

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

The extract of the Basel II reporting of the Third 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)**

Core Capital (Tier 1)		3,200,862
a.	Paid up Equity Share Capital	2,009,396
b.	Share Premium	35,870
c.	Statutory General Reserves	1,118,739
d.	Retained Earnings	-345,995
e.	Un-audited current year cumulative profit	310,852
f.	Capital Adjustment Reserve	72,000

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

Supplementary Capital (Tier 2)		224,725
a.	General Loan Loss Provision	160,768
b.	Investment Adjustment Reserve	2,673
c.	Exchange Equalization Reserve	61,285
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)**

Deductions From Capital		-836,605
a.	Miscellaneous expenditure not written off	-
b.	Investment in equity in licensed Financial Institutions	-
c.	Investment in equity of institutions with financial interests	-74855.60
d.	Loans extended to Shareholders holding more than 1% percent shares	-681489.05
e.	Land & Building not used since more than 3 Years (8.7 chha)	-80260.00

(In Rs. '000)

Total Qualifying Capital		2,588,982
a.	Tier 1 Capital Less Deductions	2,364,257
b.	Tier 2 Capital	224,725

▪ **Capital Adequacy Ratio**

a.	Tier 1 Capital to Total Risk Weighted Exposures	11.01%
b.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	12.06%

2. Risk Exposures

▪ Risk Weighted Exposures for Credit, Market and Operational Risk

(Rs. In '000)

Total Risk Weighted Exposures		21,469,682
a.	Risk Weighted Exposure for Credit Risk	19,349,209
b.	Risk Weighted Exposure for Operational Risk	972,405
c.	Risk Weighted Exposure for Market Risk	62,888
Add:		
	5 % of Total Risk Weighted Exposure as per Supervisory Review	1,019,225
	5% of gross income	61,042
	1 % of Net Interest Income	4,912

▪ Risk Weighted Exposures under each of 11 Categories of Credit Risk

(Rs. In '000)

Total Risk Weighted Exposures for Credit Risk		19,349,209
a.	Claims on government and central Bank	-
b.	Claims on other official entities	94,044
c.	Claims on Banks	194,689
d.	Claims on corporate and securities firms	7,579,646
e.	Claims on regulatory retail portfolio	2,056,210
f.	Claims secured by residential properties	325,225
g.	Claims secured by commercial real estate	159,663
h.	Past due claims (except for claim secured by residential properties)	38,796
i.	High risk claims	680,596
j.	Staff Loan secured by residential properties	199,845
k.	Other Assets	553,443
l.	Off Balance sheet items	7,467,052

▪ Total Risk Weighted Exposure Calculation Table

(Rs. In '000)

S.N	Particulars	Amount
a.	Total Risk Weighted Exposure	21,469,682
b.	Total Core Capital Fund	2,364,257
c.	Total Capital Fund (Tier I and Tier II Capital)	2,588,982
d.	Tier 1 Capital to Total Risk Weighted Exposures	11.01%
e.	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	12.06%

▪ Amount of NPA's (Both Gross and Net)

(Amount in Rs.)

S.N	Particulars	Gross Amount	Loan loss Provision	Net Amount
a.	Restructured/	0	0	0
	Reschedule Loan			0
b.	Substandard Loan	28,569,584	7,142,396	21427188.17

c.	Doubtful Loan	17,816,921	8,908,460	8908460.335
d.	Loss Loan	402,473,495	402,473,495	0
e.	Additional		37,094,478	-37094478.32
Total		448,860,000	455,618,830	-6,758,830

▪ **NPA Ratios**

S.N.	Ratios	%
a.	Gross NPA to Gross Advances	3.5
b.	Net NPA to Net Advances	0.25

▪ **Movement of Non - Performing Assets**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Non Performing Assets (NPA)	448860000	442201119.7	1.51%

▪ **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**

(Amount in Rs.)

Particulars	Current Quarter	Previous Quarter	Change (%)
Loan Loss Provision	579,291,941	579,314,489	0.00%
Interest Suspense	369,255,060	354,877,021	4.05%

▪ **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	2,777,334,440	
Investment on Bond	356,486,385	
Placement (USD & EURO)	62,850,884.32	
Investment on Shares		
Rural Development Bank		6,500,000
Rural Micro-Finance Development Center		4,531,000
Insurance Companies		64,250,000
Others		15,966,964
TOTAL	3,196,671,709	91,247,964