

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

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

**(Rs. In '000)**

<b>Particulars</b>		<b>Amount</b>
<b>a</b>	<b>Tier 1 Capital [Core Capital (CET 1 + AT 1)]</b>	<b>10,924,023</b>
	(i) Common Equity Tier 1 (CET 1)	10,924,023
	(ii) Additional Tier 1 (AT 1)	-
<b>b</b>	<b>Tier 2 Capital</b>	<b>560,561</b>
<b>c</b>	<b>Total Capital</b>	<b>11,484,583</b>
<b>d</b>	<b>Risk Weighted Exposures</b>	<b>81,169,480</b>
<b>Regulatory Ratios</b>		
<b>a</b>	Leverage Ratio (Regulatory Requirement $\geq$ 4%)	10.37
<b>b</b>	Common Equity Tier 1 to Risk Weighted Exposure Ratios	13.46%
<b>c</b>	Tier 1 to Risk Weighted Exposure Ratios	13.46%
<b>d</b>	Total Capital to Risk Weighted Exposure Ratio	14.15%

**1. Capital Structure and Capital Adequacy**

**(Rs. In '000)**

<b>■ (A) Tier 1 Capital and breakdown of its compents: [Core Capital (CET 1 + AT 1)]:</b>		<b>11,051,882</b>
<b>Common Equity Tier 1 (CET 1)</b>		<b>11,051,882</b>
a.	Paid up Equity Share Capital	8,088,144
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 profit	710,341
g.	Capital Adjustment Reserve	-
h.	Other free Reserve	67,558

<b>Additional Tier 1 (AT 1):</b>	<b>0</b>
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**(Rs. In '000)**

<b>■ (B) Tier 2 Capital and a breakdown of its components:</b>		
<b>Supplementary Capital (Tier 2)</b>		<b>560,561</b>
a.	General Loan Loss Provision	460,937
b.	Investment Adjustment Reserve	17,925
c.	Exchange Equalization Reserve	64,936
d.	Other Reserves	16,762

**■ Detailed Information About Subordinated Term Debts**

Bank does not have subordinated term debts.

**■ Deductions from Capital**

**(Rs. In '000)**

<b>Deductions From Capital</b>		<b>(127,859)</b>
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)**

<b>Total Qualifying Capital</b>		<b>11,484,583</b>
a.	Tier 1 Capital Less Deductions	10,924,023
b.	Tier 2 Capital	560,561

■ **Capital Adequacy Ratio**

a.	Common Equity Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.46%
b.	Tier 1 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	13.46%
c.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	14.15%

2. **Risk Exposures**

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

(Rs. In '000)

<b>Total Risk Weighted Exposures</b>		<b>81,169,480</b>
a.	Risk Weighted Exposure for Credit Risk	74,045,440
b.	Risk Weighted Exposure for Operational Risk	3,381,979
c.	Risk Weighted Exposure for Market Risk	65,086
Add:		
	3 % of Total Risk Weighted Exposure as per Supervisory Review	2,324,775
	5% of gross income	1,352,200

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

(Rs. In '000)

<b>Total Risk Weighted Exposures for Credit Risk</b>		<b>74,045,440</b>
a.	Claims on government and central Bank	-
b.	Claims on other official entities	-
c.	Claims on Banks	3,096,650
d.	Claims on corporate and securities firms	24,350,846
e.	Claims on regulatory retail portfolio	6,462,314
f.	Claims secured by residential properties	2,317,016
g.	Claims secured by commercial real estate	770,463
h.	Past due claims (except for claim secured by residential properties)	945,065
i.	High risk claims	2,672,102
j.	Staff Loan secured by residential properties	321,841
k.	Other Assets	2,106,642
l.	Off Balance sheet items	31,002,502

■ **Total Risk Weighted Exposure Calculation Table**

(Rs. In '000)

S.N	Particulars	Amount
a.	Total Risk Weighted Exposure	81,169,480
b.	Total Core Capital Fund	10,924,023
c.	Total Capital Fund (Tier I and Tier II Capital)	11,484,583
d.	Tier 1 Capital to Total Risk Weighted Exposures	13.46%
e.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	14.15%

■ **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	390,166,382	97,541,596	292,624,787
c.	Doubtful Loan	72,842,223	36,421,112	36,421,112
d.	Loss Loan	282,652,147	282,652,147	-
e.	Additional		-	-
<b>Total</b>		<b>745,660,753</b>	<b>416,614,854</b>	<b>329,045,898</b>

■ **NPA Ratios**

S.N.	Ratios	%
a.	Gross NPA to Gross Advances	1.77
b.	Net NPA to Net Advances	0.80

■ **Movement of Non - Performing Assets**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Non Performing Assets (NPA)	745,660,753	605,956,197	23.06%

■ **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	877,552,099	755,671,260	16.13%
Interest Suspense	415,904,704	378,276,146	9.95%

■ **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	980,486,950		
Investment on Govt. Bond	2,680,762,170		
Investment on NRB Bond & Deposit	2,630,000		
Placement (USD)	2,881,780,606		
Investment on interbank lending	550,000,000		
<b>Investment on Shares</b>			
Micro-Finance institutions			35,064,051
Insurance Companies		82,662,935	58,190,014
Swift Investment	404,001		-
Investment on Mutual fund			164,379,770
Hydropower Com.Ltd.		7,516,964	12,053,641
Others	20,062,000		200,199,364
<b>TOTAL</b>	<b>7,116,125,726</b>	<b>90,179,899</b>	<b>469,886,840</b>