

**Disclosure under Basel III**

As on 17th Oct 2022 ( 1st Quarter End-Ashwin of FY 2079/80)

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

NPR in 000

Particulars	Amount
Paid up Equity Share Capital	9,467,340
Proposed Bonus Equity Shares	-
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	5,310,782
Retained Earnings	4,701,518
Un-audited current year cumulative profit	-
Dividend Equalization Reserve	-
Capital Adjustment Reserve	647,563
Capital Redemption Reserve	468,845
Debenture Redemption Reserve	-
Other Free Reserve	88,177
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	(26,446)
Less: Purchase of land & building in excess of limit and unutilized	(31,200)
Less: Other Deductions	(105,011)
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>20,760,038</b>

NPR in 000

Particulars	Amount
Cumulative and/or Redeemable Preference Share	-
Subordinated Term Debt	2,000,000
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	1,977,556
Investment Adjustment Reserve	2,691
Assets Revaluation Reserve	-
Exchange Equalization Reserve	51,738
Other Reserves	16,464
<b>Total (Tier 2) Capital</b>	<b>4,048,449</b>

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

<b>Amount</b>		<b>3325.63 million</b>
	10 years Debenture	468.85 Million
	8 years Debenture	856.78 Million
	6 Years Debenture	2000.00 Million
Interest rate:		8% , 8.5% & 10.50%
Interest Payment frequency:		HALF YEARLY
Eligible Amount for Tier 2 Capital		2,000.00

**• 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**

<b>Particulars</b>	<b>Amount</b>
Core Capital (Tier 1)	20,760,038
Supplementary Capital (Tier 2)	4,048,449
<b>Total Capital Fund</b>	<b>24,808,488</b>

**Risk Exposures:**

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

**NPR in 000**

<b>Categorises</b>	<b>Risk Weighted Exposure</b>
Claims on Other Financial Entities	-
Claims on Banks	3,745,835
Claims on Domestic Corporates and Securities Firms	80,651,561
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	18,054,541
Claims secured by residential properties	10,661,046
Claims secured by Commercial real estate -	1,795,311
Investment in equity of Institutions	2,722,768
Lending against Shares(upto Rs.2.5 Million)	19,755
Past due claims	-
High Risk claims	26,754,909
Staff Loan Secured by Residential Property	554,353
Other Assets/Cash in Transit	5,983,089
Off Balance Sheet Items	19,594,977
<b>Total</b>	<b>170,538,145</b>

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

<b>RISK WEIGHTED EXPOSURES</b>	<b>Amount</b>
Risk Weighted Exposure for Credit Risk	170,538,145
Risk Weighted Exposure for Operational Risk	8,947,133
Risk Weighted Exposure for Market Risk	162,417
<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)	1,998,527
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP	3,592,954
If desired level of disclosure requirement has not been achieved, Add .....% of RWE SRP 6.4a (10)	-
<b>Total Risk Weighted Exposures</b>	<b>185,239,176</b>
Total Core Capital to Total Risk Weighted Exposures	11.21%
Total Capital to Total Risk Weighted Exposures	13.39%

• 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	367,251	91,813	35,311
Doubtful	52,109	26,055	20,087
Loss	99,118	99,118	-
<b>Total</b>	<b>518,478</b>	<b>216,985</b>	<b>301,493</b>

• NPA Ratios

NPA Ratios	(%)
Gross NPA to Gross Advances	0.33%
Net NPA to Net Advances	0.19%

• Movement in Non Performing Assets

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	518,478	375,970	37.90%
Non Performing Assets (%)	0.33%	0.24%	36.36%

• Write off of Loans and Interest Suspense in the Quarter

NPR in 000

Loan	-
Interest Suspense	-

• Movement in Loan Loss Provision and Interest Suspense:

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Loan Loss Provision	2,712,509	2,540,474	6.77%
Interest Suspense	759,138	605,065	25.46%

• Details of Additional Loan Loss Provision:

NPR in 000

Particulars	17.10.2022
Pass	2,165,245
Watch List	167,192
Rescheduled/ Restructured	146,623
Sub-Standard	91,813
Doubtful	26,055
Loss	99,118
Others	16,464
<b>Total</b>	<b>2,712,509</b>

• Segregation of Investment Portfolio:

NPR in 000

Particulars	17.10.2022
Held for Trading	-
Held to Maturity	33,590,578
Available for sale	1,661,540
<b>Total Investment</b>	<b>35,252,118</b>