

**Disclosure under Basel III**

**As on Mid Apr 2017 ( 3rd Quarter End-Chaitra 2073 of FY 2073/74)**

**Capital Structure and Capital Adequacy:**

**• Tier 1 Capital and Breakdown of its Components:**

**NPR in 000**

<b>Particulars</b>	<b>Amount</b>
Paid up Equity Share Capital	4,526,427
Proposed Bonus Equity Shares	-
Share Premium	17,845
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	2,286,644
Retained Earnings	206,835
Un-audited current year cumulative profit	1,525,882
Debenture Redemption Reserve	307,540
Capital Adjustment Reserve	854,710
Capital Redemption Reserve	-
Other Free Reserve	155,123
Less: Goodwill	-
Less: Deferred Tax Assests	-
Less: Miscellaneous Expenditure not written off	-
Less: Investment in Equity in licensed Financial Institutions	-
Less: Investment in Equity in licensed Financial Institutions	-
Less: Investment in Equity of institutions with excess of limits	-
Less: Investments arising out of underwriting commitments	-
Less: Reciprocal crossholdings	-
Less: Deferred Tax Assests	(75,138)
Less: Intangible Assests	(16,540)
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>Total (Tier 1) Capital</b>	<b>9,789,327</b>

**NPR in 000**

<b>Particulars</b>	<b>Amount</b>
Cumulative and/or Redeemable Preference Share	80,000
Subordinated Term Debt	948,845
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	766,137
Investment Adjustment Reserve	50,418
Assets Revaluation Reserve	-
Exchange Equalization Reserve	27,837
Other Reserves	-
<b>Total (Tier 2) Capital</b>	<b>1,873,237</b>

**• Details of Subordinated Term Debt: Debenture**

<b>Amount</b>	<b>1068.85 million</b>
10 years Debenture	468.85 million
6 years Debenture	600 million
Interest rate:	8%
Interest Payment frequency:	HALF YEARLY
Eligible Amount for Tier 2 Capital	948.84 million

• Details of Hybrid Capital Instrument: Cumulative Convertible Preference Share	
Maturity period:	15 YEAR
Dividend Rate:	Rs. 7/- per share
Dividend Payment frequency:	YEARLY
Amount(Initial)	200 million
Eligible Amount for Tier 2 Capital	80 million

Features :

20% amount of Initial Amount will be converted in Ordinary Share in every Three Years.

#### • 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:

Particulars	NPR in 000
	Amount
Core Capital (Tier 1)	9,789,327
Supplementary Capital (Tier 2)	1,873,237
<b>Total Capital Fund</b>	<b>11,662,564</b>

#### Risk Exposures:

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

Categorises	NPR in 000
	Risk Weighted Exposure
Claims on Other Financial Entities	-
Claims on Banks	2,232,085
Claims on Domestic Corporates and Securities Firms	30,125,800
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	14472602
Claims secured by residential properties	5,872,640
Claims secured by Commercial real estate -	3389773
Investment in equity of Institutions	103,317
Past due claims	378,596
High Risk claims	9,833,867
Staff Loan Secured by Residential Property	412,045
Other Assets/Cash in Transit	1,720,409
Off Balance Sheet Items	6,619,389
<b>Total</b>	<b>75,160,523</b>

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

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	75,160,523
Risk Weighted Exposure for Operational Risk	5,682,107
Risk Weighted Exposure for Market Risk	692,134
<b>Adjustments under Pillar II</b>	-
ALM policies & practices are not satisfactory, add 1% of net interest income to RWE SRP 6.4a (5)	-
Add .....% of the total deposit due to insufficient Liquid Assets SRP 6.4a (6)	-
Add RWE equivalent to reciprocal of capital charge of 2 % of gross income SRP 6.4a (7)	833,600
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP 6.4a (9)	1,630,695
If desired level of disclosure requirement has not been achieved, Add .....% of RWE SRP 6.4a (10)	-
<b>Total Risk Weighted Exposures</b>	<b>83,999,059</b>
Total Core Capital to Total Risk Weighted Exposures	11.65%
Total Capital to Total Risk Weighted Exposures	13.88%

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

NPR in 000

Particulars	Amount	Loan Loss Provision	Net NPL
Non Performing Loans (NPL)	-	-	-
Restructured	279,656	34,957	244,699
Sub-Standard	8,901	2,225	6,676
Doubtful	6,127	3,064	3,064
Loss	198,937	198,937	-
<b>Total</b>	<b>493,621</b>	<b>239,183</b>	<b>254,438</b>

**• NPA Ratios**

NPA Ratios	(%)
Gross NPA to Gross Advances	0.67%
Net NPA to Net Advances	0.35%

**• Movement in Non Performing Assets**

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	493,621	493,621	0.00%
Non Performing Assets (%)	0.67%	0.70%	-0.03%

**• Write off of Loans and Interest Suspense in the Quarter**

NPR in 000

Loan	-
Interest Suspense	1,354.38

**• Movement in Loan Loss Provision and Interest Suspense:**

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Loan Loss Provision	1,005,320	1,010,357	-0.50%
Interest Suspense	347,390	303,210	14.57%

**• Details of Additional Loan Loss Provision:**

NPR in 000

Particulars	13.04.2017
Pass	-
Rescheduled/ Restructured	-
Sub-Standard	-
Doubtful	-
Loss	-
Others	16,464
<b>Total</b>	<b>16,464</b>

**• Segregation of Investment Portfolio:**

NPR in 000

Particulars	13.04.2017
Held for Trading	-
Held to Maturity	8,685,318
Available for sale	75,849
<b>Total Investment</b>	<b>8,761,167</b>





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