

Disclosure under Basel III

As on April 2018 (3rd Quarter End-Chaitra 2074 of FY 2074/75)

Capital Structure and Capital Adequacy:

• Tier 1 Capital and Breakdown of its Components:

NPR in 000

Particulars	Amount
Paid up Equity Share Capital	8,026,863
Proposed Bonus Equity Shares	-
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	2,687,894
Retained Earnings	448,983
Un-audited current year cumulative profit	1,803,481
Debenture Redemption Reserve	-
Capital Adjustment Reserve	474,425
Capital Redemption Reserve	47,563
Other Free Reserve	108,240
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	(70,849)
Less: Intangible Assests	(5,970)
Less: Purchase of land & building in excess of limit and unutilized	(31,200)
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)	-
Total (Tier 1) Capital	13,727,901

NPR in 000

Particulars	Amount
Cumulative and/or Redeemable Preference Share	80,000
Subordinated Term Debt	828,845
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	903,692
Investment Adjustment Reserve	1,418
Assets Revaluation Reserve	-
Exchange Equalization Reserve	28,236
Other Reserves	15,100
Total (Tier 2) Capital	1,857,291

• Details of Subordinated Term Debt: Debenture

Amount	1068.85 million
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	828.85 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:

	NPR in 000
Particulars	Amount
Core Capital (Tier 1)	13,727,901
Supplementary Capital (Tier 2)	1,857,291
Total Capital Fund	15,585,192

Risk Exposures:

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

	NPR in 000
Categorises	Risk Weighted Exposure
Claims on Other Financial Entities	-
Claims on Banks	2,990,150
Claims on Domestic Corporates and Securities Firms	42,266,777
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	15790417
Claims secured by residential properties	6,521,525
Claims secured by Commercial real estate -	1956854
Investment in equity of Institutions	105,067
Past due claims	22,824
High Risk claims	10,199,800
Staff Loan Secured by Residential Property	209,612
Other Assets/Cash in Transit	2,384,587
Off Balance Sheet Items	6,993,558
Total	89,441,171

• Total Risk Weight Exposures calculation table:

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	89,441,171
Risk Weighted Exposure for Operational Risk	6,291,389
Risk Weighted Exposure for Market Risk	624,995
Adjustments under Pillar II	-
ALM policies & practices are not satisfactory, add 1% of net interest income to RWE SRP	-
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)	953,500
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP	1,927,166
If desired level of disclosure requirement has not been achieved, Add% of RWE SRP	-
Total Risk Weighted Exposures	99,238,221
Total Core Capital to Total Risk Weighted Exposures	13.83%
Total Capital to Total Risk Weighted Exposures	15.70%

• 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	20,330	5,082	15,247
Doubtful	1,411	705	705
Loss	182,814	182,814	-
Total	204,555	188,602	15,953

• NPA Ratios

NPA Ratios	(%)
Gross NPA to Gross Advances	0.23%
Net NPA to Net Advances	0.02%

• Movement in Non Performing Assets

			NPR in 000
Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	204,555	215,732	-5.18%
Non Performing Assets (%)	0.23%	0.25%	-8.88%

• Write off of Loans and Interest Suspense in the Quarter		NPR in 000
Loan		-
Interest Suspense		110.75

• Movement in Loan Loss Provision and Interest Suspense:

			NPR in 000
Particulars	This Quarter	Previous Quarter	Changes(%)
Loan Loss Provision	1,092,295	1,065,374.58	2.53%
Interest Suspense	460,572	394,360.85	16.79%

• Details of Additional Loan Loss Provision:

		NPR in 000
Particulars	13.04.2018	
Pass		-
Rescheduled/ Restructured		-
Sub-Standard		-
Doubtful		-
Loss		-
Others		16,464
Total		16,464

• Segregation of Investment Portfolio:

		NPR in 000
Particulars	13.04.2018	
Held for Trading		-
Held to Maturity		13,341,751
Available for sale		77,599
Total Investment		13,419,350

