

Mahalaxmi Bikas Bank Limited		Form No. 1	
Capital Adequacy Table			
At the month end of Ashwin, 2078			
		(Rs. in '000)	
1. 1 RISK WEIGHTED EXPOSURES		Current Period	Previous Period
a	Risk Weighted Exposure for Credit Risk	36,844,181	37,653,867
b	Risk Weighted Exposure for Operational Risk	2,592,283	2,592,283
c	Risk Weighted Exposure for Market Risk	12,796	12,666
Total Risk Weighted Exposures (Before adjustments of Pillar II)		39,449,260	40,258,815
Adjustments under Pillar II			
SRP 6.4a (5)	ALM policies & practices are not satisfactory, add 1% of net interest income to RWE	-	15,066
SRP 6.4a (6)	Add% of the total deposit due to insufficient Liquid Assets	-	-
SRP 6.4a (7)	Add RWE equivalent to reciprocal of capital charge of 2 % of gross income.	444,399	444,399
SRP 6.4a (9)	Overall risk management policies and procedures are not satisfactory. Add 1% of RWE	394,493	402,588
SRP 6.4a (10)	If desired level of disclosure requirement has not been achieved, Add% of RWE	-	-
Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		40,288,152	41,120,869
1.2 CAPITAL		Current Period	Previous Period
(A) Core Capital (Tier 1)		5,164,353	5,194,069
a	Paid up Equity Share Capital	3,342,403	3,342,403
b	Irredeemable Non-cumulative preference shares		
c	Share Premium		
d	Proposed Bonus Equity Shares		
e	Statutory General Reserves	1,183,674	1,137,567
f	Retained Earnings	693,901	51,148
g	Un-audited current year cumulative profit/(loss)	-	718,576
h	Capital Redemption Reserve		
i	Capital Adjustment Reserve		
j	Debenture Redemption Reserve		
k	Dividend Equalization Reserves		
l	Other Free Reserve		
n	Less: Goodwill		
o	Less: Fictitious Assets		
p	Less: Investment in equity in licensed Financial Institutions		
q	Less: Investment in equity of institutions with financial interests		
r	Less: Investment in equity of institutions in excess of limits		
s	Less: Investments arising out of underwriting commitments		
t	Less: Reciprocal crossholdings		
u	Less: Purchase of land & building in excess of limit and unutilized	55,625	55,625
v	Less: Other Deductions		
Adjustments under Pillar II			
SRP 6.4a(1)	Less: Shortfall in Provision	-	
SRP 6.4a(2)	Less: Loans & Facilities extended to related parties and restricted lending	-	
(B) Supplementary Capital (Tier 2)		651,524	513,306
a	Cumulative and/or Redeemable Preference Share		
b	Subordinated Term Debt		
c	Hybrid Capital Instruments		
d	General loan loss provision	649,850	511,632
e	Exchange Equalization Reserve	1,674	1,674
f	Investment Adjustment Reserve		
g	Asset Revaluation Reserve		
h	Other Reserves		
Total Capital Fund (Tier I and Tier II)		5,815,877	5,707,375
1.3 CAPITAL ADEQUACY RATIOS		Current Period	Previous Period
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		12.82%	12.63%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)		14.44%	13.88%

Mahalaxmi Bikas Bank Limited						Form No. 2
Risk Weighted Exposure for Credit Risk						
At the month end of Ashwin, 2078						
						(Rs. in '000)
A. Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposure
	a	b	c	d=a-b-c	e	f=d*e
Cash Balance	628,923			628,923	0%	-
Balance With Nepal Rastra Bank	1,172,637			1,172,637	0%	-
Gold				-	0%	-
Investment in Nepalese Government Securities	4,957,200			4,957,200	0%	-
All Claims on Government of Nepal				-	0%	-
Investment in Nepal Rastra Bank securities				-	0%	-
All claims on Nepal Rastra Bank				-	0%	-
Claims on Foreign Government and Central Bank (ECA 0-1)				-	0%	-
Claims on Foreign Government and Central Bank (ECA -2)			-	-	20%	-
Claims on Foreign Government and Central Bank (ECA -3)			-	-	50%	-
Claims on Foreign Government and Central Bank (ECA-4-6)			-	-	100%	-
Claims on Foreign Government and Central Bank (ECA -7)			-	-	150%	-
Claims On BIS, IMF, ECB, EC and MDB's recognized by the framework				-	0%	-
Claims on Other Multilateral Development Banks			-	-	100%	-
Claims on Domestic Public Sector Entities			-	-	100%	-
Claims on Public Sector Entity (ECA 0-1)			-	-	20%	-
Claims on Public Sector Entity (ECA 2)			-	-	50%	-
Claims on Public Sector Entity (ECA 3-6)			-	-	100%	-
Claims on Public Sector Entity (ECA 7)			-	-	150%	-
Claims on domestic banks that meet capital adequacy requirements	3,779,605		-	3,779,605	20%	755,921
Claims on domestic banks that do not meet capital adequacy requirements			-	-	100%	-
Claims on foreign bank (ECA Rating 0-1)			-	-	20%	-
Claims on foreign bank (ECA Rating 2)			-	-	50%	-
Claims on foreign bank (ECA Rating 3-6)			-	-	100%	-
Claims on foreign bank (ECA Rating 7)			-	-	150%	-
Claims on foreign bank incorporated in SAARC region operating with a bu	2,752		-	2,752	20%	550
Claims on Domestic Corporates (Credit rating score equivalent to AAA)☐			-	-	80%	-
Claims on Domestic Corporates (Credit rating score equivalent to AA+ to AA-)☐			-	-	85%	-
Claims on Domestic Corporates (Credit rating score equivalent to A+ to A-)☐			-	-	90%	-
Claims on Domestic Corporates (Credit rating score equivalent to BBB+ & below)☐			-	-	100%	-
Claims on Domestic Corporates (Unrated)☐	12,428,752		500	12,428,252	100%	12,428,252
Claims on Foreign Corporates (ECA 0-1)			-	-	20%	-
Claims on Foreign Corporates (ECA 2)			-	-	50%	-
Claims on Foreign Corporates (ECA 3-6)			-	-	100%	-
Claims on Foreign Corporates (ECA 7)			-	-	150%	-
Regulatory Retail Portfolio (Not Overdue)	16,478,907		510,693	15,968,214	75%	11,976,160
Claims fulfilling all criterion of regularity retail except granularity			-	-	100%	-
Claims secured by residential properties	4,634,816		-	4,634,816	60%	2,780,890
Claims not fully secured by residential properties			-	-	150%	-
Claims secured by residential properties (Overdue)	28,068		-	28,068	100%	28,068
Claims secured by Commercial real estate	100,221		-	100,221	100%	100,221
Past due claims (except for claims secured by residential properties)	1,188,055		162,734	1,025,321	150%	1,537,982
High Risk claims	1,525,062		61,803	1,463,259	150%	2,194,889
Lending Against Securities (Bonds & Shares)	1,719,997		-	1,719,997	100%	1,719,997
Investments in equity and other capital instruments of institutions listed	1,208,080		-	1,208,080	100%	1,208,080
Investments in equity and other capital instruments of institutions not lis	2,123		-	2,123	150%	3,185
Staff loan secured by residential property	47,671		-	47,671	50%	23,836
Interest Receivable/claim on government securities	52,736		-	52,736	0%	-
Cash in transit and other cash items in the process of collection			-	-	20%	-
Other Assets (as per attachment)	3,292,741	1,490,329	-	1,802,412	100%	1,802,412
TOTAL (A)	53,248,348	1,490,329	735,730	51,022,289		36,560,445

B. Off Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Expos
Revocable Commitments				-	0%	-
Bills Under Collection				-	0%	-
Forward Exchange Contract Liabilities			-	-	10%	-
LC Commitments With Original Maturity Upto 6 months domestic counterparty			-	-	20%	-
Foreign counterparty (ECA Rating 0-1)			-	-	20%	-
Foreign counterparty (ECA Rating 2)			-	-	50%	-
Foreign counterparty (ECA Rating 3-6)			-	-	100%	-
Foreign counterparty (ECA Rating 7)			-	-	150%	-
LC Commitments With Original Maturity Over 6 months domestic counterparty			-	-	50%	-
Foreign counterparty (ECA Rating 0-1)			-	-	20%	-
Foreign counterparty (ECA Rating 2)			-	-	50%	-
Foreign counterparty (ECA Rating 3-6)			-	-	100%	-
Foreign counterparty (ECA Rating 7)			-	-	150%	-
Bid Bond, Performance Bond and Counter guarantee domestic counterpa	37,159		-	37,159	40%	14,863
Foreign counterparty (ECA Rating 0-1)			-	-	20%	-
Foreign counterparty (ECA Rating 2)			-	-	50%	-
Foreign counterparty (ECA Rating 3-6)			-	-	100%	-
Foreign counterparty (ECA Rating 7)			-	-	150%	-
Underwriting commitments			-	-	50%	-
Lending of Bank's Securities or Posting of Securities as collateral			-	-	100%	-
Repurchase Agreements, Assets sale with recourse			-	-	100%	-
Advance Payment Guarantee			-	-	100%	-
Financial Guarantee	38,928		-	38,928	100%	38,928
Acceptances and Endorsements			-	-	100%	-
Unpaid portion of Partly paid shares and Securities			-	-	100%	-
Irrevocable Credit commitments (short term)	2,029		-	2,029	20%	406
Irrevocable Credit commitments (long term)	415,787		-	415,787	50%	207,893
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital re			-	-	20%	-
Other Contingent Liabilities	21,646		-	21,646	100%	21,646
Unpaid Guarantee Claims			-	-	200%	-
TOTAL (B)	515,548	-	-	515,548		283,736
Total RWE for credit Risk Before Adjustment (A) +(B)	53,763,896	1,490,329	735,730	51,537,836		36,844,181
Adjustments under Pillar II						
SRP 6.4a(3) - Add 10% of the loans & facilities in excess of Single Obligor Limits to RWE						-
SRP 6.4a(4) - Add 1% of the contract (sale) value in case of the sale of credit with recourse to RWE						-
Total RWE for Credit Risk after Bank's adjustments under Pillar II	53,763,896	1,490,329	735,730	51,537,836		36,844,181