

## Disclosure Under BASEL II (IInd Quarter ) Poush 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	619,822
1.5	Other Free Reserve	34,040
1.6	Share Premium	84
1.7	Un-audited current year cumulative profit	248,787
1.8	Deduction from Capital	(166,033)
	<b>Core Capital (Tier I)</b>	<b>2,733,868</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	188,904
2.3	Exchange Equalization Reserve	4,634
2.4	Investment Adjustment reserve	532
	<b>Supplementary Capital (Tier II)</b>	<b>194,070</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	Loan to Harishidhi Bricks & Tile Factory	477
2.2	Loan to National Hydro Power Company	21,170
2.3	Loan to Kumari Builders	76,347
2.4	Loan to National Hydro Power Company	68,039
	<b>Total</b>	<b>166,033</b>

### Total Qualifying Assets

S.No	Particular	Amount ( '000)
1	Core Capital (Tier I)	2,733,868
2	Supplementary Capital (Tier II)	194,070
	<b>Total Capital Fund (Tier I and Tier II)</b>	<b>2,927,938</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	480,291
4	Claims on corporate & securities firms	12,660,210
5	Claims on regulatory retail portfolio	1,678,689
6	Claims secured by residential properties	630,245
7	Claims secured by commercial real state	560,107
8	Past due claims	239,677
9	High risk claims	1,093,294
10	Other assets	941,078
11	Off balance sheet items	2,266,148
	<b>Total</b>	<b>20,549,739</b>

**Risk weighted Exposures:**

S.No	Particular	Amount ( '000)
1	Risk Weighted Exposure for Credit Risk	20,549,739
2	Risk Weighted Exposure for Operational Risk	1,273,808
3	Risk Weighted Exposure for Market Risk	82,490
4	5% of Gross Total Income	480,400
5	5 % of Total RWA	1,095,302
	<b>Total Risk Weighted Exposures</b>	<b>23,481,738</b>

**Risk Weighted Exposure Calculation Table:**

S.No	Particular	Amount ( '000)
1	Total Risk Weighted Exposures	23,481,738
2	Total Core Capital (Tier I )	2,733,868
3	Total Capital Fund (Tier I + Tier II )	2,927,938
4	Total Core Capital to Total Risk Weighted Exposures	11.64%
5	Total Capital Fund to Total Risk Weighted Exposures	12.47%

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

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	-	-	-
2	Substandard	27,011	6,753	20,259
3	Doubtful	17,666	8,833	8,833
4	Loss	379,539	378,833	706
	<b>TOTAL</b>	<b>424,216</b>	<b>394,418</b>	<b>29,797</b>

**NPA Ratio:**

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	2.21%
2	Net NPA to Net Advances	0.16%

**Movement of NPA:**

				Amount '000
SN	Particulars	Previous Quarter (Ashwin End 2071)	This Quarter (Poush End 2071)	Increase/ (Decrease)
1	Restructure/Reshedule	76	-	(76)
2	Substandard	64,317	27,011	(37,306)
3	Doubtful	18,826	17,666	(1,160)
4	Loss	404,605	379,539	(25,066)
	<b>TOTAL</b>	<b>487,823</b>	<b>424,216</b>	<b>(63,608)</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	Previous Quarter (Ashwin End 2071)	This Quarter (Poush End 2071)	Increase/ (Decrease)
1	Loan Loss Provision	607,819	583,322	(24,497)
2	Interest Suspense	251,638	252,454	816

**Segregation of Investment Portfolio**

SN	Particular	Amount ( '000)
1	Held for trading	-
2	Held to maturity	2,631,084
3	Available for Sale	17,915
	<b>TOTAL</b>	<b>2,648,999</b>

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

SN	Particular	Amount ( '000)
1	Deposit with Own Bank	242,044
2	Deposit with other Banks/Financial Institutions	-
3	Gold	349,726
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
	<b>TOTAL</b>	<b>591,771</b>