)
2	Interest Suspense	1,200,162	1,219,526	19,363

Segregation of Investment Portfolio

SN	Particular	Amount ('000)
1	Held for trading	-
2	Held to maturity	10,044,390
3	Available for Sale	125,226
	TOTAL	10,169,616

Types of Eligible Credit Risk Mitigants used:

SN	Particular	Amount ('000)
1	Deposit with Own Bank	516,250
2	Deposit with other Banks/Financial Institutions	-
3	Gold	130,793
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
	TOTAL	647,043