

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

The extract of the Basel III reporting of the First quarter (2074/75) has been exhibited below:

		(Rs. In '000)
Particulars		Amount
a	Tier 1 Capital [Core Capital (CET 1 + AT 1)]	10,381,909
	(i) Common Equity Tier 1 (CET 1)	10,381,909
	(ii) Additional Tier 1 (AT 1)	-
b	Tier 2 Capital	501,981
c	Total Capital	10,883,890
d	Risk Weighted Exposures	74,382,301
Regulatory Ratios		
a	Leverage Ratio (Regulatory Requirement >= 4%)	10.49
b	Common Equity Tier 1 to Risk Weighted Exposure Ratios	13.96%
c	Tier 1 to Risk Weighted Exposure Ratios	13.96%
d	Total Capital to Risk Weighted Exposure Ratio	14.63%

1. Capital Structure and Capital Adequacy

(Rs. In '000)

■ (A) Tier 1 Capital and breakdown of its compents: [Core Capital (CET 1 + AT 1)]:		10,509,768
Common Equity Tier 1 (CET 1)		10,509,768
a.	Paid up Equity Share Capital	7,219,059
b.	Equity Share Premium	-
c.	Proposed Bonus Equity Shares	866,540
d.	Statutory General Reserves	2,065,468
e.	Retained Earnings	120,371
f.	Un-audited current year cumulative profit	154,010
g.	Capital Adjustment Reserve	-
h.	Other free Reserve	84,320

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)		501,981
a.	General Loan Loss Provision	419,120
b.	Investment Adjustment Reserve	17,925
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		(127,859)
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	(65,320)
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		10,883,890
a.	Tier 1 Capital Less Deductions	10,381,909
b.	Tier 2 Capital	501,981

■ **Capital Adequacy Ratio**

a.	Common Equity Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.96%
b.	Tier 1 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	13.96%
c.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	14.63%

2. **Risk Exposures**

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

(Rs. In '000)

Total Risk Weighted Exposures		74,382,301
a.	Risk Weighted Exposure for Credit Risk	67,213,163
b.	Risk Weighted Exposure for Operational Risk	3,381,979
c.	Risk Weighted Exposure for Market Risk	307,869
Add:		
	3 % of Total Risk Weighted Exposure as per Supervisory Review	2,127,090
	5% of gross income	1,352,200

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

(Rs. In '000)

Total Risk Weighted Exposures for Credit Risk		67,213,163
a.	Claims on government and central Bank	
b.	Claims on other official entities	1,600
c.	Claims on Banks	3,552,208
d.	Claims on corporate and securities firms	22,491,223
e.	Claims on regulatory retail portfolio	5,898,416
f.	Claims secured by residential properties	2,187,644
g.	Claims secured by commercial real estate	757,347
h.	Past due claims (except for claim secured by residential properties)	106,228
i.	High risk claims	2,776,452
j.	Staff Loan secured by residential properties	299,749
k.	Other Assets	1,202,209
l.	Off Balance sheet items	27,940,087

■ **Total Risk Weighted Exposure Calculation Table**

(Rs. In '000)

S.N	Particulars	Amount
a.	Total Risk Weighted Exposure	74,382,301
b.	Total Core Capital Fund	10,381,909
c.	Total Capital Fund (Tier I and Tier II Capital)	10,883,890
d.	Tier 1 Capital to Total Risk Weighted Exposures	13.96%
e.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	14.63%

■ **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	60,526,995	15,131,749	45,395,246
c.	Doubtful Loan	86,287,087	43,143,544	43,143,544
d.	Loss Loan	135,250,978	135,250,978	-
e.	Additional		-	-
Total		282,065,059	193,526,270	88,538,789

■ **NPA Ratios**

S.N.	Ratios	%
a.	Gross NPA to Gross Advances	0.73
b.	Net NPA to Net Advances	0.23

▪ **Movement of Non - Performing Assets**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Non Performing Assets (NPA)	282,065,059	286,332,204	-1.49%

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

There is no write 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	612,646,269	580,160,341	5.60%
Interest Suspense	444,039,244	266,109,064	66.86%

▪ **Details of additional loan loss provisions**

There is no 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	1,832,873,650		
Investment on Govt. Bond	2,847,452,713		
Investment on NRB Bond & Deposit	1,230,000		
Placement (USD)	3,410,997,096		
Investment on interbank lending	900,000,000		
Investment on Shares			
Micro-Finance institutions			23,454,280
Insurance Companies		90,481,972	55,620,096
Swift Investment	404,001		-
Investment on Mutual fund			100,702,375
Hydropower Com.Ltd.		6,756,666	6,370,800
Others	20,062,000		199,364
TOTAL	9,013,019,460	97,238,638	186,346,914