

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

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

(Rs. In '000)		
Particulars		Amount
a	Tier 1 Capital [Core Capital (CET	11,321,795
	(i) Common Equity Tier 1 (CET 1)	11,321,795
	(ii) Additional Tier 1 (AT 1)	-
b	Tier 2 Capital	563,514
c	Total Capital	11,885,308
d	Risk Weighted Exposures	82,766,116
Regulatory Ratios		
a	Leverage Ratio (Regulatory Requirement \geq 4%)	9.95
b	Common Equity Tier 1 to Risk Weighted Exposure Ratios	13.68%
c	Tier 1 to Risk Weighted Exposure Ratios	13.68%
d	Total Capital to Risk Weighted Exposure Ratio	14.36%

1. Capital Structure and Capital Adequacy

(Rs. In '000)		
■ (A) Tier 1 Capital and breakdown of its compents: [Core Capital (CET 1 +		11,449,654
Common Equity Tier 1 (CET 1)		11,449,654
a.	Paid up Equity Share Capital	8,088,299
b.	Equity Share Premium	-
c.	Proposed Bonus Equity Shares	-
d.	Statutory General Reserves	2,065,468
e.	Retained Earnings	120,371
f.	Un-audited current year cumulative	1,107,958
g.	Capital Adjustment Reserve	-
h.	Other free Reserve	67,558
Additional Tier 1 (AT 1):		0

(Rs. In '000)		
■ (B) Tier 2 Capital and a breakdown of its components:		
Supplementary Capital (Tier 2)		563,514
a.	General Loan Loss Provision	467,339
b.	Investment Adjustment Reserve	17,925
c.	Exchange Equalization Reserve	64,936
d.	Other Reserves	13,314

■ Detailed Information About Subordinated Term Debts

Bank does not have subordinated term debts.

(Rs. In '000)		
■ Deductions from Capital		(127,859)
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	11,885,308
a. Tier 1 Capital Less Deductions	11,321,795
b. Tier 2 Capital	563,514

■ **Capital Adequacy Ratio**

a.	Common Equity Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.68%
b.	Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.68%
c.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	14.36%

2. **Risk Exposures**

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

(Rs. In '000)

Total Risk Weighted Exposures		82,766,116
a.	Risk Weighted Exposure for Credit Risk	75,525,576
b.	Risk Weighted Exposure for Operational Risk	3,381,979
c.	Risk Weighted Exposure for Market Risk	135,082
Add:		
	3 % of Total Risk Weighted Exposure as per Supervisory Review	2,371,279
	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		75,525,576
a.	Claims on government and central Bank	-
b.	Claims on other official entities	-
c.	Claims on Banks	2,695,988
d.	Claims on corporate and securities firms	24,620,942
e.	Claims on regulatory retail portfolio	6,572,979
f.	Claims secured by residential properties	2,292,004
g.	Claims secured by commercial real estate	767,501
h.	Past due claims (except for claim secured by residential properties)	199,264
i.	High risk claims	2,590,488
j.	Staff Loan secured by residential properties	335,789
k.	Other Assets	2,263,751
l.	Off Balance sheet items	33,186,872

■ **Total Risk Weighted Exposure Calculati**

(Rs. In '000)

S.N	Particulars	Amount
a.	Total Risk Weighted Exposure	82,766,116
b.	Total Core Capital Fund	11,321,795
c.	Total Capital Fund (Tier I and Tier II Capital)	11,885,308
d.	Tier 1 Capital to Total Risk Weighted Exposures	13.68%
e.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	14.36%

■ 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	171,246,749	42,811,687	128,435,062
c.	Doubtful Loan	105,447,643	52,723,822	52,723,822
d.	Loss Loan	203,493,814	203,493,814	-
e.	Additional	-	-	-
Total		480,188,207	299,029,323	181,158,884

■ NPA Ratios

S.N.	Ratios	%
a.	Gross NPA to Gross Advances	1.13
b.	Net NPA to Net Advances	0.44

■ Movement of Non - Performing Assets

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Non Performing Assets (NPA)	480,188,207	745,660,753	-35.60%

■ Write off of Loans and Interest Suspense during the Quarter

There is no any 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	766,368,201	877,552,099	-12.67%
Interest Suspense	328,350,130	415,904,704	-21.05%

■ 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	290,570,700		
Investment on Govt. Bond	2,689,026,628		
Investment on NRB Bond & Deposit	1,273,225,000		
Placement (USD)	2,259,775,506		
Investment on interbank lending	-		
Investment on Shares			
Micro-Finance instututions			35,351,526
Insurance Companies		85,513,502	58,449,889
Swift Investment	404,001		-
Investment on Mutual fund			151,450,110
Hydropower Com.Ltd.		7,692,230	22,274,116
Others	20,062,000		200,199,364
TOTAL	6,533,063,834	93,205,732	467,725,005