

1 Capital structure and Capital Adequacy:

Core capital and its components

	Description	Amount
a	Paid up equity Share capital	1,000,000,000.00
b	Statutory general reserve	30,130,234.39
c	Retained earning	3,246,163.82
d	Un-Audited Current year Cumulative profit	39,968,676.40
	Core Capital (tier 1)	1,073,345,074.61

Supplementary capital and its components:

	Description	Amount
a	General loan loss provision	93,569,164.30
b	Exchange Equilisation reserve	697,082.50
	Supplementary Capital(Tier 2)	94,266,246.80

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)	1,073,345,074.61
b	Supplementary Capital(Tier2)	94,266,246.80
	Total Capital Fund(Tier1 & 2)	1,167,611,321.41

Capital Adequacy ratio

10.64%

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

	RISK WEIGHTED EXPOSURE	Amount
a	Risk weighted Exposure for credit risk	10,509,019,195.11
b	Risk weighted Exposure for Operational Risk	392,305,517.92
c	Risk weighted Exposure for Market Risk	14,710,362.36
d	Total Risk weighted exposure(a+b+c)*	10,973,959,681.57

*include risk weight exposure amount NPR 57,924,606.19(0.5% of total deposit) for shortfall of liquid assets.

11 categories of credit risk weighted exposure

	Risk Weighted Exposure	Amount
a	Claims On Government and Central Bank	-
b	Claims On Other Official Entities	17,490,807.45
c	Claims On Banks	489,187,634.80
d	Claims on Corporate And Securities Firms	4,143,279,980.54
e	Claims On Regulatory Retail Portfolio	1,089,018,884.87
f	Claims Secured By Resedential Properties	294,611,330.60
g	Claims Secured By Commercial Real Estate	2,306,833,174.73
h	Past Due Claims	1,350,000.00
i	High Risk Claims	965,045,698.46
j	Other Assets	289,994,138.60
k	Off Balance Sheet Items	910,220,045.08
	Total Risk Weighted Assets	10,507,031,695.11

Total Risk Weighted Exposure Calculation Table

a	Risk weighted Exposure for credit risk	10,509,019,195.11
b	Risk weighted Exposure for Operational Risk	392,305,517.92
c	Risk weighted Exposure for Market Risk	14,710,362.36
d	Capital charge for shortfall of liquid assets	57,924,606.19
e	Total Risk weighted exposure	10,973,959,681.57
f	Total capital fund(tier I& tier II)	1,167,611,321.41
	Capital Adequacy Ratios(f ÷ e)	10.64%

Amount of non performing Assets(Both Gross and Net)

Restructured/Rescheduled loan

NIL

Substandard Loan

NPR 1,200,000

Doubtful Loan

NIL

Loss Loan

NIL

Ratio of Non Performing Assets

Gross NPA to Gross Advances

0.01%

Net NPA to Net Advances

0.01%

Movement of Non performing Assets

Non performing assets upto previous quarter was Nil which has been increased to NPR 1,200,000 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 Ashad end 2066 was NPR 82,102,163.24 and NPR 10,920,133.48 respectively which has been increased to NPR 93,869,164.30 and NPR 14,396,431.68 respectively.

Detail of Additional Loan loss Provisions

Additional loan loss provision of NPR 300,000 made for Substandard 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

Existing paid up capital of the bank is NPR 1,000,000,000. Similarly as per directive of Nepal Rastra Bank, bank has plan to increase its paid up capital of NPR 2 billion by the end of Fiscal Year 2066/67

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.