

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON ASHAD 2082 (16 JULY 2025)
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)	26,555,740,834
1	Paid up Equity Share Capital	21,656,615,632
2	Share Premium	-
3	Statutory General Reserves	7,491,957,397
4	Retained Earnings	(5,920,119,215)
5	Current year profit/(loss)	(1,152,517,062)
6	Capital Adjustment Reserve	1,879,244,236
7	Debenture Redemption Reserve	2,125,000,000
8	Other Free Reserve	1,452,323,633
	Less: Investment in equity of institutions with financial interests	970,865,000
	Less: Purchase of land & building in excess of limit and unutilized	5,898,786
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	Supplementary Capital (Tier 2)	8,624,073,055
1	Cumulative and/or Redeemable Preference Share	
2	Subordinated Term Debt	5,000,000,000
3	Hybrid Capital Instruments	
4	Stock Premium	
5	General loan loss provision	3,381,322,437
6	Exchange Equalization Reserve	67,994,055
7	Investment Adjustment Reserve	21,214,859
8	Accrued Interest Receivable on pass loan included in Regulatory Reserve	118,004,870
9	Interest Capitalized Reserve included in Regulatory Reserve	35,536,834
10	Other Reserves	-

3. Information on Subordinated Term Debt:

	HBL Bond 2086	CBL DEBENTURE 2088
Bond Issued		
Outstanding amount	2,500,000,000.00	3,000,000,000.00
Interest rate	10.50%	10.25%
Maturity Date	Aswin 2086	Poush 2088
Interest payment	Half yearly basis	Quarterly Basis
Tenor	7 years	10 Years
Amount to be reckoned as capital	2,500,000,000.00	3,000,000,000.00

4. Total deductions from Capital: N/a

5. Total Qualifying Capital

SN	Particulars	Amount
1	Core Capital (Tier 1)	26,555,740,834
2	Supplementary Capital (Tier 2)	8,624,073,055
Total		35,179,813,888

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS	
Tier 1 Capital to Total Risk Weighted Exposures	8.79%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	11.64%

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	270,505,794,972
b	Risk Weighted Exposure for Operational Risk	16,361,042,167
c	Risk Weighted Exposure for Market Risk	127,580,088
Adjustment under Pillar II		
	Net liquid assets to total deposit ratio is shortfall by%, Add% of total deposit to RWE	-
	Add 4% of gross income for operational risk	3,628,183,537
	Add: 3% of total RWE for overall risk	11,479,776,689
Total Risk Weighted Exposures		302,102,377,453

2. Risk Weighted Exposures under each categories of Credit Risk

SN	Particulars	Amount
1	Claims on government & central bank	-
2	Claims on other official entities	161,000,000
3	Claims on banks	7,295,151,420
4	Claims on domestic corporate and securities firms	162,284,954,801
5	Claims on regulatory retail portfolio	17,618,868,251
6	Claims secured by residential properties	4,496,497,963
7	Claims secured by commercial real estate	8,792,134,172
8	Past due claims	11,496,935,248
9	High risk claims	13,430,879,897
10	Lending against Shares	2,708,544,221
11	Real Estate loans for land acquisition and development (For institutions/projects registred/licensed and approved by Government of Nepal for land acquisition and development purposes)	303,537,898
12	Real Estate loans for land acquisition and development (Other than mentioned in Capital Adequacy framework 2015-point 3.3(j)(1)(k))	1,043,741,830
13	Personal HP/Auto Loans	1,196,718,432
14	TR loan for Trading Firm- 120%	4,777,471,352
15	Other assets	14,680,423,879
16	Off balance sheet items	20,218,935,606
17	Adjustment under Pillar II: Sale of Credit with Recourse	-
TOTAL		270,505,794,972

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	302,102,377,453
2	Total Core Capital Fund (Tier 1)	26,555,740,834
3	Total Capital Fund (Tier 1 & Tier 2)	35,179,813,888
4	Total Core Capital to Total Risk Weighted Exposures	8.79%
5	Total Capital to Total Risk Weighted Exposures	11.64%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	468,062,882	202,233,463	265,829,418
2	Substandard Loan	1,578,898,455	392,049,906	1,186,848,549
3	Doubtful Loan	2,639,212,995	1,313,580,028	1,325,632,967
4	Loss Loan	13,832,987,856	13,802,851,689	30,136,167
Total		18,519,162,187	15,710,715,087	2,808,447,101

5.NPA Ratios

Gross NPA to Gross Advances		7.28%
Net NPA to Net Advances	:	1.20%

6. Movement of Non Performing Assets (Chaitra 2081 Vs Ashad 2082)

S.N	Loan Classification	Previous quarter Chaitra End 2081	This quarter Ashad End 2082	Movement of non performing Assets
1	Restructured Loan	474,669,804	468,062,882	-1.39%
2	Substandard Loan	1,396,315,959	1,578,898,455	13.08%
3	Doubtful Loan	6,208,979,262	2,639,212,995	-57.49%
4	Loss Loan	11,313,221,115	13,832,987,856	22.27%
Total		19,393,186,140	18,519,162,187	-4.51%

7. Write Off of Loans & Interest upto Ashad End 2082

SN	Principal	Interest	Total
1	2,660,158,543.49	703,200,023.60	3,363,358,567

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Chaitra End 2081	This quarter Ashad End 2082	Movement in Loan loss
1	Pass	1,721,701,861	1,911,273,471	11.01%
2	Watchlist	3,024,444,959	2,212,879,355	-26.83%
2	Restructured/ Rescheduled Loan	130,208,725	202,233,463	55.31%
3	Substandard Loan	336,346,741	392,049,906	16.56%
4	Doubtful Loan	3,093,720,753	1,313,580,028	-57.54%
5	Loss Loan	11,312,916,295	13,802,851,689	22.01%
Total		19,619,339,334	19,834,867,913	1.10%

ii. Movement in Interest Suspense

	Particular	Previous quarter Chaitra End 2081	This quarter Ashad End 2082	Movement during the period
1	Interest Suspense	1,937,642,350	1,450,716,088	-25.13%

9 Segregation of Investment Portfolio:

Particulars	Ashad 2082
Investment in Subsidiary	1,060,063,200
Investment in Associate	190,929,197
Investment at Fair Value through OCI	481,525,335
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	997,824,459
Investment in Govt. bonds	-
Investment In Nepal Rastra Bank Bond	37,671,677,622
Investment in debenture	1,355,806,774
Investment in Foreign Bonds	-
Placement	35,322,199,951
Total Investment Measured At Amortized Cost	75,347,508,805
Total Investment	77,080,026,537