

Disclosure under Basel II

As on Mid April 2013 (3rd Quarter End-Chaitra 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	1,034,335
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	5,025,259

NPR in 000

Particulars	Amount
Cumulative and/or Redeemable Preference Share	160,000
Subordinated Term Debt	-
Hybrid Capital Instruments	-
General loan loss provision	415,597
Investment Adjustment Reserve	3,476
Assets Revaluation Reserve	-
Exchange Equalization Reserve	22,903
Additional Loan Loss Provision	80,490
Other Reserves	-
Total (Tier 2) Capital	682,465

• 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)	5,025,259
Supplementary Capital (Tier 2)	682,465
Total Capital Fund	5,707,724

Risk Exposures:

• **Risk weighted exposures under each 14 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	1,543,156
Claims on Domestic Corporates and Securities Firms	18,730,155
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	8,116,192
Claims secured by residential properties	2,635,587
Claims secured by Commercial real estate -	3,964,828
Investment in equity of Institutions	110,603
Past due claims	-
High Risk claims	2,600,995
Staff Loan Secured by Residential Property	179,209
Other Assets	1,341,003
Cash in transit and other cash items in process of collection	2,200
Off Balance Sheet Items	4,161,403
Total	43,385,332

• **Total Risk Weight Exposures calculation table:**

NPR in 000

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	43,385,332
Risk Weighted Exposure for Operational Risk	3,365,355
Risk Weighted Exposure for Market Risk	254,624
Adjustments under Pillar II	-
Add: 2% of the total RWE due to non Compliance to Disclosure	940,106
Add : 5% of gross income (capital charge) of immediate previous year	1,304,898
Total Risk Weighted Exposures	49,250,315
Total Core Capital to Total Risk Weighted Exposures	10.20%
Total Capital to Total Risk Weighted Exposures	11.59%

• **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	46,454	46,454	-
Doubtful	51,774	51,774	-
Loss	196,551	196,551	-

Total	294,778	294,778	-
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• NPA Ratios

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

• Movement in Non Performing Assets

Particulars	NPR in 000		
	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	294,778	294,259	0.18%
Non Performing Assets (%)	0.70%	0.70%	0.00%

NPR in 000

• Write off of Loans and Interest Suspense in the Quarter

Loan	-
Interest Suspense	-

• Movement in Loan Loss Provision and Interest Suspense:

Particulars	NPR in 000		
	This Quarter	Previous Quarter	Changes(%)
Loan Loss Provision	794,719	774,741	2.58%
Interest Suspense	233,566	228,543	2.20%

• Details of Additional Loan Loss Provision:

NPR in 000

Particulars	13.04.2013
Pass	84,344
Rescheduled/ Restructured	-
Sub-Standard	34,840
Doubtful	25,887
Loss	-
Total	145,071

• Segregation of Investment Portfolio:

NPR in 000

Particulars	13.04.2013
Held for Trading	-
Held to Maturity	8,922,378
Available for sale	25,849
Total Investment	8,948,227