

## **Disclosure Under BASEL III (III<sup>rd</sup> Quarter F/Y 2074/75) Chaitra 2074**

### **Capital Structure:**

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

<b>S.No</b>	<b>Particulars</b>	<b>Amount ( '000)</b>
1.1	Paid up Equity Share Capital	4,679,058
1.2	Proposed Bonus Equity Shares	-
1.3	Statutory General Reserves	1,338,790
1.4	Retained Earnings	(58,850)
1.5	Other Free Reserve	272,310
1.6	Share Premium	2,585
1.7	Un-audited current year cumulative profit	543,148
1.8	Capital Adjustment Reserve	1,003,400
1.9	Deduction from Capital	(281,102)
	<b>Core Capital (Tier I)</b>	<b>7,499,339</b>

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

<b>S.No</b>	<b>Particulars</b>	<b>Amount ( '000)</b>
2.1	Subordinated Term Debt	-
2.2	General loan loss provision	510,343
2.3	Exchange Equalization Reserve	5,218
2.4	Investment Adjustment reserve	2,130
2.5	Other Reserves	19,400
	<b>Supplementary Capital (Tier II)</b>	<b>537,090</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

<b>S.No</b>	<b>Particular</b>	<b>Amount ( '000)</b>
2.1	Loan to Harishidhi Bricks & Tile Factory	657
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	272,310
	<b>Total</b>	<b>281,102</b>

### **Total Qualifying Assets**

<b>S.No</b>	<b>Particular</b>	<b>Amount ( '000)</b>
1	Core Capital (Tier I)	7,499,339
2	Supplementary Capital (Tier II)	537,090
	<b>Total Capital Fund (Tier I and Tier II)</b>	<b>8,036,429</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	765,785
4	Claims on corporate & securities firms	28,723,881
5	Claims on regulatory retail portfolio	7,441,830
6	Claims secured by residential properties	2,048,586
7	Claims secured by commercial real state	1,210,750
8	Past due claims	757,563
9	High risk claims	8,313,654
10	Other assets	2,197,200
11	Off balance sheet items	10,610,456
	<b>Total</b>	<b>62,069,704</b>

### Risk weighted Exposures:

S.No	Particular	Amount ( '000)
1	Risk Weighted Exposure for Credit Risk	62,069,704
2	Risk Weighted Exposure for Operational Risk	2,737,660
3	Risk Weighted Exposure for Market Risk	80,617
4	5% of Gross Total Income	1,521,400
5	5 % of Total RWA	3,244,399
	<b>Total Risk Weighted Exposures</b>	<b>69,653,780</b>

### Risk Weighted Exposure Calculation Table:

S.No	Particular	Amount ( '000)
1	Total Risk Weighted Exposures	69,653,780
2	Total Core Capital (Tier I )	7,499,339
3	Total Capital Fund (Tier I + Tier II )	8,036,429
4	Total Core Capital to Total Risk Weighted Exposures	10.77%
5	Total Capital Fund to Total Risk Weighted Exposures	11.54%

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

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	-	-	-
2	Substandard	508,219	127,055	381,164
3	Doubtful	534,605	267,303	267,303
4	Loss	1,025,275	1,024,948	328
	<b>TOTAL</b>	<b>2,068,100</b>	<b>1,419,305</b>	<b>648,795</b>

### NPA Ratio:

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	3.97%
2	Net NPA to Net Advances	1.29%

**Movement of NPA:**

				Amount '000
SN	Particulars	This Quarter (Poush End 2074)	This Quarter (Chaitra End 2074)	Increase/ (Decrease)
1	Restructure/Reshedule	-	-	-
2	Substandard	516,880	508,219	(8,661)
3	Doubtful	486,117	534,605	48,488
4	Loss	1,076,468	1,025,275	(51,192)
	<b>TOTAL</b>	<b>2,079,465</b>	<b>2,068,100</b>	<b>(11,366)</b>

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

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

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

				Amount '000
SN	Particular	This Quarter (Poush End 2074)	This Quarter (Chaitra End 2074)	Increase/ (Decrease)
1	Loan Loss Provision	1,985,662	1,929,648	(56,014)
2	Interest Suspense	1,219,526	1,254,277	34,751

**Segregation of Investment Portfolio**

SN	Particular	Amount ( '000)
1	Held for trading	-
2	Held to maturity	8,529,186
3	Available for Sale	122,726
	<b>TOTAL</b>	<b>8,651,912</b>

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

SN	Particular	Amount ( '000)
1	Deposit with Own Bank	524,255
2	Deposit with other Banks/Financial Institutions	-
3	Gold	107,787
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
	<b>TOTAL</b>	<b>632,041</b>