

Disclosure Under BASEL II (IIIrd Quarter) Chaitra 2072

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	2,353,176
1.2	Proposed Bonus Equity Shares	-
1.3	Statutory General Reserves	596,819
1.4	Retained Earnings	1,990
1.5	Other Free Reserve	4,123
1.6	Share Premium	84
1.7	Un-audited current year cumulative profit	373,573
1.8	Deduction from Capital	(13,261)
	Core Capital (Tier I)	3,316,504

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	243,521
2.3	Exchange Equalization Reserve	4,634
2.4	Investment Adjustment reserve	240
	Supplementary Capital (Tier II)	248,395

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	504
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	500
2.5	Deferred Tax Assets	4,123
	Total	13,261

Total Qualifying Assets

S.No	Particular	Amount ('000)
1	Core Capital (Tier I)	3,316,504
2	Supplementary Capital (Tier II)	248,395
	Total Capital Fund (Tier I and Tier II)	3,564,899

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	652,939
4	Claims on corporate & securities firms	14,524,736
5	Claims on regulatory retail portfolio	2,647,552
6	Claims secured by residential properties	838,403
7	Claims secured by commercial real state	800,556
8	Past due claims	316,784
9	High risk claims	1,767,511
10	Other assets	1,648,394
11	Off balance sheet items	3,979,143
	Total	27,176,018

Risk weighted Exposures:

S.No	Particular	Amount ('000)
1	Risk Weighted Exposure for Credit Risk	27,176,018
2	Risk Weighted Exposure for Operational Risk	1,476,750
3	Risk Weighted Exposure for Market Risk	55,668
4	5% of Gross Total Income	507,600
5	5 % of Total RWA	1,435,422
	Total Risk Weighted Exposures	30,651,457

Risk Weighted Exposure Calculation Table:

S.No	Particular	Amount ('000)
1	Total Risk Weighted Exposures	30,651,457
2	Total Core Capital (Tier I)	3,316,504
3	Total Capital Fund (Tier I + Tier II)	3,564,899
4	Total Core Capital to Total Risk Weighted Exposures	10.82%
5	Total Capital Fund to Total Risk Weighted Exposures	11.63%

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

SN	Category	Amount '000		
		Gross	Provision	Net
1	Restructure/Reshedule	-	-	-
2	Substandard	148,405	37,101	111,304
3	Doubtful	29,031	14,515	14,515
4	Loss	201,668	201,269	399
	TOTAL	379,104	252,886	126,218

NPA Ratio:

SN	NPA Ratios	Percentage
1	Gross NPA to Gross Advances	1.63%
2	Net NPA to Net Advances	0.56%

Movement of NPA:

				Amount '000
SN	Particulars	Previous Quarter (Poush End 2072)	This Quarter (Chaitra End 2072)	Increase/ (Decrease)
1	Restructure/Reshedule	-	-	-
2	Substandard	48,204	148,405	100,202
3	Doubtful	3,035	29,031	25,996
4	Loss	339,321	201,668	(137,652)
TOTAL		390,559	379,104	(11,455)

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 (Poush End 2072)	This Quarter (Chaitra End 2072)	Increase/ (Decrease)
1	Loan Loss Provision	576,220	496,407	(79,813)
2	Interest Suspense	316,046	212,990	(103,055)

Segregation of Investment Portfolio

SN	Particular	Amount ('000)
1	Held for trading	-
2	Held to maturity	2,994,652
3	Available for Sale	12,015
TOTAL		3,006,667

Types of Eligible Credit Risk Mitigants used:

SN	Particular	Amount ('000)
1	Deposit with Own Bank	203,743
2	Deposit with other Banks/Financial Institutions	-
3	Gold	186,625
4	Securities of Government and NRB	-
5	Securities/Guarantee of Foreign Bank	-
TOTAL		390,368