

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON POUH END 2082 (14 JANUARY 2026)
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)	24,974,787,063
1	Paid up Equity Share Capital	22,581,662,532
2	Share Premium	527,276,733
3	Statutory General Reserves	7,473,932,562
4	Retained Earnings	(8,854,298,008)
5	Current year profit/(loss)	(218,767,206)
6	Capital Adjustment Reserve	1,879,244,236
7	Debenture Redemption Reserve	2,562,500,000
8	Other Free Reserve	-
	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)	10,787,653,854
1	Cumulative and/or Redeemable Preference Share	
2	Subordinated Term Debt	4,500,000,000
3	Hybrid Capital Instruments	
4	Stock Premium	
5	General loan loss provision	3,399,471,680
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	-
9	Regulatory reserve for non-banking assets recorded within the last 24 months.	2,645,380,641
10	Interest Capitalized Reserve included in Regulatory Reserve	153,592,619
11	Excess Additional Tier 1 Capital	-
12	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	2,000,000,000.00	3,000,000,000.00

4. Total deductions from Capital: N/a

5. Total Qualifying Capital

SN	Particulars	Amount
1	Core Capital (Tier 1)	24,974,787,063
2	Supplementary Capital (Tier 2)	10,787,653,854
Total		35,762,440,917

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS	
Tier 1 Capital to Total Risk Weighted Exposures	8.19%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	11.73%

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	271,957,734,437
b	Risk Weighted Exposure for Operational Risk	17,144,559,592
c	Risk Weighted Exposure for Market Risk	606,489,973
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	3,462,906,933
	Add: 4% of total RWE for overall risk	11,588,351,360
Total Risk Weighted Exposures		304,760,042,295

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	9,458,755,131
4	Claims on domestic corporate and securities firms	164,692,993,363
5	Claims on regulatory retail portfolio	17,744,284,231
6	Claims secured by residential properties	4,667,288,291
7	Claims secured by commercial real estate	7,637,773,905
8	Past due claims	9,909,096,555
9	High risk claims	13,754,798,934
10	Lending against Shares	3,236,304,772
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)	265,453,887
12	Real Estate loans for land acquisition and development (Other than mentioned in Capital Adequacy framework 2015-point 3.3(j)(1)(k))	1,136,053,796
13	Personal HP/Auto Loans	1,505,295,593
14	TR loan for Trading Firm- 100%	3,116,922,265
15	Other assets	14,922,246,867
16	Off balance sheet items	19,749,466,849
17	Adjustment under Pillar II: Sale of Credit with Recourse	-
TOTAL		271,957,734,437

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	304,760,042,295
2	Total Core Capital Fund (Tier 1)	24,974,787,063
3	Total Capital Fund (Tier 1 & Tier 2)	35,762,440,917
4	Total Core Capital to Total Risk Weighted Exposures	8.19%
5	Total Capital to Total Risk Weighted Exposures	11.73%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	216,440,193	100,209,949	116,230,244
2	Substandard Loan	465,764,516	113,076,658	352,687,858

3	Doubtful Loan	4,233,667,432	2,110,784,757	2,122,882,675
4	Loss Loan	15,702,740,130	15,671,006,151	31,733,979
Total		20,618,612,271	17,995,077,515	2,623,534,755

5.NPA Ratios

Gross NPA to Gross Advances		7.96%
Net NPA to Net Advances	:	1.11%

6. Movement of Non Performing Assets (Ashwin 2082 Vs Poush 2082)

S.N	Loan Classification	Previous quarter Ashwin End 2082	This quarter Poush End 2082	Movement of non performing Assets
1	Restructured Loan	465,747,866	216,440,193	-53.53%
2	Substandard Loan	1,575,953,697	465,764,516	-70.45%
3	Doubtful Loan	2,122,653,017	4,233,667,432	99.45%
4	Loss Loan	14,673,482,796	15,702,740,130	7.01%
Total		18,837,837,377	20,618,612,271	9.45%

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

SN	Principal	Interest	Total
1	23,933,003.58	21,525,483.41	45,458,487

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Ashwin End 2082	This quarter Poush End 2082	Movement in Loan loss
1	Pass	1,921,455,919	1,903,311,577	-0.94%
2	Watchlist	2,170,896,835	3,196,678,605	47.25%
2	Restructured/ Rescheduled Loan	231,473,288	100,209,949	-56.71%
3	Substandard Loan	391,224,678	113,076,658	-71.10%
4	Doubtful Loan	1,055,603,284	2,110,784,757	99.96%
5	Loss Loan	14,643,176,337	15,671,006,151	7.02%
Total		20,413,830,341	23,095,067,697	13.13%

ii. Movement in Interest Suspense

	Particular	Previous quarter Ashwin End 2082	This quarter Poush End 2082	Movement during the period
1	Interest Suspense	1,762,524,624	2,154,733,336	22.25%

9 Segregation of Investment Portfolio:

Particulars	Poush 2082
Investment in Subsidiary	1,060,063,200
Investment in Associate	190,929,197
Investment at Fair Value through OCI	496,679,939
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	98,057,089
Investment in Govt. bonds	-
Investment In Nepal Rastra Bank Bond	41,823,210,880
Investment in debenture	1,346,489,987
Investment in Foreign Bonds	-
Placement	41,729,752,216
Total Investment Measured At Amortized Cost	84,997,510,172
Total Investment	86,745,182,508