

Disclosure under BASEL II
As at Mid Oct 2011 (1st Quarter End of FY 2011/12)

1. Capital Structure and Capital Adequacy

- **Tier 1 Capital and breakdowns of its Components**

Particulars	Amount (Rs.)
Paid Up Capital	1,500,000,000.00
General Reserve	77,103,934.00
Proposed Bonus Equity Shares	100,000,000.00
Retained Earning	267,669.00
Un-audited current year cumulative profit	57,040,329.82
Core Capital	1,734,411,932.82

- **Tier 2 Capital and breakdowns of its Components**

Particulars	Amount (Rs.)
General Loan Loss Provision	130,078,785.04
Exchange Fluctuation Reserve	16,762,122.00
Deferred Tax Reserve	13,593,640.00
Investment Adjustment Reserve	300,000.00
Supplementary Capital	160,734,547.04

- **Detailed information about the Subordinated Term Debts with information on the outstanding amount, maturity, amount raised during the year and amount eligible to be reckoned as capital funds:**

We have no such subordinated term debt.

- **Deductions from capital**

Less: Loans and Facilities extended to Related Parties and Restricted lending (6.4 a 2)	Rs.9,556,807.12
--	-----------------

- **Total qualifying Capital**

Particulars	Amount (Rs.)
Core Capital	1,724,855,125.70
Supplementary capital	160,734,547.04
Total Capital Fund	1,885,589,672.74

- **Capital Adequacy Ratio :**

11.01 Percentage

2. Risk Exposure

- Risk weighted exposures for Credit Risk, Market Risk and Operational Risk:

Particulars	Amount (Rs.)
Risk Weighted Exposure for Credit Risk	16,097,697,950.37
Risk Weighted Exposure for Operational Risk	614,459,078.00
Risk Weighted Exposure for Market Risk	64,418,638.71
Total Risk Weighted Exposures	16,776,575,667.08
Add: Add: 2% of the total RWE as per NRB directives (6.4 a 9)	335,531,513.34
Add: additional capital charge of 2% of Gross Income as per NRB directives (6.4 a 7)	17,531,684.55
Total Risk Weighted Exposures (After Bank's Adjustments of Pillar II)	17,129,638,864.97

- Risk Weighted Exposures under each of 11 categories of Credit Risk;

Particulars	Amount (Rs.)
a) Claims on government & central bank	-
b) Claims on other official entities	175,766,499.00
c) Claims on banks	122,883,003.00
d) Claims on corporate & securities firms	6,826,368,419.00
e) Claims on regulatory retail portfolio	1,683,322,526.00
f) Claims secured by residential properties	309,134,182.00
g) Claims secured by commercial real state	2,133,071,545.00
h) Past due claims	137,618,121.00
i) High risk claims	1,161,164,371.00
j) Other assets	1,307,236,253.50
k) Off balance sheet items	2,241,133,030.86
Total Risk Weightage Assets	16,097,697,950.36

- Total risk weighted exposure calculation table;

Particulars	Amount (Rs.)
Risk Weighted Exposure for Credit Risk	16,097,697,950.37
Risk Weighted Exposure for Operational Risk	614,459,078.00
Risk Weighted Exposure for Market Risk	64,418,638.71
Add: 2% of the total RWE as per NRB directives (6.4 a 9)	335,531,513.34
Add: additional capital charge of 2% of Gross Income as per NRB directives (6.4 a 7)	17,531,684.55
Total Risk Weighted Exposures	17,129,638,864.97
Total Tier 1 Capital Fund	1,724,855,125.70
Total Capital Fund	1,885,589,672.74
Total Tier 1 Capital to Total Risk Weighted Exposures	10.07%
Total Capital Fund to Total Risk Weighted Exposure	11.01%

- **Details of Non Performing loan (Total amount and net amount)**

Particulars	Loan (Rs.)
Restructured and rescheduled loan	29,951,750
Sub standard loan	16,944,397.22
Doubtful loans	12,735,589.53
Bad loan	248,367,242.50
Total	307,998,979.25
Provision For Loss	282,177,975.04
Net Amount	25,821,004.21

- **Non Performing Loan Ratio**

Particulars	Ratio
NPA / Total Loan	2.76%
Net NPA / Net Loan	0.20%

- **Movement of Non performing Assets:**

Particulars	This Quarter (Rs.)	Previous Quarter (Rs.)	Changes (%)
Non Performing Assets (Gross)	307,998,979.25	321,782,394.00	-4.48%
Non Performing Assets (Net))	25,821,004.21	39,604,419.00	-53.38%

- **Write off of loans and interest Suspense during the year : Nil**

- **Movements in Loan Loss Provisions and interest suspense**

Particulars	This Quarter (Rs.)	Previous Quarter (Rs.)	Changes (%)
Loan Loss Provision	437,453,698.38	406,751,903.00	7.02%
Interest Suspense	56,471,423.00	64,698,293.00	-14.57%

- **Details of additional Loan Loss Provision:**

Particulars	This Quarter (Rs.)
1. Pass	4,880,791.63
2. Restructured	
3. Substandard	10,226,045.09
4. Doubtful	(6,713,773.25)
5. Loss	22,308,732.37
Total Loan Loss Provision	30,701,795.84

- **Segregation of Investment Portfolio:**

Particulars	This Quarter (Rs.)
Held for Trading	
Held to Maturity	2,939,681,989.39
Available for Sale	17,500,000.00
Total Investments	2,957,181,989.39