

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON POUH 2077 (13 JANUARY 2020)
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)	16,353,469,177
1	Paid up Equity Share Capital	10,684,400,828
2	Share Premium	-
3	Statutory General Reserves	4,254,234,117
4	Retained Earnings	622,306,102
5	Current year profit/(loss)	705,495,392
6	Capital Adjustment Reserve	-
7	Debenture Redemption Reserve	367,014,857
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	79,982,119
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	Supplementary Capital (Tier 2)	4,021,006,962
1	Subordinated Term Debt	2,569,104,000
2	General loan loss provision	1,411,632,010
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	2,569,104,000

4. Total deductions from Capital: N/a

5. Total Qualifying Capital

SN	Particulars	Amount
1	Core Capital (Tier 1)	16,353,469,177
2	Supplementary Capital (Tier 2)	4,021,006,962
Total		20,374,476,139

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS		
Tier 1 Capital to Total Risk Weighted Exposures		11.11%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures		13.84%

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	132,438,658,689
b	Risk Weighted Exposure for Operational Risk	8,614,158,521
c	Risk Weighted Exposure for Market Risk	174,077,851
Adjustment under Pillar II		
	Add 5% of gross income for operational risk	1,750,409,527
	Add: 3% of total RWE for overall risk	4,236,806,852
Total Risk Weighted Exposures		147,214,111,440

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

SN	Particulars	Amount
1	Claims on government & central bank	224,105,635
2	Claims on other official entities	1,176,585,927
3	Claims on banks	3,979,048,345
4	Claims on domestic corporate and securities firms	91,495,706,780
5	Claims on regulatory retail portfolio	6,376,622,682
6	Claims secured by residential properties	2,962,306,754
7	Claims secured by commercial real estate	2,390,605,933
8	Past due claims	747,190,342
9	High risk claims	5,607,128,678
10	Lending against securities (Bonds and Shares)	1,305,795,630
11	Other assets	4,570,706,032
12	Off balance sheet items	11,602,855,951
TOTAL		132,438,658,689

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	147,214,111,440
2	Total Core Capital Fund (Tier 1)	16,353,469,177
3	Total Capital Fund (Tier 1 & Tier 2)	20,374,476,139
4	Total Core Capital to Total Risk Weighted Exposures	11.11%
5	Total Capital to Total Risk Weighted Exposures	13.84%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	101,408,756	7,472,229	93,936,527
2	Substandard Loan	1,229,754,737	307,438,684	922,316,053
3	Doubtful Loan	697,134,008	348,567,004	348,567,004
4	Loss Loan	427,226,733	427,226,733	-
Total		2,455,524,234	1,090,704,651	1,364,819,583

5. NPA Ratios

Gross NPA to Gross Advances		2.13%
Net NPA to Net Advances	:	1.21%

6. Movement of Non Performing Assets (Ashwin 2077 VS Poush 2077)

S.N	Loan Classification	Previous quarter Ashwin End 2077	This quarter Poush End 2077	Movement of non performing Assets
1	Restructured Loan	617,583,935	101,408,756	-83.58%
2	Substandard Loan	61,860,831	1,229,754,737	1887.94%
3	Doubtful Loan	33,245,757	697,134,008	1996.91%
4	Loss Loan	580,266,296	427,226,733	-26.37%
Total		1,292,956,819	2,455,524,234	89.92%

7. Write Off of Loans & Interest upto Poush End 2077

SN	Principal	Interest	Total
1	-	-	-

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Ashwin End 2077	This quarter Poush End 2077	Movement in Loan loss
1	Pass	1,733,990,094	1,171,213,848	-32.46%
2	Watchlist	148,532,172	251,118,163	69.07%
2	Restructured/ Rescheduled Loan	3,319,705	7,472,229	125.09%
3	Substandard Loan	15,465,208	307,438,684	1887.94%
4	Doubtful Loan	16,622,879	348,567,004	1996.91%
5	Loss Loan	580,266,296	427,226,733	-26.37%
Total		2,498,196,354	2,513,036,661	0.59%

ii. Movement in Interest Suspende

	Particular	Previous quarter Ashwin End 2077	This quarter Poush End 2077	Movement during the period
1	Interest Suspende	793,384,805	829,246,384	4.52%

9 Segregation of Investment Portfolio:

Particulars	Poush 2077
Investment in Subsidiary	200,000,000
Investment in Associate	195,785,700
Investment at Fair Value through OCI	89,189,390
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	13,986,844,320
Investment in Govt. bonds	11,431,172,359
Investment in Foreign Bonds	224,105,635
Placement	10,117,050,000
Total Investment Measured At Amortized Cost	35,759,172,315
Total Investment	36,244,147,404