

**Disclosure under Basel III**

As on 17th Oct 2021 ( 1st Quarter End-Ashwin of FY 2078/79)

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

NPR in 000

Particulars	Amount
Paid up Equity Share Capital	8,893,717
Proposed Bonus Equity Shares	-
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	4,726,450
Retained Earnings	2,535,535
Un-audited current year cumulative profit	534,830
Dividend Equalization Reserve	-
Capital Adjustment Reserve	647,563
Capital Redemption Reserve	-
Debenture Redemption Reserve	421,965
Other Free Reserve	106,047
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	(30,232)
Less: Purchase of land & building in excess of limit and unutilized	(31,200)
Less: Other Deductions	(97,071)
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>17,946,074</b>

NPR in 000

Particulars	Amount
Cumulative and/or Redeemable Preference Share	40,000
Subordinated Term Debt	93,769
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	1,810,347
Investment Adjustment Reserve	2,763
Assets Revaluation Reserve	-
Exchange Equalization Reserve	38,060
Other Reserves	5,263
<b>Total (Tier 2) Capital</b>	<b>1,990,203</b>

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

<b>Amount</b>	<b>468.85 million</b>
10 years Debenture	468.85 million
Interest rate:	8%
Interest Payment frequency:	HALF YEARLY
Eligible Amount for Tier 2 Capital	93.77 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
	Amount
Core Capital (Tier 1)	17,946,074
Supplementary Capital (Tier 2)	1,990,203
<b>Total Capital Fund</b>	<b>19,936,277</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	3,786,921
Claims on Domestic Corporates and Securities Firms	72,976,562
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	20,140,846
Claims secured by residential properties	10,774,706
Claims secured by Commercial real estate -	2,452,590
Investment in equity of Institutions	2,187,053
Past due claims	58,868
High Risk claims	13,591,554
Staff Loan Secured by Residential Property	554,353
Other Assets/Cash in Transit	4,785,476
Off Balance Sheet Items	13,825,990
<b>Total</b>	<b>145,134,921</b>

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

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	145,134,921
Risk Weighted Exposure for Operational Risk	8,883,926
Risk Weighted Exposure for Market Risk	677,035
<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 3% of gross income SRP 6.4a (7)	1,520,646
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP	3,093,918
If desired level of disclosure requirement has not been achieved, Add .....% of RWE SRP 6.4a (10)	-
<b>Total Risk Weighted Exposures</b>	<b>159,310,446</b>
Total Core Capital to Total Risk Weighted Exposures	11.26%
Total Capital to Total Risk Weighted Exposures	12.51%

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

Particulars	Amount	Loan Loss Provision	NPR in 000
			Net NPL
Non Performing Loans (NPL)	-	-	-
Restructured	-	-	-
Sub-Standard	57,427	14,357	43,070
Doubtful	30,958	15,479	15,479
Loss	92,628	92,628	-
<b>Total</b>	<b>181,014</b>	<b>122,464</b>	<b>58,550</b>

**• NPA Ratios**

NPA Ratios	(%)
Gross NPA to Gross Advances	0.13%
Net NPA to Net Advances	0.04%

**• Movement in Non Performing Assets**

Particulars	This Quarter	Previous Quarter	NPR in 000
			Changes(%)
Non Performing Assets (Volumes)	181,014	158,801	13.99%
Non Performing Assets (%)	0.13%	0.12%	6.87%

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

	NPR in 000
Loan	-
Interest Suspense	-

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

Particulars	This Quarter	Previous Quarter	NPR in 000
			Changes(%)
Loan Loss Provision	2,221,314	2,083,103	6.63%
Interest Suspense	627,406	541,410	15.88%

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

Particulars	NPR in 000
	17.10.2021
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
	17.10.2021
Held for Trading	-
Held to Maturity	31,327,512
Available for sale	2,069,955
<b>Total Investment</b>	<b>33,397,466</b>