

**FORM NO.1 CAPITAL ADEQUACY TABLE - 16TH JULY 2014 (32ND ASHADH 2071)**

NPR in '000

| <b>1.1 RISK WEIGHTED EXPOSURES</b>  |   | <b>Amount</b>         |
|---|---|-----------------------|
| a.  | Risk Weighted Exposure for Credit Risk - Form No. 2                                     | 50,641,431            |
| b.  | Risk Weighted Exposure for Operational Risk -Form No.5                                  | 4,119,443             |
| c.  | Risk Weighted Exposure for Market Risk  | 273,768               |
| Adjustments under Pillar II   |   |                       |
| SRP 6.4a (5)  | ALM policies & practices are not satisfactory, add 1% of net interest income to RWE     | -                     |
| SRP 6.4a (6)  | Add .....% of the total deposit due to insufficient Liquid Assets                       | -                     |
| SRP 6.4a (7)  | Add RWE equivalent to reciprocal of capital charge of 2 % of gross income.              | 687,630               |
| SRP 6.4a (9)  | Overall risk management policies and procedures are not satisfactory. Add 2% of RWE     | 1,100,693             |
| SRP 6.4a (10)   | If desired level of disclosure requirement has not been achieved, Add .....% of RWE     | -                     |
| <b>Total Risk Weighted Exposures (After Bank's Adjustment of pillar II)</b> |   | <b>56,822,964</b>     |
| <b>1.2 CAPITAL</b>  |   |                       |
| <b>Core Capital (Tier 1)</b>  |   | <b>6,219,825</b>      |
| a.  | Paid up Equity Share Capital  | 1,801,239             |
| b.  | Proposed Bonus Equity Shares  | -                     |
| c.  | Share Premium   | 18,555                |
| d.  | Irredeemable Non- cumulative preference shares  |                       |
| e.  | Statutory General Reserves  | 1,925,731             |
| f.  | Retained Earnings   | 1,735,588             |
| g.  | Reserve for Deferred Tax  | 106,569               |
| h.  | Un-audited current year cumulative profit   | -                     |
| i.  | Debenture Redemption Reserve  | 93,770                |
| j.  | Capital Adjustment Reserve  | 367,147               |
| k.  | Capital Redemption Reserve  | 140,000               |
| l.  | Other Free Reserve  | 31,226                |
| m.  | Less: Goodwill  | -                     |
| n.  | Less: Miscellaneous Expenditure not written off   | -                     |
| o.  | Less: Investment in Equity in licensed Financial Institutions                           | -                     |
| p.  | Less: Investment in Equity in licensed Financial Institutions                           | -                     |
| q.  | Less: Investment in Equity of institutions with excess of limits                        | -                     |
| r.  | Less: Investments arising out of underwriting commitments                               | -                     |
| s.  | Less: Reciprocal crossholdings  | -                     |
| t.  | Less: Other Deductions  | -                     |
| Adjustments under Pillar II   |   |                       |
|   | Less: Shortfall in Provision (6.4 a 1)  | -                     |
|   | Less: Loans and Facilities extended to Related Parties and Restricted lending (6.4 a 2) | -                     |
| <b>Supplementary Capital (Tier 2)</b>                                       |   | <b>1,104,586</b>      |
| a.  | Cumulative and/or Redeemable Preference Share   | 120,000               |
| b.  | Subordinated Term Debt  | 375,075               |
| c.  | Hybrid Capital Instruments  |                       |
| d.  | General Loan Loss Provision   | 481,478               |
| e.  | Investment Adjustment Reserve   | 3,476                 |
| f.  | Assets Revaluation Reserve  |                       |
| g.  | Exchange Equalization Reserve   | 25,843                |
| h.  | Additional Loan Loss Provision  | 98,714                |
| i.  | Other Reserves  | -                     |
| <b>Total Capital Fund (Tier I and II)</b>                                   |   | <b>7,324,410</b>      |
| <b>1.3 CAPITAL ADEQUACY RATIOS</b>  |   | <b>Current Period</b> |
|   | Tier 1 Capital to Risk Weighted Exposures   | 10.95                 |
|   | Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures                              | 12.89                 |