

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON CHAITRA 2078 (13 APRIL 2022)
Based on Unaudited Financials

A. Capital Structure & Capital Adequacy as per Basel III

1. Tier 1 Capital and Breakdown of its Components:

SN	Particulars	Amount
A	Core Capital (Tier 1)	19,283,478,941
1	Paid up Equity Share Capital	12,968,725,725
2	Share Premium	-
3	Statutory General Reserves	4,853,958,726
4	Retained Earnings	160,254,248
5	Current year profit/(loss)	876,937,289
6	Capital Redemption Reserve	734,029,714
7	Debenture Redemption Reserve	-
8	Special Reserve	-
9	Deferred Tax Reserve	-
	Less: Miscellaneous expenditure not written off	-
	Less: Deferred Tax Reserve	-
	Less: Investment in equity of institutions with financial interests	200,000,000
	Less: Purchase of land & building in excess of limit and unutilized	110,426,760
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	Supplementary Capital (Tier 2)	4,458,912,202
1	Subordinated Term Debt	2,055,283,200
2	General loan loss provision	2,363,358,050
3	Exchange Equalization Reserve	39,056,093
4	Investment Adjustment Reserve	1,214,859
5	Other Reserves	-

3. Information on Subordinated Term Debt:

Bond Issued	HBL Bond 2083
Outstanding amount	2,569,104,000.00
Interest rate	10%
Maturity Date	Bhadra 2083
Interest payment	Half yearly basis
Tenor	7 years
Amount to be reckoned as capital	2,055,283,200

4. Total deductions from Capital: N/a

5. Total Qualifying Capital

SN	Particulars	Amount
1	Core Capital (Tier 1)	19,283,478,941
2	Supplementary Capital (Tier 2)	4,458,912,202
Total		23,742,391,143

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS		
Tier 1 Capital to Total Risk Weighted Exposures		10.07%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures		12.40%

B. Risk Exposures

1. Risk Weighted Exposures for Credit Risk, Market Risk & Operational Risks)

RISK WEIGHTED EXPOSURES		Amount
a	Risk Weighted Exposure for Credit Risk	175,683,459,710
b	Risk Weighted Exposure for Operational Risk	8,394,815,041
c	Risk Weighted Exposure for Market Risk	365,826,079
Adjustment under Pillar II		
Net liquid assets to total deposit ratio is shortfall by%, Add% of total deposit to RWE		-
Add 3% of gross income for operational risk		1,464,610,007
Add: 3% of total RWE for overall risk		5,533,323,025
Total Risk Weighted Exposures		191,442,033,862

2. Risk Weighted Exposures under each of 12 categories of Credit Risk

SN	Particulars	Amount
1	Claims on government & central bank	-
2	Claims on other official entities	32,674,902
3	Claims on banks	4,321,226,141
4	Claims on domestic corporate and securities firms	121,716,263,595
5	Claims on regulatory retail portfolio	7,506,255,020
6	Claims secured by residential properties	3,216,309,201
7	Claims secured by commercial real estate	3,891,394,586
8	Past due claims	491,975,325
9	High risk claims	9,644,137,991
10	Lending against securities (Bonds and Shares)	1,331,607,920
11	Other assets	5,393,454,211
12	Off balance sheet items	18,138,160,820
TOTAL		175,683,459,710

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	191,442,033,862
2	Total Core Capital Fund (Tier 1)	19,283,478,941
3	Total Capital Fund (Tier 1 & Tier 2)	23,742,391,143
4	Total Core Capital to Total Risk Weighted Exposures	10.07%
5	Total Capital to Total Risk Weighted Exposures	12.40%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	36,886,842	6,875,159	30,011,683
2	Substandard Loan	790,959,972	197,739,993	593,219,979
3	Doubtful Loan	423,033,464	211,516,732	211,516,732
4	Loss Loan	332,255,580	332,255,580	-
Total		1,583,135,858	748,387,464	834,748,394

5. NPA Ratios

Gross NPA to Gross Advances		1.00%
Net NPA to Net Advances	:	0.54%

6. Movement of Non Performing Assets (Poush 2078 VS Chaitra 2078)

S.N	Loan Classification	Previous quarter Poush End 2078	This quarter Chaitra End 2078	Movement of non performing Assets
1	Restructured Loan	34,017,226	36,886,842	8.44%
2	Substandard Loan	713,860,654	790,959,972	10.80%
3	Doubtful Loan	56,123,120	423,033,464	653.76%
4	Loss Loan	340,390,827	332,255,580	-2.39%
Total		1,144,391,828	1,583,135,858	38.34%

7. Write Off of Loans & Interest upto Chaitra End 2078

SN	Principal	Interest	Total
1	8,896,899	3,487,440	12,384,339

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Poush End 2078	This quarter Chaitra End 2078	Movement in Loan loss
1	Pass	2,155,752,523	2,106,283,650	-2.29%
2	Watchlist	166,103,561	257,074,400	54.77%
2	Restructured/ Rescheduled Loan	5,430,976	6,875,159	26.59%
3	Substandard Loan	178,465,164	197,739,993	10.80%
4	Doubtful Loan	28,061,560	211,516,732	653.76%
5	Loss Loan	340,390,827	332,255,580	-2.39%
Total		2,874,204,611	3,111,745,514	8.26%

ii. Movement in Interest Suspense

	Particular	Previous quarter Poush End 2078	This quarter Chaitra End 2078	Movement during the period
1	Interest Suspense	622,078,857	634,169,644	1.94%

9 Segregation of Investment Portfolio:

Particulars	Chaitra 2078
Investment in Subsidiary	200,000,000
Investment in Associate	185,011,259
Investment at Fair Value through OCI	128,599,673
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	20,374,414,796
Investment in Govt. bonds	16,899,614,609
Investment in Foreign Bonds	-
Placement	3,567,995,501
Total Investment Measured At Amortized Cost	40,842,024,907
Total Investment	41,355,635,839