

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON CHAITRA 2080 (12 APRIL 2024)
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)	26,388,536,203
1	Paid up Equity Share Capital	21,656,615,632
2	Share Premium	-
3	Statutory General Reserves	6,941,730,255
4	Retained Earnings	(3,242,625,038)
5	Current year profit/(loss)	(159,539,515)
6	Capital Redemption Reserve	1,879,244,236
7	Debenture Redemption Reserve	375,000,000
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	950,865,000
	Less: Purchase of land & building in excess of limit and unutilized	111,024,367
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	Supplementary Capital (Tier 2)	8,953,998,364
1	Subordinated Term Debt	5,500,000,000
2	General loan loss provision	3,385,320,251
3	Exchange Equalization Reserve	67,463,254
4	Investment Adjustment Reserve	1,214,859
5	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)	26,388,536,203
2	Supplementary Capital (Tier 2)	8,953,998,364
Total		35,342,534,566

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS		
Tier 1 Capital to Total Risk Weighted Exposures		8.86%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures		11.86%

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	270,825,620,071
b	Risk Weighted Exposure for Operational Risk	14,007,984,346
c	Risk Weighted Exposure for Market Risk	235,375,226
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	4,260,860,379
	Add: 3% of total RWE for overall risk	8,552,069,389
Total Risk Weighted Exposures		297,881,909,411

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	22,796,988
3	Claims on banks	6,329,085,284
4	Claims on domestic corporate and securities firms	160,862,008,664
5	Claims on regulatory retail portfolio	17,050,382,050
6	Claims secured by residential properties	4,652,698,645
7	Claims secured by commercial real estate	7,639,167,363
8	Past due claims	12,853,363,002
9	High risk claims	15,327,284,988
10	Lending against Shares(upto Rs.5.0 Million)	565,908,831
11	Lending against Shares(Above Rs.5.0 Million)	1,952,707,340
12	Real Estate loans for land acquisition and development (For institutions/projects)	378,866,682
13	Real Estate loans for land acquisition and development (Other than mentioned in Capi)	1,557,270,354
14	Personal HP/Auto Loans (Upto Rs. 2.5 Million)	1,067,913,258
15	Personal HP/Auto Loans (Above Rs. 2.5 Million)	454,068,163
16	TR loan for Trading Firm- 120%	3,175,287,926
17	Other assets	13,109,186,384
18	Off balance sheet items	23,827,624,149
19	Adjustment under Pillar II: Sale of Credit with Recourse	-
TOTAL		270,825,620,071

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	297,881,909,411
2	Total Core Capital Fund (Tier 1)	26,388,536,203
3	Total Capital Fund (Tier 1 & Tier 2)	35,342,534,566
4	Total Core Capital to Total Risk Weighted Exposures	8.86%
5	Total Capital to Total Risk Weighted Exposures	11.86%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	40,372,607	10,038,648	30,333,959
2	Substandard Loan	962,095,687	240,466,013	721,629,674
3	Doubtful Loan	1,861,335,672	925,826,136	935,509,536
4	Loss Loan	9,351,821,302	9,341,334,683	10,486,619
Total		12,215,625,268	10,517,665,481	1,697,959,787

5.NPA Ratios

Gross NPA to Gross Advances		4.96%
Net NPA to Net Advances	:	0.73%

6. Movement of Non Performing Assets (Poush 2080 vs Chaitra 2080)

S.N	Loan Classification	Previous quarter Poush End 2080	This quarter Chaitra End 2080	Movement of non performing Assets
1	Restructured Loan	50,664,839	40,372,607	-20.31%
2	Substandard Loan	251,414,355	962,095,687	282.67%
3	Doubtful Loan	4,356,224,886	1,861,335,672	-57.27%
4	Loss Loan	7,716,360,762	9,351,821,302	21.19%
Total		12,374,664,843	12,215,625,268	-1.29%

7. Write Off of Loans & Interest upto Chaitra End 2080

SN	Principal	Interest	Total
1	395,386,240.08	120,693,383.38	516,079,623

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Poush End 2080	This quarter Chaitra End 2080	Movement in Loan loss
1	Pass	2,260,056,184	2,302,143,568	1.86%
2	Watchlist	2,770,215,745	2,471,393,092	-10.79%
2	Restructured/ Rescheduled Loan	7,335,177	10,038,648	36.86%
3	Substandard Loan	62,637,090	240,466,013	283.90%
4	Doubtful Loan	2,170,154,216	925,826,136	-57.34%
5	Loss Loan	7,711,365,841	9,341,334,683	21.14%
Total		14,981,764,254	15,291,202,141	2.07%

ii. Movement in Interest Suspense

	Particular	Previous quarter Poush End 2080	This quarter Chaitra End 2080	Movement during the period
1	Interest Suspense	855,232,215	1,075,119,171	25.71%

9 Segregation of Investment Portfolio:

Particulars	Chaitra 2080
Investment in Subsidiary	1,060,063,200
Investment in Associate	190,929,197
Investment at Fair Value through OCI	360,804,937
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	11,943,451,997
Investment in Govt. bonds	220,840,000
Investment In Nepal Rastra Bank B	32,715,584,510
Investment in debenture	1,147,316,440
Investment in Foreign Bonds	-
Placement	19,664,574,214

	Total Investment Measured At Amortized Cost	65,691,767,161
	Total Investment	67,303,564,494