

Disclosure Under BASEL III (IVth Quarter F/Y 2073/74) Ashad 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	(1,333,826)
1.5	Other Free Reserve	451,399
1.6	Share Premium	2,585
1.7	Un-audited current year cumulative profit	1,325,817
1.8	Capital Adjustment Reserve	1,006,953
1.9	Deduction from Capital	(460,551)
	Core Capital (Tier I)	6,770,271

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	549,072
2.3	Exchange Equalization Reserve	5,218
2.4	Investment Adjustment reserve	3,059
	Supplementary Capital (Tier II)	557,348

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	555
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	451,862
	Total	460,551

Total Qualifying Assets

S.No	Particular	Amount ('000)
1	Core Capital (Tier I)	6,770,271
2	Supplementary Capital (Tier II)	557,348
	Total Capital Fund (Tier I and Tier II)	7,327,619

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	736,416
4	Claims on corporate & securities firms	25,630,927
5	Claims on regulatory retail portfolio	6,320,110
6	Claims secured by residential properties	2,038,854
7	Claims secured by commercial real state	1,104,427
8	Past due claims	563,957
9	High risk claims	8,660,404
10	Other assets	2,306,976
11	Off balance sheet items	7,840,090
	Total	55,202,159

Risk weighted Exposures:

S.No	Particular	Amount ('000)
1	Risk Weighted Exposure for Credit Risk	55,202,159
2	Risk Weighted Exposure for Operational Risk	1,705,914
3	Risk Weighted Exposure for Market Risk	67,451
4	5% of Gross Total Income	686,100
5	5 % of Total RWA	2,848,776
	Total Risk Weighted Exposures	60,510,401

Risk Weighted Exposure Calculation Table:

S.No	Particular	Amount ('000)
1	Total Risk Weighted Exposures	60,510,401
2	Total Core Capital (Tier I)	6,770,271
3	Total Capital Fund (Tier I + Tier II)	7,327,619
4	Total Core Capital to Total Risk Weighted Exposures	11.19%
5	Total Capital Fund to Total Risk Weighted Exposures	12.11%

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

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	-	-	-
2	Substandard	241,036	60,259	180,777
3	Doubtful	601,395	300,697	300,697
4	Loss	1,467,486	1,467,159	328
	TOTAL	2,309,917	1,828,115	481,802

NPA Ratio:

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	4.80%
2	Net NPA to Net Advances	1.05%

Movement of NPA:

				Amount '000
SN	Particulars	Previous Quarter (Chaitra End 2073)	This Quarter (Ashad End 2074)	Increase/ (Decrease)
1	Restructure/Reshedule	-	-	-
2	Substandard	14,195	241,036	226,841
3	Doubtful	562,245	601,395	39,149
4	Loss	1,702,756	1,467,486	(235,269)
TOTAL		2,279,196	2,309,917	30,721

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 (Chaitra End 2073)	This Quarter (Ashad End 2074)	Increase/ (Decrease)
1	Loan Loss Provision	2,566,039	2,377,187	(188,852)
2	Interest Suspense	1,029,132	1,074,728	45,596

Segregation of Investment Portfolio

SN	Particular	Amount ('000)
1	Held for trading	-
2	Held to maturity	5,762,026
3	Available for Sale	112,976
TOTAL		5,875,001

Types of Eligible Credit Risk Mitigants used:

SN	Particular	Amount ('000)
1	Deposit with Own Bank	631,947
2	Deposit with other Banks/Financial Institutions	-
3	Gold	208,384
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
TOTAL		840,332