

**Disclosure under Basel III**

As on 13th Apr 2019 ( 3rd Quarter End-Chaitra 2075 of FY 2075/76)

**Capital Structure and Capital Adequacy:**

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

NPR in 000

Particulars	Amount
Paid up Equity Share Capital	8,026,863
Proposed Bonus Equity Shares	-
Share Premium	238,470
Irredeemable Non- cumulative preference shares	-
Statutory General Reserves	3,204,230
Retained Earnings	133,664
Un-audited current year cumulative profit	1,947,045
Debenture Redemption Reserve	-
Capital Adjustment Reserve	641,310
Capital Redemption Reserve	47,563
Other Free Reserve	125,614
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	(45,926)
Less: Purchase of land & building in excess of limit and unutilized	(31,200)
Less: Other Deductions	(93,452)
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>14,194,181</b>

NPR in 000

Particulars	Amount
Cumulative and/or Redeemable Preference Share	80,000
Subordinated Term Debt	615,076
Hybrid Capital Instruments	-
Stock Premium	-
General loan loss provision	1,110,133
Investment Adjustment Reserve	1,418
Assets Revaluation Reserve	-
Exchange Equalization Reserve	30,162
Other Reserves	15,800
<b>Total (Tier 2) Capital</b>	<b>1,852,589</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	615.08 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	80 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:**

	NPR in 000
Particulars	Amount
Core Capital (Tier 1)	14,194,181
Supplementary Capital (Tier 2)	1,852,589
<b>Total Capital Fund</b>	<b>16,046,770</b>

**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	3,647,972
Claims on Domestic Corporates and Securities Firms	51,242,747
Claims on Regulatory Retail Portfolio & Other Retail Portfolio	17,126,804
Claims secured by residential properties	8,761,821
Claims secured by Commercial real estate -	3760045
Investment in equity of Institutions	465,319
Past due claims	47,748
High Risk claims	10,792,325
Staff Loan Secured by Residential Property	355,462
Other Assets/Cash in Transit	3,042,870
Off Balance Sheet Items	8,351,172
<b>Total</b>	<b>107,594,286</b>

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

RISK WEIGHTED EXPOSURES	Amount
Risk Weighted Exposure for Credit Risk	107,594,286
Risk Weighted Exposure for Operational Risk	7,453,830
Risk Weighted Exposure for Market Risk	1,329,796
<b>Adjustments under Pillar II</b>	-
ALM policies & practices are not satisfactory, add 1% of net interest income to RWE SRP	-
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)	1,194,390
Overall risk management policies and procedures are not satisfactory. Add 2% of RWE SRP	2,327,558
If desired level of disclosure requirement has not been achieved, Add .....% of RWE SRP 6.4a (10)	-
<b>Total Risk Weighted Exposures</b>	<b>119,899,860</b>
Total Core Capital to Total Risk Weighted Exposures	11.84%
Total Capital to Total Risk Weighted Exposures	13.38%

**• 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	46,546	11,637	34,910
Doubtful	11,840	5,920	5,920
Loss	140,072	140,072	-
<b>Total</b>	<b>198,458</b>	<b>157,628</b>	<b>40,830</b>

**• NPA Ratios**

NPA Ratios	(%)
Gross NPA to Gross Advances	0.18%
Net NPA to Net Advances	0.00%

**• Movement in Non Performing Assets**

			NPR in 000
Particulars	This Quarter	Previous Quarter	Changes(%)
Non Performing Assets (Volumes)	198,458	198,458	0.00%
Non Performing Assets (%)	0.18%	0.19%	-4.92%

<b>• Write off of Loans and Interest Suspense in the Quarter</b>		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	1,267,761	1,240,067	2.23%
Interest Suspense	410,024	367,984	11.42%

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

		NPR in 000
Particulars	13.04.2019	
Pass		-
Rescheduled/ Restructured		-
Sub-Standard		-
Doubtful		-
Loss		-
Others		16,464
<b>Total</b>		<b>16,464</b>

**• Segregation of Investment Portfolio:**

		NPR in 000
Particulars	13.04.2019	
Held for Trading		-
Held to Maturity		20,002,274
Available for sale		935,269
<b>Total Investment</b>		<b>20,937,543</b>