

Nepal SBI Bank Ltd.
DISCLOSURE UNDER BASEL II
As at Mid October 2014 (1st quarter end of FY 2071/72)

1. CAPITAL STRUCTURE & CAPITAL ADEQUACY

(Amount in NPR Lacs)

i. Core Capital (Tier I)

S.No.	Particulars	Amount
A	Paid UP Equity Share Capital	26,502.06
B	Statutory General Reserve	9,260.97
C	Retained Earnings	9,280.40
D	Current Year Cumulative Profit	2,562.08
E	Capital Adjustment Reserve	350.00
F	Deferred Tax Reserve	952.33
G	Other Free Reserve (Debenture Redemption Reserve)	746.39
Total Core Capital (Tier I)		49,654.22

ii. Supplementary Capital (Tier II)

S.No.	Particulars	Amount
A	Subordinate Term Debt	10,000.00
B	General Loan Loss Provision	3,757.76
C	Investment Adjustment Reserve	5.15
D	Exchange Equalization Reserve	122.12
Total Supplementary Capital (Tier II)		13,885.03

iii. Information about Subordinate Term Debt

1.	12.50% Nepal SBI Bank Debentures 2078 of Rs.1,000 each (Unsecured) issued on 12.02.2012 and maturing on 11.02.2022; and	4,000.00
2.	8% Nepal SBI Bank Debentures 2079 of Rs.1,000 each (Unsecured) issued on 03.02.2013 and maturing on 03.02.2023.	4,000.00
3.	7.90% Nepal SBI Bank Debentures 2079 of Rs.1,000 each (Unsecured) issued on 20.04.2014 and maturing on 19.04.2024.	2,000.00
Outstanding Amount		10,000.00
Amount raised during the period		
Amount Eligible to be reckoned as Capital Fund		10,000.00
Outstanding Balance of Debenture Redemption Reserve fund		746.39
- Interest Payment - Half Yearly		
- At the time of liquidation, right of claims will be only after depositors		
- Redeemable and Non-Convertible		

iv. Deduction Form Capital

S.No.	Particulars	Amount
A	Investment arising out of underwriting commitments	Nil
Total Deduction		-

v. TOTAL QUALIFYING CAPITAL

Particulars	Amount
Total Core Capital (Tier I)	49,654.22
Total Supplementary Capital (Tier II)	13,885.03
Total Capital Fund (Tier I + Tier II)	63,539.26

vi. Capital Adequacy Ratio

Capital Adequacy Ratio	13.18%
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2. RISK EXPOSURE

i. Risk Weighted Exposure for Credit Risk, Market Risk and Operational Risk

S.No.	Particulars	Amount
A	Risk Weighted Exposure for Credit Risk	435,808.07
B	Risk Weighted Exposure for Operational Risk	30,099.09
C	Risk Weighted Exposure for Market Risk	2,141.48
D	Add: 2% of the Gross Income as per NRB Direction	4,774.52
E	Add: 2% of the total RWE as per NRB Direction.	9,360.97
Total Risk Weighted Exposure		482,184.13

ii. Risk Weighted Exposure under each 11 Categories of Credit Risk				
S.No. Categories	Amount			
1	Claims on Government and Central Bank		-	
2	Claims on Other Official Entities		-	
3	Claims on Banks		30,146.16	
4	Claims on Corporate and Securities Entities		237,544.65	
5	Claims on Regulatory Retail Portfolio		65,224.93	
6	Claims Secured by Residential Properties		11,928.96	
7	Claims Secured by Commercial Real Estate		525.00	
8	Past Due Claims		590.96	
9	High Risk Claims		14,616.47	
10	Other Assets		14,273.85	
11	Off Balance Sheet Items		60,957.09	
	Total		435,808.07	
iii. Amount of Non Performing Assets (Gross and Net Amount)				
S.No. Particulars	Gross Amount	Provision	Net Amount	
A	Restructured	269.76	269.76	0.00
B	Sub-standard	61.00	15.25	45.75
C	Doubtful	93.86	46.93	46.93
D	Loss	453.73	453.73	-
	Total	878.35	785.67	92.68
iv. Non Performing Assets (NPA) Ratios				
	NPA Ratios		Percentage (%)	
	- Gross NPA to Gross Advances		0.23%	
	- Net NPA to Net Advances		0.02%	
v. Movement of Non Performing Assets				
S.No. Non Performing Loan	Opening Balance (Ashad End, 2071)	Closing Balance (Ashwin End, 2071)	Increase/ (Decrease)	
1	Restructured Loan	270.76	269.76	(1.00)
2	Sub-Standard	93.71	61.00	(32.71)
3	Doubtful	115.34	93.86	(21.48)
4	Loss	432.57	453.73	21.17
vi. Write Off Of Loans and Interest Suspend:				
	Nil			
vii. Movement in Loan Loss Provision and Interest Suspend				
a) Loan Loss Provision				
S.No. Particulars	Opening Balance (Ashad End, 2071)	Closing Balance (Ashwin End, 2071)	Increase/ (Decrease)	
1	Pass	3,562.30	3,757.76	195.46
2	Restructure	270.76	269.76	(1.00)
3	Sub-Standard	23.43	15.25	(8.18)
4	Doubtful	57.67	46.93	(10.74)
5	Loss	432.57	453.73	21.17
	Total Loan Loss Provision	4,346.72	4,543.43	196.71
b) Interest Suspend				
S.No. Particulars	Opening Balance (Ashad End, 2071)	Closing Balance (Ashwin End, 2071)	Increase/ (Decrease)	
	Interest Suspend	680.58	787.72	107.14
viii. Details of Additional Loan Loss Provision				
S.No. Particulars	Ashwin End 2071			
1	Pass		195.46	
2	Restructure		-	
3	Sub-Standard		15.25	
4	Doubtful		46.93	
5	Loss		71.75	
	Total		329.39	
ix. Segregation of the Bank's Investment portfolio				
S.No. Particulars	Ashad End 2071			
1	Held for Trading		-	
2	Held to Maturity		182,934.71	
3	Available for Sale		299.56	
	Total		183,234.27	