

**Basel II Disclosure as required by  
Capital Adequacy Framework**

**The extract of the Basel II reporting of the First quarter (2069/70) has been exhibited below:**

**1. Capital Structure and Capital Adequacy**

■ **Tier 1 Capital and a breakdown of its components:** (Rs. In '000)

<b>Core Capital (Tier 1)</b>		<b>2,951,209</b>
a.	Paid up Equity Share Capital	2,009,396
b.	Share Premium	35,870
c.	Statutory General Reserves	1,118,738
d.	Retained Earnings	(345,995)
e.	Un-audited current year cumulative profit	61,200
f.	Capital Adjustment Reserve	72,000

■ **Tier 2 Capital and a breakdown of its components:** (Rs. In '000)

<b>Supplementary Capital (Tier 2)</b>		<b>218,831</b>
a.	General Loan Loss Provision	154,874
b.	Investment Adjustment Reserve	2,673
c.	Exchange Equalization Reserve	61,284
d.	Other Reserves (Deferred Tax Reserve)	-

■ **Detailed Information About Subordinated Term Debts**

Bank does not have subordinated term debts.

■ **Deductions from Capital** (Rs. In '000)

<b>Deductions From Capital</b>		<b>(779,390)</b>
a.	Miscellaneous expenditure not written off	-
b.	Investment in equity in licensed Financial Institutions	(6,986)
c.	Investment in equity of institutions with financial interests	(90,106)
d.	Loans extended to Shareholders holding more than 1% percent Shares	(682,298)

■ **Total Qualifying Capital** (In Rs. '000)

<b>Total Qualifying Capital</b>		<b>239,0650</b>
a.	Tier 1 Capital Less Deductions	2,171,819
b.	Tier 2 Capital	218,831

■ **Capital Adequacy Ratio**

a.	Tier 1 Capital to Total Risk Weighted Exposures	10.83%
b.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	11.92%

**2. Risk Exposures**

■ **Risk Weighted Exposures for Credit, Market and Operational Risk**

(Rs. In '000)

<b>Total Risk Weighted Exposures</b>		<b>20,052,039</b>
a.	Risk Weighted Exposure for Credit Risk	17,611,787
b.	Risk Weighted Exposure for Operational Risk	1,292,174

c.	Risk Weighted Exposure for Market Risk	43,470
Add:		
	5 % of Total Risk Weighted Exposure as per Supervisory Review	947,372
	2% of gross income	152,324
	1 % of Net Interest Income	4,912

■ **Risk Weighted Exposures under each of 11 Categories of Credit Risk**

(Rs. In '000)

<b>Total Risk Weighted Exposures for Credit Risk</b>		<b>17,611,787</b>
a.	Claims on government and central Bank	-
b.	Claims on other official entities	340,082
c.	Claims on Banks	220,553
d.	Claims on corporate and securities firms	6,696,318
e.	Claims on regulatory retail portfolio	1,646,217
f.	Claims secured by residential properties	333,202
g.	Claims secured by commercial real estate	160,922
h.	Past due claims (except for claim secured by residential properties)	28,804
i.	High risk claims	730,844
j.	Other Assets	655,605
k.	Off Balance sheet items	6,799,239

■ **Total Risk Weighted Exposure Calculation Table**

(Rs. In '000)

S.N	Particulars	Amount
a.	Total Risk Weighted Exposure	20,052,039
b.	Total Core Capital Fund	2,171,819
c.	Total Capital Fund (Tier I and Tier II Capital)	2,390,650
d.	Tier 1 Capital to Total Risk Weighted Exposures	10.83 %
e.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	11.92 %

■ **Amount of NPA's (Both Gross and Net)**

(Amount in Rs.)

S.N	Particulars	Gross Amount	Loan loss Provision	Net Amount
a.	Restructured/ Reschedule Loan	-	-	-
b.	Substandard Loan	33,140,547	8,285,136	24,855,410
c.	Doubtful Loan	3,660,975	1,830,487	1,830,487
d.	Loss Loan	418,009,409	418,009,409	-
e.	Additional		43,241,161	(43,241,161)
<b>Total</b>		<b>454,810,932</b>	<b>471,366,195</b>	<b>(16,555,263)</b>

■ **NPA Ratios**

S.N.	Ratios	%
a.	Gross NPA to Gross Advances	3.95
b.	Net NPA to Net Advances	0.24

■ **Movement of Non - Performing Assets**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Non Performing Assets (NPA)	454,810,932.78	469,380,134.92	-3%

■ **Write off of Loans and Interest Suspense during the Quarter**

There is no any write off of loans and interest suspense during the quarter.

■ **Movements in Loan Loss Provisions and Interest Suspense**

Particulars	Current Quarter	Previous Quarter	Change (%)
Loan Loss Provision	582,998,763	613,086,321	-5%
Interest Suspense	306,195,836	251,608,030	22%

■ **Details of additional loan loss provisions**

There is not additional loan loss provision during the quarter

■ **Investment Portfolio**

(Amount in Rs.)

Particulars	Held To Maturity	Available for Sale
Investment on Treasury Bill	3,518,121,807	
Investment on Bond	356,845,058	
Placement (USD)	96,191,700.	
<b>Investment on Shares</b>		
Commercial Bank		6,986,000
Rural Development Bank		6,500,000
Rural Micro-Finance Development Center		4,531,000
Insurance Companies		64,250,000
Others		31,217,570
<b>TOTAL</b>	<b>3,971,158,565</b>	<b>113,484,570</b>