

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON CHAITRA 2081 (13 APRIL 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)	24,506,427,306
1	Paid up Equity Share Capital	21,656,615,632
2	Share Premium	-
3	Statutory General Reserves	7,189,450,973
4	Retained Earnings	(5,920,119,215)
5	Current year profit/(loss)	(572,235,155)
6	Capital Adjustment Reserve	1,879,244,236
7	Debenture Redemption Reserve	1,250,000,000
	Less: Investment in equity of institutions with financial interests	970,865,000
	Less: Purchase of land & building in excess of limit and unutilized	5,664,164
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	Supplementary Capital (Tier 2)	8,710,766,459
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	3,429,314,268
6	Exchange Equalization Reserve	67,463,254
7	Investment Adjustment Reserve	1,214,859
8	Accrued Interest Receivable on pass loan included in Regulatory Reserve	177,237,244
9	Interest Capitalized Reserve included in Regulatory Reserve	35,536,834
10	Other Reserves	-

3. Information on Subordinated Term Debt:

Bond Issued	HBL Bond 2086	CBL DEBENTURE 2088
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)	24,506,427,306
2	Supplementary Capital (Tier 2)	8,710,766,459
Total		33,217,193,765

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS	
Tier 1 Capital to Total Risk Weighted Exposures	8.00%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	10.84%

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	274,345,141,461
b	Risk Weighted Exposure for Operational Risk	16,361,042,167
c	Risk Weighted Exposure for Market Risk	475,199,140
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	11,647,255,311
Total Risk Weighted Exposures		306,456,821,616

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	8,999,369,079
4	Claims on domestic corporate and securities firms	161,729,084,206
5	Claims on regulatory retail portfolio	16,755,759,969
6	Claims secured by residential properties	4,353,091,298
7	Claims secured by commercial real estate	8,749,412,686
8	Past due claims	13,312,982,993
9	High risk claims	13,760,396,682
10	Lending against Shares(upto Rs.5.0 Million)	541,191,546
11	Lending against Shares(Above Rs.5.0 Million)	1,962,440,553
12	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)	411,149,254
13	Real Estate loans for land acquisition and development (Other than mentioned in Capital Adequacy framework 2015-point 3.3(j)(1)(k))	1,566,292,829
14	Personal HP/Auto Loans	1,225,676,262
15	TR loan for Trading Firm- 120%	4,736,751,798
16	Other assets	14,822,139,230
17	Off balance sheet items	21,258,403,078
18	Adjustment under Pillar II: Sale of Credit with Recourse	-
TOTAL		274,345,141,461

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	306,456,821,616
2	Total Core Capital Fund (Tier 1)	24,506,427,306
3	Total Capital Fund (Tier 1 & Tier 2)	33,217,193,765
4	Total Core Capital to Total Risk Weighted Exposures	8.00%
5	Total Capital to Total Risk Weighted Exposures	10.84%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	474,669,804	130,208,725	344,461,078
2	Substandard Loan	1,396,315,959	336,346,741	1,059,969,219
3	Doubtful Loan	6,208,979,262	3,093,720,753	3,115,258,509
4	Loss Loan	11,313,221,115	11,312,916,295	304,820
Total		19,393,186,140	14,873,192,514	4,519,993,626

5.NPA Ratios

Gross NPA to Gross Advances		7.68%
Net NPA to Net Advances	:	1.94%

6. Movement of Non Performing Assets (Poush 2081 vs Chaitra 2081)

S.N	Loan Classification	Previous quarter Poush End 2081	This quarter Chaitra End 2081	Movement of non performing Assets
1	Restructured Loan	475,754,888	474,669,804	-0.23%
2	Substandard Loan	1,431,207,458	1,396,315,959	-2.44%
3	Doubtful Loan	3,279,711,288	6,208,979,262	89.31%
4	Loss Loan	7,131,189,665	11,313,221,115	58.64%
Total		12,317,863,299	19,393,186,140	57.44%

7. Write Off of Loans & Interest upto Chaitra End 2081

SN	Principal	Interest	Total
1	2,646,698,226.83	457,607,480.33	3,104,305,707

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Poush End 2081	This quarter Chaitra End 2081	Movement in Loan loss
1	Pass	1,859,298,071	1,721,701,861	-7.40%
2	Watchlist	6,938,549,880	3,024,444,959	-56.41%
2	Restructured/ Rescheduled Loan	130,344,361	130,208,725	-0.10%
3	Substandard Loan	815,661,807	336,346,741	-58.76%
4	Doubtful Loan	1,632,894,804	3,093,720,753	89.46%
5	Loss Loan	7,107,673,140	11,312,916,295	59.16%
Total		18,484,422,063	19,619,339,334	6.14%

ii. Movement in Interest Suspense

	Particular	Previous quarter Poush End 2081	This quarter Chaitra End 2081	Movement during the period
1	Interest Suspense	1,637,738,232	1,937,642,350	18.31%

9 Segregation of Investment Portfolio:

Particulars	Chaitra 2081
Investment in Subsidiary	1,060,063,200
Investment in Associate	190,929,197
Investment at Fair Value through OCI	529,384,086
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	2,038,636,392
Investment in Govt. bonds	-
Investment In Nepal Rastra Bank Bond	39,438,407,449
Investment in debenture	1,147,316,440
Investment in Foreign Bonds	-
Placement	26,636,688,071
Total Investment Measured At Amortized Cost	69,261,048,352
Total Investment	71,041,424,835