

Citizens Bank International Limited
Kamaladi , Kathmandu
DISCLOSURE AS PER BASSEL II
For the Third Quarter Ending 30th Chaitra 2067

1 Capital structure and Capital Adequacy:

Core capital and its components

	Description	Amount
a	Paid up equity Share capital	1,922,283,000.00
b	Statutory general reserve	73,322,699.00
c	Retained earning	27,108,233.00
d	Share Premium	38,642,172.08
e	Un-Audited Current year Cumulative profit	174,312,658.35
	Less: Miscellaneous Expenditure not written off	(3,055,210.53)
	Core Capital (tier 1)	2,232,613,551.90

Supplementary capital and its components:

	Description	Amount
a	General loan loss provision	127,427,262.38
b	Exchange Equilisation reserve	814,556.68
c	Investment Adjustment Reserve	74,000.00
	Supplementary Capital(Tier 2)	128,315,819.06

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)	2,232,613,551.90
b	Supplementary Capital(Tier2)	128,315,819.06
	Total Capital Fund(Tier1 & 2)	2,360,929,370.97

Capital Adequacy ratio

16.42%

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

	RISK WEIGHTED EXPOSURE	Amount
a	Risk weighted Exposure for credit risk	13,656,433,014.64
b	Risk weighted Exposure for Operational Risk	547,701,811.01
c	Risk weighted Exposure for Market Risk	31,084,981.14
d	Total Risk weighted exposure(a+b+c)*	14,235,219,806.79

11 Categories of Credit Risk Weighted Exposure

	Risk Weighted Exposure	Amount
a	Claims On Government and Central Bank	-
b	Claims On Other Official Entities	-
c	Claims On Banks	408,555,673.89
d	Claims on Corporate And Securities Firms	6,711,288,894.36
e	Claims On Regulatory Retail Portfolio	1,360,539,402.98
f	Claims Secured By Resedential Properties	330,541,019.79
g	Claims Secured By Commercial Real Estate	2,608,604,579.09
h	Past Due Claims	53,135,422.00
i	High Risk Claims	859,266,619.10
j	Other Assets	353,365,462.43
k	Off Balance Sheet Items	971,135,941.01
	Total Risk Weighted Assets	13,656,433,014.64

Total Risk Weighted Exposure Calculation Table

a	Risk weighted Exposure for credit risk	13,656,433,014.64
b	Risk weighted Exposure for Operational Risk	547,701,811.01
c	Risk weighted Exposure for Market Risk	31,084,981.14
d	Capital charge for shortfall of liquid assets	-
e	1% of Net Interest Income As Supervisory Haircut	4,686,204.45
f	1% of RWE as Supervisory Haircut	142,352,198.07
g	Total Risk weighted exposure	14,382,258,209.31
h	Total capital fund(tier I& tier II)	2,361,453,284.21
	Capital Adequacy Ratios(f ÷ e)	16.42%

Amount of non performing Assets(Both Gross and Net)

Restructured/Rescheduled loan

NIL

Substandard Loan

NPR 28,534,551.66

Doubtful Loan

NIL

Loss Loan

NPR 29,221,251.25

Ratio of Non Performing Assets

Gross NPA to Gross Advances

0.451%

Net NPA to Net Advances

0.169%

Movement of Non performing Assets

Non performing assets upto previous quarter was NPR 38,586,715.74 which has been increased to NPR 57,755,802.91 in this quarter. However, the bank has been able to remove all of its doubtful loans, and the increase is due to the increase in sub-standard loans.

Write off of Loans and Interest Suspense

NIL

Movement in Loan Loss Provisions and interest Suspense

Loan Loss Provision and Interest Suspense upto Poush End 2067 was NPR 185,968,842.56 and NPR 34,275,444.24 respectively. The same is NPR 193,728,508.73 and NPR 47,632,716.82 respectively as of Chaitra End 2067.

Detail of Additional Loan loss Provisions

Additional Loan Loss Provision of 30,000,000.00 made as of Poush End 2067 has been maintained.

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 1,922,283,000.00, the bank is already in the process of increasing the paid up capital to NPR 2,000,000,000 by auction of the unsubscribed right shares of promoters and it is expected that unsubscribed capital will be collected by the end of Ashad 2068.

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.