

Citizens Bank International Limited

Kamaladi , Kathmandu

DISCLOSURE AS PER BASSEL II

For the Second Quarter Ending 30th Poush 2067

1 Capital structure and Capital Adequacy:

Core capital and its components

	Description	Amount
a	Paid up equity Share capital	1,893,482,000.00
b	Statutory general reserve	73,322,699.00
c	Retained earning	27,108,233.00
d	Share Premium	37,889,692.88
e	Un-Audited Current year Cumulative profit	110,359,887.69
	Less: Miscellaneous Expenditure not written off	(3,214,055.41)
	Core Capital (tier 1)	2,138,948,457.16

Supplementary capital and its components:

	Description	Amount
a	General loan loss provision	123,376,060.20
b	Exchange Equilisation reserve	814,556.68
c	Investment Adjustment Reserve	74,000.00
	Supplementary Capital(Tier 2)	124,264,616.88

Detailed information about the term debts with information on the outstanding amount, maturity, amount raised during the year and amount eligible to be reckoned as capital fund.

NIL

Deduction from Capital:

NIL

Total Qualifying capital

	Description	Amount
a	Core capital(Tier 1)	2,138,948,457.16
b	Supplementary Capital(Tier2)	124,264,616.88
	Total Capital Fund(Tier1 & 2)	2,263,213,074.04

Capital Adequacy ratio

Risk weighted exposure for credit risk, market risk and operational risk

	RISK WEIGHTED EXPOSURE	Amount
a	Risk weighted Exposure for credit risk	13,078,229,409.82
b	Risk weighted Exposure for Operational Risk	547,701,811.01
c	Risk weighted Exposure for Market Risk	25,810,977.27
	Total Risk weighted exposure(a+b+c)	13,651,742,198.10

11 categories of credit risk weighted exposure

	Risk Weighted Exposure	Amount
a	Claims On Government and Central Bank	-
b	Claims On Other Official Entities	1,680,572.03
c	Claims On Banks	289,998,126.88
d	Claims on Corporate And Securities Firms	6,303,956,271.77
e	Claims On Regulatory Retail Portfolio	1,319,864,568.83
f	Claims Secured By Resedential Properties	333,297,766.24
g	Claims Secured By Commercial Real Estate	2,685,225,675.10
h	Past Due Claims	17,100,788.52
i	High Risk Claims	874,237,020.67
j	Other Assets	331,593,256.77
k	Off Balance Sheet Items	921,275,363.03
	Total Risk Weighted Assets	13,078,229,409.82

Total Risk Weighted Exposure Calculation Table

a	Risk weighted Exposure for credit risk	13,078,229,409.82
b	Risk weighted Exposure for Operational Risk	547,701,811.01
c	Risk weighted Exposure for Market Risk	25,810,977.27
d	Capital charge for shortfall of liquid assets	375,694,099.25
e	1% of Net Interest Income as Supervisory Haircut	3,132,713.86
f	1% of RWE as Supervisory Haircut	136,517,421.98
g	Total Risk weighted exposure	14,167,086,433.20
h	Total capital fund(tier I& tier II)	2,263,213,074.04
	Capital Adequacy Ratios(f ÷ e)	15.98%

Amount of non performing Assets(Both Gross and Net)

Restructured/Rescheduled loan

NIL

Substandard Loan

NPR 5,244,804.54

Doubtful Loan

NPR 4,120,659.95

Loss Loan

NPR 29,221,251.25

Ratio of Non Performing Assets

Gross NPA to Gross Advances

0.31%

Net NPA to Net Advances

0.05%

Movement of Non performing Assets

Non performing assets upto previous quarter was NPR 45,553,134.80 which has been decreased to NPR 38,586,715.74 in this quarter.

Write off of Loans and Interest Suspense

NIL

Movement in Loan Loss Provisions and interest Suspense

loan loss provision and interest suspense upto Ashwin end 2067 was NPR 151,161,972.97 and NPR 60,812,357.35 respectively . The same is NPR185,968,842.56 and NPR 34,275,444.24 respectively for this quarter.

Detail of Additional Loan loss Provisions

Additional loan loss provision of NPR 30,000,000.00 made for loss loan

Segregation of investment portfolio into held for trading, held to maturity and available for sale category

All investment portfolios are held to maturity category

Summary of the banks internal approach to assess the adequacy of its capital to support current and future activities

The paid up capital of the bank is NPR 1,893,482,000.00. The Bank has plan to ask for balance NPR 106,500,000.00 from promoters as balance of unsubscribed right shares in near future. The Bank has a approach of extensive advertisement to attract the depositors. Similarly the Bank is planning to revise the interest rate to lure the depositors to make its deposit portfolio strong in future.

Summary of the terms, conditions and main features of all capital instruments, especially in case of subordinated terms debts including hybrid capital instrument

All the capital of the bank is unconditional. We do not have any subordinate terms debt.