

**Disclosure under Basel II**  
**Garima Bikas Bank Limited**  
**As on Poush End 2075 (Jan 14,2019)**  
**Capital Structure & Capital Adequacy**

**Tier 1 Capital and Breakdown of its Components**

Particulars	Amount in '000
Paid up Equity Share Capital	2,788,368.00
Share Premium	97.07
Statutory General Reserves	345,100.11
Retained Earnings	507.12
Un-audited current year cumulative profit/(loss)	279,537.06
Deferred Tax Reserve	22,493.87
Other Free Reserve	-
Less: Goodwill	-
Less: Fictitious Assets	22,493.87
Less: Purchase of land & building in excess of limit and unutilized	32,114.80
<b>Total Core Capital</b>	<b>3,381,494.55</b>

**Tier 2 Capital and Breakdown of its Components**

Particulars	Amount in '000
General Loan Loss Provision	232,757.23
Investment Adjustment Reserve	4,894.87
<b>Total Supplementary Capital</b>	<b>237,652.10</b>

**Total Qualifying Capital**

Particulars	Amount in '000
Core Capital	3,381,494.55
Supplementary Capital	237,652.10
<b>Total Qualifying Capital (Total Capital Fund)</b>	<b>3,619,146.66</b>

**Capital Adequacy Ratio**

Particulars	%
Tier 1 Capital to Total Risk Weighted Exposures	14.86%
Total Capital Fund to Total Risk Weighted Exposures	15.91%

**Risk Weighted Exposure for Credit Risk, Operational Risk and Market Risk**

Particulars	Amount in '000
Risk Weighted Exposure for Credit Risk	21,400,305.80
Risk Weighted Exposure for Operational Risk	1,347,068.92
Risk Weighted Exposure for Market Risk	2,342.04
<b>Total Risk Weighted Exposure</b>	<b>22,749,716.76</b>

**Risk Weighted Exposure Under Each 11 Categories of Credit Risk**

Particulars	Amount in '000
Claims on Government and Central Bank	-
Claims on Other Financial Entities	-
Claims on Banks	1,037,607.21
Claims on Domestic Corporate and Securities Firms	1,459,410.98
Claims on Regulatory Retail Portfolio and Other Retail Portfolio	13,419,929.24
Claims Fulfilling all Criterion of Regularity Retail Except Granularity	538,271.85
Claims Secured by Residential Properties	-
Claims Secured by Commercial Real Estate	490,556.16
Past Due Claims	39,317.44
High Risk Claims	2,786,872.70
Other Assets	1,392,575.18
Off Balance Sheet Items	235,765.05
<b>Total Credit Risk Weighted Exposure</b>	<b>21,400,305.80</b>

**Amount of Non-Performing Assets (Both Gross and Net)**

Particulars	Gross Amount in '000	LLP Amount in '000	Net NPL Amount in '000
Restructured	-	-	-
Sub-Standard	31,456.66	7,864.17	23,592.50
Doubtful	9,771.85	4,885.93	4,885.93
Loss	25,053.68	25,053.68	-
<b>Total</b>	<b>66,282.20</b>	<b>37,803.78</b>	<b>28,478.42</b>

Particulars	Gross	Net Loan
Total Loan and Advances	23,523,024.07	23,236,743.25
	0.28%	0.12%

**NPA Ratios**

Particulars	%
Gross NPA to Gross Loan and Advances	0.28%
Net NPA to Net Loan and Advances	0.12%

**Movement in Non-Performing Assets**

Particulars	This Quarter Amount in '000	Last Quarter Amount in '000	Change %
Restructured	-	-	NA
Sub-Standard	31,456.66	132,652.73	-76.29%
Doubtful	9,771.85	24,251.14	-59.71%
Loss	25,053.68	18,064.39	38.69%
<b>Total</b>	<b>66,282.20</b>	<b>174,968.27</b>	<b>-62.12%</b>

**Write Off of Loans and Interest Suspense**

Particulars	Amount in '000
Write Off of Loans During the Year	-
Write Off of Interest Suspense During the Year	-
<b>Total</b>	<b>-</b>

**Movement in Loan Loss Provision and Interest Suspense**

Particulars	This Quarter Amount in '000	Last Quarter Amount in '000	Change %
Loan Loss Provision (Total)	286,280.82	311,002.78	-7.95%
Interest Suspense	81,398.14	110,745.55	-26.50%

**Segregation of Investment Portfolio**

Particulars	Amount in '000
Held for Trading	-
Held to Maturity	526,391.10
Available for Sale	180,462.46
<b>Total</b>	<b>706,853.56</b>

**Internal Control System**

1. The effectiveness of the internal control system of the bank is reviewed regularly by the board and its committee through internal audit process. The internal audit team monitors the compliance with policies and ensures the effectiveness of the internal control system throughout the organization.
2. Periodic supervision is done by the top management.