

Disclosure under Basel II

As on Mid Jan 2013 (2nd Quarter End-Poush 2069 of FY 2069/70)

Capital Structure and Capital Adequacy:

• Tier 1 Capital and Breakdown of its Components:

NPR in 000

Particulars	Amount
Paid up Equity Share Capital	1,601,126
Proposed Bonus Equity Shares	-
Share Premium	18,555
Irredeemable Non-cumulative preference shares	-
Statutory General Reserves	1,021,567
Retained Earnings	437,523
Reserve for Deffered Tax	73,780
Un-audited current year cumulative profit	642,464
Debenture Redemption Reserve	300,000
Capital Redemption Reserve	140,000
Capital Adjustment Reserve	367,147
Dividend Equalization Reserves	-
Other Free Reserve	31,226
Total (Tier 1) Capital	4,633,388

NPR in 000

Particulars	Amount
Cumulative and/or Redeemable Preference Share	160,000
Subordinated Term Debt	-
Hybrid Capital Instruments	-
General loan loss provision	418,970
Investment Adjustment Reserve -	3,476
Assets Revaluation Reserve	-
Exchange Equalization Reserve	22,903
Additional Loan Loss Provision	59,323
Other Reserves	-
Total (Tier 2) Capital	664,671

• Details of Subordinated Term Debt:

Maturity period:	-
Interest rate:	-
Interest Payment frequency:	-
Claim in case of liquidation:	-

Debenture Redemption Reserve is Rs. 300 million

• Deductions from Capital:

The bank does not hold any amount as stipulated in the Framework that qualifies for deduction from its core capital.

• Total qualifying capital:

NPR in 000

Particulars	Amount
Core Capital (Tier 1)	4,633,388
Supplementary Capital (Tier 2)	664,671
Total Capital Fund	5,298,059

Risk Exposures:

• Risk weighted exposures under each 11 categories of Credit Risk:

NPR in 000

Categorises	Risk Weighted Exposure
Claims on Government and Central Bank	-
Claims on Other Financial Entities	-
Claims on Banks	823,063
Claims on Domestic Corporates and Securities Firms	19,546,685
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	7,891,423
Claims secured by residential properties	2,461,934
Claims secured by Commercial real estate -	4,151,987
Investment in equity of Institutions	110,603
Past due claims	-
High Risk claims	2,502,309
Staff Loan Secured by Residential Property	179,209
Other Assets	1,318,159
Cash in transit and other cash items in process of collection	70
Off Balance Sheet Items	3,927,271
Total	42,912,712

• Risk weighted exposures for Credit Risk Market Risk and Operational Risk:

NPR in 000

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk (a)	42,912,712
Risk Weighted Exposure for Operational Risk (b)	3,365,355
Risk Weighted Exposure for Market Risk (c)	51,983
Adjusments under Pillar II	-
Add: 2% of the total RWE due to non Compliance to Disclosure	926,601
Add : 2% of gross income (capital charge) of immediate previous	521,959
Total Risk Weighted Exposures (a+b+c)	47,778,610

• Total Risk Weight Exposures calculation table:

NPR in 000

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	42,912,712
Risk Weighted Exposure for Operational Risk	3,365,355
Risk Weighted Exposure for Market Risk	51,983
Total Core Capital to Total Risk Weighted Exposures	9.70%
Total Capital to Total Risk Weighted Exposures	11.09%

• Amount of Non Performing Assets (both Gross and Net)

NPR in 000

Particulars	Amount	Loan Loss Provision	Net NPL
Non Performing Loans (NPL)			-
Restructured	-	-	-
Sub-Standard	31,359	31,359	-
Doubtful	70,904	70,904	-
Loss	191,995	191,995	-
Total	294,259	294,259	-

• NPA Ratios

NPA Ratios	(%)
Gross NPA to Gross Advances	0.70%
Net NPA to Net Advances	Nil

• Movement in Non Performing Assets

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	294,259	268,285	9.68%
Non Performing Assets (%)	0.70%	0.71%	-0.01%

NPR in 000

• Write off of Loans and Interest Suspense in the Quarter

Loan	
Interest Suspense	-

• Movement in Loan Loss Provision and Interest Suspense:

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Loan Loss Provision	774,741	730,305	6.08%
Interest Suspense	228,543	159,116	43.63%

• Details of Additional Loan Loss Provision:

NPR in 000

Particulars	13.01.2013
Pass	61,498
Rescheduled/ Restructured	-
Sub-Standard	23,519
Doubtful	35,452
Loss	-
Total	120,469

• Segregation of Investment Portfolio:

NPR in 000

Particulars	13.01.2013
Held for Trading	-
Held to Maturity	7,582,311
Available for sale	110,776
Total Investment	7,693,087