

DISCLOSURE UNDER BASEL II

At The End OF Chaitra End 2067 (3rd Quarter End of Fiscal Year 2067/68)

1. CAPITAL STRUCTURE & CAPITAL ADEQUACY

(Amount in Lacs)

i. Core Capital (Tier I)

	Particulars	Amount	Amount
A	Paid UP Equity Share Capital		18,693.03
B	Statutory General Reserve		3,828.68
C	Share Premium		496.60
D	Retained Earnings		42.49
E	Unaudited Current Year Cumulative Profit		3,169.54
F	Capital Adjustment Reserve		500.00
G	Deferred Tax Reserve		269.85
H	Other Free Reserve (Debenture Redemption Reserve)		1,142.86
I	Less:		(96.91)
	a) Fictitious Assets	-	
	b) Investment arising out of underwriting commitment	(96.91)	
	Total Core Capital (Tier I)		28,046.14

ii. Supplementary Capital (Tier II)

	Particulars	Amount
A	Subordinate Term Debt	800.00
B	General Loan Loss Provision	2101.62
C	Investment Adjustment Reserve	6.42
D	Exchange Equalization Reserve	102.00
	Total Supplementary Capital (Tier II)	3010.04

iii. Capital Fund (Tier I + Tier II)

	Particulars	Amount
	Total Core Capital (Tier I)	28,046.14
	Total Supplementary Capital (Tier II)	3,010.04
	Total Capital Fund (Tier I + Tier II)	31,056.18

iv. Information about Subordinate Term Debt

6% Nepal SBI Debentures 2070 of Rs. 1,000/- each issued on 16.07.2006 and maturing o 15.07.2013	
- Outstanding Amount	2,000.00
- Fixed Maturity Period of 7 Years from 16.07.2006	
- Interest Payment - Half Yearly	
- At the time of liquidation, right of claims will be only after depositors	
- Redeemable and Non-Convertible	
- Outstanding Balance of Redemption Reserve	1142.86
- Amount raised during the year	NIL
- Amount Eligible to be reckoned as Capital Fund	800.00

v. Deduction Form Capital

	Particulars	Amount
A	Fictitious Assets	0.00
B	Investment arising out of underwriting commitments	(96.91)
	Total Deduction	(96.91)

vi. TOTAL QUALIFYING CAPITAL

	Total Qualifying Capital	31,056.18
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vii. Capital Adequacy Ratio

	Capital Adequacy Ratio	11.16%
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2. RISK EXPOSURE**i. Risk Weighted Exposure for Credit Risk, Market Risk and Operational Risk**

	Particulars	Amount
A	Risk Weighted Exposure for Credit Risk	254,220.30
B	Risk Weighted Exposure for Operational Risk	11,961.20
C	Risk Weighted Exposure for Market Risk	9,448.57
	Add: 1% of the total RWE as Supervisor is not satisfied with the overall risk	
D	Management Policies and Procedures (6.4 a 9)	2,756.30
	Total Risk Weighter Exposure (A+B+C)	278,386.37

ii. Risk Weighted Exposure under each 11 Categories of Credit Risk

S.No.	Categories	Amount
1	Claims on Government and Central Bank	1,561.21
2	Claims on Other Official Entities	1,117.33
3	Claims on Banks	2,980.95
4	Claims on Corporate and Securities Entities	124,550.45
5	Claims on Regulatory Retail Portfolio	39,153.94
6	Claims Secured by Residential Properties	27,518.83
7	Claims Secured by Commercial Real Estate	2,983.54
8	Past Due Claims	2,491.31
9	High Risk Claims	10,653.94
10	Other Assets	15,708.41
11	Off Balance Sheet Items	80,994.09
Total		309,713.99

iii. Amount of Non Performing Assets (Gross and Net Amount)

	Particulars	Gross Amount	Provision	Net Amount
A	Restructured	1,468.75	478.51	990.24
B	Sub-standard	278.80	69.08	209.72
C	Doubtful	30.85	10.05	20.80
D	Loss	978.92	947.08	31.84
Total		2,757.32	1,504.72	1,252.60

iv. Non Performing Assets (NPA) Ratios

NPA Ratios	Percentage (%)
- Gross NPA to Gross Advances	1.29%
- Net NPA to Net Advances	0.60%

v. Movement of Non Performing Assets

S.No.	Particulars	Opening Balance (Poush End, 2067)	Closing Balance (Chaitra End, 2067)	Movement
	Non Performing Loan			
1	Restructured Loan	1508.98	1468.75	(40.23)
2	Sub-Standard	66.97	278.80	211.83
3	Doubtful	33.28	30.85	(2.43)
4	Loss	1,115.53	978.92	(136.61)

vi. Write Off Of Loans and Interest Suspense: NPR 1,381.73**vii. Movement Of Loan Loss Provison and Interest Suspense****Loan Loss Provision**

S.No.	Particulars	Opening Balance (Poush End, 2067)	Closing Balance (Chaitra End, 2067)	Movement
1	Pass	1,955.43	2,101.62	146.19
2	Restructure	495.44	478.51	(16.94)
3	Sub-Standard	15.96	69.08	53.12
4	Doubtful	10.69	10.05	(0.63)
5	Loss	1,079.21	947.08	(132.13)
	Total Loan Loss Provision	3,556.73	3,606.34	49.61

Interest Suspense

S.No.	Particulars	Opening Balance (Poush End, 2067)	Closing Balance (Chaitra End, 2067)	Movement
1	Interest Suspense	1,701.64	1,633.08	-68.56

viii. Details of Additional Loan Loss Provision

S.No.	Particulars	Chaitra End, 2067
1	Pass	146.19
2	Restructure	(16.94)
3	Sub-Standard	53.12
4	Doubtful	(0.63)
5	Loss	(132.13)
Total		49.61

ix. Segregation of the Bank's Investment portfolio

All the investments are classified as held to maturity category.