

## Disclosure Under BASEL II (1th Quarter ) Ashwin 2071

### 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	1,470,000
1.2	Proposed Bonus Equity Shares	-
1.3	Statutory General Reserves	527,168
1.4	Retained Earnings	598,211
1.5	Other Free Reserve	34,040
1.6	Share Premium	84
1.7	Un-audited current year cumulative profit	102,789
1.8	Deduction from Capital	(205,106)
	<b>Core Capital (Tier I)</b>	<b>2,527,186</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	178,419
2.3	Exchange Equalization Reserve	4,634
2.4	Investment Adjustment reserve	532
	<b>Supplementary Capital (Tier II)</b>	<b>183,585</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, and promoters' financially interested companies

S.No	Particular	Amount ( '000)
2.1	Ordinary Shares of Shangila Housing (250,000 units)	14,525
2.2	Ordinary Shares of NB Insurance Co. (146,000 units )	14,600
2.3	Loan to Harishidhi Bricks & Tile Factory	477
2.4	Loan to National Hydro Power Company	30,012
2.5	Loan to Kumari Builders	76,347
2.6	Loan to National Hydro Power Company	69,146
	<b>Total</b>	<b>205,106</b>

### Total Qualifying Assets

S.No	Particular	Amount ( '000)
1	Core Capital (Tier I)	2,527,186
2	Supplementary Capital (Tier II)	183,585
	<b>Total Capital Fund (Tier I and Tier II)</b>	<b>2,710,771</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	656,139
4	Claims on corporate & securities firms	12,004,870
5	Claims on regulatory retail portfolio	1,459,933
6	Claims secured by residential properties	587,577
7	Claims secured by commercial real state	504,662
8	Past due claims	244,073
9	High risk claims	997,220
10	Other assets	879,127
11	Off balance sheet items	2,462,113
	<b>Total</b>	<b>19,795,714</b>

### Risk weighted Exposures:

S.No	Particular	Amount ( '000)
1	Risk Weighted Exposure for Credit Risk	19,795,714
2	Risk Weighted Exposure for Operational Risk	1,273,808
3	Risk Weighted Exposure for Market Risk	101,409
4	5% of Gross Total Income	480,400
5	5 % of Total RWA	1,058,547
	<b>Total Risk Weighted Exposures</b>	<b>22,709,877</b>

### Risk Weighted Exposure Calculation Table:

S.No	Particular	Amount ( '000)
1	Total Risk Weighted Exposures	22,709,877
2	Total Core Capital (Tier I )	2,527,186
3	Total Capital Fund (Tier I + Tier II )	2,710,771
4	Total Core Capital to Total Risk Weighted Exposures	11.13%
5	Total Capital Fund to Total Risk Weighted Exposures	11.94%

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

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	76	9	66
2	Substandard	64,317	16,079	48,238
3	Doubtful	18,826	9,413	9,413
4	Loss	404,605	403,898	706
	<b>TOTAL</b>	<b>487,823</b>	<b>429,400</b>	<b>58,423</b>

### NPA Ratio:

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	2.70%
2	Net NPA to Net Advances	0.33%

**Movement of NPA:**

				Amount '000
SN	Particulars	Opening Balance	Closing Balance	Increase/ (Decrease)
1	Restructure/Reshedule	126	76	(50)
2	Substandard	73,857	64,317	(9,540)
3	Doubtful	6,753	18,826	12,073
4	Loss	411,537	404,605	(6,932)
	<b>TOTAL</b>	<b>492,273</b>	<b>487,823</b>	<b>(4,450)</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	Opening Balance	Closing Balance	Increase/ (Decrease)
1	Loan Loss Provision	606,603	607,819	1,216
2	Interest Suspense	225,988	251,638	25,651

**Segregation of Investment Portfolio**

SN	Particular	Amount ( '000)
1	Held for trading	-
2	Held to maturity	3,591,886
3	Available for Sale	47,040
	<b>TOTAL</b>	<b>3,638,926</b>

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

SN	Particular	Amount ( '000)
1	Deposit with Own Bank	224,259
2	Deposit with other Banks/Financial Institutions	-
3	Gold	413,903
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
	<b>TOTAL</b>	<b>638,162</b>