

**Disclosure under Basel III**  
**As on 15th July 2024 (4th Quarter End-Ashadh of FY 2080/81)**

**Capital Structure and Capital Adequacy:**

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

<b>NPR in '000</b>	
<b>Particulars</b>	<b>Amount</b>
Paid up Equity Share Capital	11,767,904
Proposed Bonus Equity Shares	
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	6,748,472
Retained Earnings	3,514,465
Un-audited current year cumulative profit	-
Debenture Redemption Reserve	768,575
Capital Adjustment Reserve	1,116,408
Capital Redemption Reserve	-
Other Free Reserve	87,982
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	(24,477)
Less: Purchase of land & building in excess of limit and unutilized	-
Less: Other Deductions	(201,830)
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>24,015,970</b>

<b>NPR in 000</b>	
<b>Particulars</b>	<b>Amount</b>
Cumulative and/or Redeemable Preference Share	-
Subordinated Term Debt	1,600,000
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	2,161,844
Investment Adjustment Reserve	2,691
Assets Revaluation Reserve	-
Exchange Equalization Reserve	69,622
Other Reserves	-
<b>Total (Tier 2) Capital</b>	<b>3,834,157</b>

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

<b>Amount</b>	<b>3603.61 million</b>
8 Years	856.78 million
6 Years	2000 million
10 Years	746.83 million
Interest rate:	8.50%/10.50%/7.50%
Interest Payment frequency:	HALF YEARLY/QUARTERLY
Eligible Amount for Tier 2 Capital	1600 Million

**• Details of Hybrid Capital Instrument: Cumulative Convertible Preference Share**

Maturity period:	N/A
Dividend Rate:	

Dividend Payment frequency:	
Amount(Initial)	
Eligible Amount for Tier 2 Capital	

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)	24,015,970
Supplementary Capital (Tier 2)	3,834,157
<b>Total Capital Fund</b>	<b>27,850,127</b>

**Risk Exposures:**

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

**NPR in 000**

Categorises	Risk Weighted Exposure
Claims on Government and Central Bank	
Claims on Other Financial Entities	
Claims on Banks	4,145,941
Claims on Domestic Corporates and Securities firms	99,140,664
Claims on Regulatory Retail Portfolio	24,472,329
Claims secured by residential properties	13,301,188
Claims secured by Commercial real estate	1,793,749
Past due claims	1,340,585
High Risk claims	23,490,242
Other Assets	10,832,296
Off Balance Sheet Items	25,182,337
<b>Total</b>	<b>203,699,332</b>

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

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	203,699,332
Risk Weighted Exposure for Operational Risk	9,787,726
Risk Weighted Exposure for Market Risk	616,576
<b>Adjustments under Pillar II</b>	-
ALM policies & practices are not satisfactory, add 1% of net interest income to RWE SRP 6.4a (5)	-
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)	4,282,073
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP 6.4a (9)	2,464,372
If desired level of disclosure requirement has not been achieved, Add .....% of RWE SRP 6.4a (10)	-
<b>Total Risk Weighted Exposures</b>	<b>220,850,079</b>
Total Core Capital to Total Risk Weighted Exposures	10.87%
Total Capital to Total Risk Weighted Exposures	12.61%

• 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	495,764	123,941	371,823
Doubtful	220,592	110,296	110,296
Loss	605,603	605,603	-
<b>Total</b>	<b>1,321,959</b>	<b>839,840</b>	<b>482,119</b>

• NPA Ratios

NPA Ratios	(%)
Gross NPA to Gross Advances	0.71%
Net NPA to Net Advances	0.26%

• Movement in Non Performing Assets

NPR in 000

Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	1,321,959	1,306,628	1.17%
Non Performing Assets (%)	0.71%	0.70%	1.34%

• 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	3,455,834	3,810,617	-9.31%
Interest Suspense	1,135,588	1,591,053	-28.63%

• Details of Additional Loan Loss Provision:

NPR in 000

Particulars	15-07-2024
Pass	2,161,844
Watch List	229,508
Rescheduled/ Restructured	224,642
Sub-Standard	123,941
Doubtful	110,296
Loss	605,603
Others	-
<b>Total</b>	<b>3,455,834</b>

• Segregation of Investment Portfolio:

NPR in 000

Particulars	15-07-2024
Held for Trading	-
Held to Maturity	63,110,073
Available for sale	1,996,250
<b>Total Investment</b>	<b>65,106,324</b>