

**Basel III Disclosure as required by
Capital Adequacy Framework**

The extract of the Basel III reporting of the Fourth quarter (2073/74) has been exhibited below:

		(Rs. In '000)
Particulars		Amount
a	Tier 1 Capital [Core Capital (CET 1 + AT 1)]	10,489,906
	(i) Common Equity Tier 1 (CET 1)	10,489,906
	(ii) Additional Tier 1 (AT 1)	-
b	Tier 2 Capital	472,858
c	Total Capital	10,962,764
d	Risk Weighted Exposures	69,599,780
Regulatory Ratios		
a	Leverage Ratio (Regulatory Requirement >= 4%)	10.79
b	Common Equity Tier 1 to Risk Weighted Exposure Ratios	15.07%
c	Tier 1 to Risk Weighted Exposure Ratios	15.07%
d	Total Capital to Risk Weighted Exposure Ratio	15.75%

1. Capital Structure and Capital Adequacy

(Rs. In '000)

■ (A) Tier 1 Capital and breakdown of its compents: [Core Capital (CET 1 + AT 1)]:		10,644,503
Common Equity Tier 1 (CET 1)		10,644,503
a.	Paid up Equity Share Capital	7,219,059
b.	Equity Share Premium	265,242
c.	Proposed Bonus Equity Shares	-
d.	Statutory General Reserves	2,065,468
e.	Retained Earnings	1,027,177
f.	Un-audited current year cumulative profit	-
g.	Capital Adjustment Reserve	-
h.	Other free Reserve	67,558

Additional Tier 1 (AT 1):	0
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(Rs. In '000)

■ (B) Tier 2 Capital and a breakdown of its components:		
Supplementary Capital (Tier 2)		472,858
a.	General Loan Loss Provision	405,103
b.	Investment Adjustment Reserve	2,819
c.	Exchange Equalization Reserve	64,936
d.	Other Reserves	-

■ Detailed Information About Subordinated Term Debts

Bank does not have subordinated term debts.

■ Deductions from Capital

(Rs. In '000)

Deductions From Capital		(154,597)
a.	Miscellaneous expenditure not written off	-
b.	Investment in equity in licensed Financial Institutions	-
c.	Investment in equity of institutions with financial interests	-
d.	Loans extended to Shareholders holding more than 1% percent shares	(92,059)
e.	Land & Building not used since more than 3 Years (8.7 chha)	-
f.	Deferred Tax Assets	(62,539)

(Rs. In '000)

Total Qualifying Capital		10,962,764
a.	Tier 1 Capital Less Deductions	10,489,906
b.	Tier 2 Capital	472,858

▪ **Capital Adequacy Ratio**

a.	Common Equity Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	15.07%
b.	Tier 1 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	15.07%
c.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	15.75%

2. **Risk Exposures**

▪ **Risk Weighted Exposures for Credit, Market and Operational Risk**

(Rs. In '000)

Total Risk Weighted Exposures		69,599,780
a.	Risk Weighted Exposure for Credit Risk	63,450,526
b.	Risk Weighted Exposure for Operational Risk	2,662,054
c.	Risk Weighted Exposure for Market Risk	350,410
Add:		
	3 % of Total Risk Weighted Exposure as per Supervisory Review	1,993,890
	5% of gross income	1,142,900

▪ **Risk Weighted Exposures under Categories of Credit Risk**

(Rs. In '000)

Total Risk Weighted Exposures for Credit Risk		63,450,526
a.	Claims on government and central Bank	
b.	Claims on other official entities	2,762
c.	Claims on Banks	3,316,677
d.	Claims on corporate and securities firms	21,162,377
e.	Claims on regulatory retail portfolio	5,802,241
f.	Claims secured by residential properties	2,144,655
g.	Claims secured by commercial real estate	746,652
h.	Past due claims (except for claim secured by residential properties)	133,080
i.	High risk claims	2,984,068
j.	Staff Loan secured by residential properties	287,571
k.	Other Assets	902,781
l.	Off Balance sheet items	25,967,663

▪ **Total Risk Weighted Exposure Calculation Table**

(Rs. In '000)

S.N	Particulars	Amount
a.	Total Risk Weighted Exposure	69,599,780
b.	Total Core Capital Fund	10,489,906
c.	Total Capital Fund (Tier I and Tier II Capital)	10,962,764
d.	Tier 1 Capital to Total Risk Weighted Exposures	15.07%
e.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	15.75%

▪ **Amount of NPA's (Both Gross and Net)**

(Amount in Rs.)

S.N	Particulars	Gross Amount	Loan loss Provision	Net Amount
a.	Restructured/ Reschedule Loan	-	-	-
b.	Substandard Loan	110,698,314	27,674,579	83,023,736
c.	Doubtful Loan	56,502,601	28,251,301	28,251,301
d.	Loss Loan	119,131,289	119,131,289	-
e.	Additional		-	-
Total		286,332,204	175,057,168	111,275,036

▪ **NPA Ratios**

S.N.	Ratios	%
a.	Gross NPA to Gross Advances	0.76
b.	Net NPA to Net Advances	0.30

▪ **Movement of Non - Performing Assets**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Non Performing Assets (NPA)	286,332,204	376,437,527	-23.94%

▪ **Write off of Loans and Interest Suspense during the Quarter**

There is no any wire off of loan and interest suspense during the quarter.

▪ **Movements in Loan Loss Provisions and Interest Suspense**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Loan Loss Provision	580,160,341	634,443,172	-8.56%
Interest Suspense	266,109,064	316,959,197	-16.04%

▪ **Details of additional loan loss provisions**

There is not additional loan loss provision during the quarter

▪ **Investment Portfolio**

(Amount in Rs.)

Particulars	Held To Maturity	Held for Trading	Available for Sale
Investment on Treasury Bill	1,914,454,690		
Investment on Govt. Bond	1,824,002,713		
Investment on NRB Bond & Deposit	604,580,000		
Placement (USD)	3,393,272,609		
Investment on interbank lending	-		
Investment on Shares			
Micro-Finance instututions			11,035,100
Insurance Companies		90,481,972	25,650,000
Swift Investment	404,001		-
Investment on Mutual fund			97,772,639
Hydropower Com.Ltd.		6,756,666	6,370,800
Others			20,261,364
TOTAL	7,736,714,013	97,238,638	161,089,903