

**Disclosure under Basel III**

As on 13th Jan 2021 ( 2nd Quarter End-Push of FY 2077/78)

**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	8,893,717
Proposed Bonus Equity Shares	-
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	4,318,303
Retained Earnings	901,465
Un-audited current year cumulative profit	965,722
Dividend Equalization Reserve	-
Capital Adjustment Reserve	975,080
Capital Redemption Reserve	47,563
Other Free Reserve	118,587
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	-
Less: Intangible Assests	(40,668)
Less: Purchase of land & building in excess of limit and unutilized	(31,200)
Less: Other Deductions	(40,312)
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>16,346,727</b>

**NPR in 000**

<b>Particulars</b>	<b>Amount</b>
Cumulative and/or Redeemable Preference Share	40,000
Subordinated Term Debt	187,538
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	1,511,665
Investment Adjustment Reserve	2,773
Assets Revaluation Reserve	-
Exchange Equalization Reserve	35,067
Other Reserves	10,323
<b>Total (Tier 2) Capital</b>	<b>1,787,367</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		187.54 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	40 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
Core Capital (Tier 1)	16,346,727
Supplementary Capital (Tier 2)	1,787,367
<b>Total Capital Fund</b>	<b>18,134,094</b>

**Risk Exposures:**

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

Categorises	Risk Weighted Exposure
Claims on Other Financial Entities	-
Claims on Banks	3,034,907
Claims on Domestic Corporates and Securities Firms	58,806,155
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	17,918,319
Claims secured by residential properties	10,571,818
Claims secured by Commercial real estate -	2,482,720
Investment in equity of Institutions	772,147
Past due claims	285,846
High Risk claims	12,046,440
Staff Loan Secured by Residential Property	554,353
Other Assets/Cash in Transit	3,222,330
Off Balance Sheet Items	11,566,064
<b>Total</b>	<b>121,261,100</b>

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

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	121,261,100
Risk Weighted Exposure for Operational Risk	9,137,182
Risk Weighted Exposure for Market Risk	542,538
<b>Adjustments under Pillar II</b>	-
ALM policies & practices are not satisfactory, add 1% of net interest income to RWE SRP 6.	-
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)	1,865,359
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP	2,618,816
If desired level of disclosure requirement has not been achieved, Add .....% of RWE SRP 6.4a (10)	-
<b>Total Risk Weighted Exposures</b>	<b>135,424,994</b>
Total Core Capital to Total Risk Weighted Exposures	12.07%
Total Capital to Total Risk Weighted Exposures	13.39%

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

Particulars	Amount	NPR in 000	
		Loan Loss Provision	Net NPL
Non Performing Loans (NPL)	-	-	-
Restructured	-	-	-
Sub-Standard	47,721	11,930	92,610.56
Doubtful	48,008	24,004	24,003.83
Loss	135,810	135,810	-
<b>Total</b>	<b>231,539</b>	<b>171,744</b>	<b>59,795</b>

**• NPA Ratios**

NPA Ratios	(%)
Gross NPA to Gross Advances	0.19%
Net NPA to Net Advances	0.05%

**• Movement in Non Performing Assets**

Particulars	This Quarter	Previous Quarter	NPR in 000
			Changes(%)
Non Performing Assets (Volumes)	231539	273619	-15.38%
Non Performing Assets (%)	0.19%	0.22%	-13.74%

• Write off of Loans and Interest Suspense in the Quarter	NPR in 000
Loan	-
Interest Suspense	71,992.39

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

Particulars	This Quarter	Previous Quarter	NPR in 000
			Changes(%)
Loan Loss Provision	1,683,410	2,018,650	-16.61%
Interest Suspense	547,636	741,780	-26.17%

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

Particulars	NPR in 000
	13.01.2021
Pass	-
Rescheduled/ Restructured	-
Sub-Standard	-
Doubtful	-
Loss	-
Others	16,464
<b>Total</b>	<b>16,464</b>

**• Segregation of Investment Portfolio:**

Particulars	NPR in 000
	13.01.2021
Held for Trading	-
Held to Maturity	41,730,303
Available for sale	1,844,023
<b>Total Investment</b>	<b>43,574,326</b>