

Disclosure under Basel III

As on 16th July 2023 (4th Quarter End-Ashad 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	10,698,094
Proposed Bonus Equity Shares	-
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	5,973,506
Retained Earnings	4,333,205
Un-audited current year cumulative profit	-
Dividend Equalization Reserve	-
Capital Adjustment Reserve	647,563
Capital Redemption Reserve	-
Debenture Redemption Reserve	468,845
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	(23,038)
Less: Purchase of land & building in excess of limit and unutilized	(70,289)
Less: Negative Balances of reserve accounts	(120,770)
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	22,233,763

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	2,146,603
Investment Adjustment Reserve	2,691
Assets Revaluation Reserve	-
Exchange Equalization Reserve	64,765
Other Reserves	-
Total (Tier 2) Capital	4,214,058

• Details of Subordinated Term Debt: Debenture

Amount	3325.63 Million
10 years Debenture	468.85 Million
8 years Debenture	856.78 Million
6 Years Debenture	2000.00 Million
10 years Energy Bond	746.83 Million
Interest rate:	8% , 8.5%, 10.50% & 7.5%
Interest Payment frequency:	HALF YEARLY/QUARTERLY
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	
Particulars	Amount
Core Capital (Tier 1)	22,233,763
Supplementary Capital (Tier 2)	4,214,058
Total Capital Fund	26,447,821

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	5,364,170
Claims on Domestic Corporates and Securities Firms	88,125,015
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	20,626,573
Claims secured by residential properties	12,917,464
Claims secured by Commercial real estate	2,237,456
Trust Receipt Loans for Trading Firms	1,893,773
Investment in equity of Institutions	866,160
Lending against Shares(upto Rs.2.5 Million)	17,864
Past due claims	746,214
High Risk claims	22,752,878
Staff Loan Secured by Residential Property	1,551,050
Other Assets/Cash in Transit	4,558,277
Off Balance Sheet Items	20,796,943
Total	182,453,837

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

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	182,453,837
Risk Weighted Exposure for Operational Risk	8,947,133
Risk Weighted Exposure for Market Risk	742,835
Adjusments under Pillar II	
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)	1,998,521
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP	3,842,876
If desired level of disclosure requirement has not been achieved, Add% of RWE SRP 6.4a (10)	-
Total Risk Weighted Exposures	197,985,202
Total Core Capital to Total Risk Weighted Exposures	11.23%
Total Capital to Total Risk Weighted Exposures	13.36%

• 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	488,811	122,203	366,608
Doubtful	482,648	241,324	241,324
Loss	360,047	360,047	-
Total	1,331,506	723,574	607,932

• NPA Ratios

NPA Ratios	(%)
Gross NPA to Gross Advances	0.79%
Net NPA to Net Advances	0.36%

• Movement in Non Performing Assets

NPR in 000			
Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	1,331,506	1,180,024	12.84%
Non Performing Assets (%)	0.79%	0.70%	13.14%

• Write off of Loans and Interest Suspense in the Quarter	NPR in 000
Loan	(166.82)
Interest Suspense	-

• Movement in Loan Loss Provision and Interest Suspense:

NPR in 000			
Particulars	This Quarter	Previous Quarter	Changes(%)
Loan Loss Provision	3,137,511	2,953,569	6.23%
Interest Suspense	862,436	1,401,696	-38.47%

• Details of Additional Loan Loss Provision:

NPR in 000	
Particulars	14.01.2023
Pass	2,130,139
Watch List	136,162
Rescheduled/ Restructured	131,173
Sub-Standard	122,203
Doubtful	241,324
Loss	360,047
Others	16,464
Total	3,137,511

• Segregation of Investment Portfolio:

NPR in 000	
Particulars	14.01.2023
Held for Trading	-
Held to Maturity	40,367,498
Available for sale	2,075,204
Total Investment	42,442,702