

HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON POUH 2081 (13 JANUARY 2025)
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)	25,822,590,942
1	Paid up Equity Share Capital	21,656,615,632
2	Share Premium	-
3	Statutory General Reserves	7,189,450,973
4	Retained Earnings	(5,920,119,215)
5	Current year profit/(loss)	836,794,837
6	Capital Adjustment Reserve	1,879,244,236
7	Debenture Redemption Reserve	1,250,000,000
	Less: Investment in equity of institutions with financial interests	970,865,000
	Less: Purchase of land & building in excess of limit and unutilized	98,530,521
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	Supplementary Capital (Tier 2)	8,901,063,977
1	Cumulative and/or Redeemable Preference Share	
2	Subordinated Term Debt	5,000,000,000
3	Hybrid Capital Instruments	
4	Stock Premium	
5	General loan loss provision	3,361,187,315
6	Exchange Equalization Reserve	67,463,254
7	Investment Adjustment Reserve	1,214,859
8	Accrued Interest Receivable on pass loan included in Regulatory Reserve	435,661,715
9	Interest Capitalized Reserve included in Regulatory Reserve	35,536,834
10	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	2,000,000,000.00	3,000,000,000.00

4. Total deductions from Capital: N/a

5. Total Qualifying Capital

SN	Particulars	Amount
1	Core Capital (Tier 1)	25,822,590,942
2	Supplementary Capital (Tier 2)	8,901,063,977
Total		34,723,654,919

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS		
Tier 1 Capital to Total Risk Weighted Exposures		8.63%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures		11.60%

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	268,894,985,195
b	Risk Weighted Exposure for Operational Risk	16,361,042,167
c	Risk Weighted Exposure for Market Risk	612,766,186
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	4,837,578,050
	Add: 3% of total RWE for overall risk	8,576,063,806
Total Risk Weighted Exposures		299,282,435,404

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	7,796,721,321
4	Claims on domestic corporate and securities firms	156,070,503,790
5	Claims on regulatory retail portfolio	17,034,619,224
6	Claims secured by residential properties	4,400,484,191
7	Claims secured by commercial real estate	9,036,117,694
8	Past due claims	13,641,684,981
9	High risk claims	14,040,293,947
10	Lending against Shares(upto Rs.5.0 Million)	519,740,020
11	Lending against Shares(Above Rs.5.0 Million)	1,722,685,794
12	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)	693,520,206
13	Real Estate loans for land acquisition and development (Other than mentioned in Capital Adequacy framework 2015-point 3.3(j)(1)(k))	1,457,858,959
14	Personal HP/Auto Loans	1,340,306,944
15	TR loan for Trading Firm- 120%	4,885,787,021
16	Other assets	15,053,092,134
17	Off balance sheet items	21,040,568,970
18	Adjustment under Pillar II: Sale of Credit with Recourse	-
TOTAL		268,894,985,195

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	299,282,435,404
2	Total Core Capital Fund (Tier 1)	25,822,590,942
3	Total Capital Fund (Tier 1 & Tier 2)	34,723,654,919
4	Total Core Capital to Total Risk Weighted Exposures	8.63%
5	Total Capital to Total Risk Weighted Exposures	11.60%

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	475,754,888	130,344,361	345,410,527
2	Substandard Loan	1,431,207,458	815,661,807	615,545,651
3	Doubtful Loan	3,279,711,288	1,632,894,804	1,646,816,484
4	Loss Loan	7,131,189,665	7,107,673,140	23,516,525
Total		12,317,863,299	9,686,574,112	2,631,289,187

5.NPA Ratios

Gross NPA to Gross Advances		4.98%
Net NPA to Net Advances	:	1.15%

6. Movement of Non Performing Assets (Ashwin 2080 vs Poush 2081)

S.N	Loan Classification	Previous quarter Ashwin End 2080	This quarter Poush End 2081	Movement of non performing Assets
1	Restructured Loan	6,967,975	475,754,888	6727.73%
2	Substandard Loan	729,863,553	1,431,207,458	96.09%
3	Doubtful Loan	2,358,638,603	3,279,711,288	39.05%
4	Loss Loan	8,956,303,365	7,131,189,665	-20.38%
Total		12,051,773,497	12,317,863,299	2.21%

7. Write Off of Loans & Interest upto Poush End 2081

SN	Principal	Interest	Total
1	666,922,036	285,679,057	952,601,093

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Ashwin End 2080	This quarter Poush End 2081	Movement in Loan loss
1	Pass	1,697,766,596	1,859,298,071.40	9.51%
2	Watchlist	3,731,223,982	6,938,549,879.87	85.96%
2	Restructured/ Rescheduled Loan	870,996.93	130,344,361.02	14864.96%
3	Substandard Loan	182,465,888	815,661,807.43	347.02%
4	Doubtful Loan	1,170,100,185	1,632,894,803.99	39.55%
5	Loss Loan	8,934,647,179	7,107,673,139.62	-20.45%
Total		15,717,074,826	18,484,422,063	17.61%

ii. Movement in Interest Suspense

	Particular	Previous quarter Ashwin End 2080	This quarter Poush End 2081	Movement during the period
1	Interest Suspense	1,511,222,145	1,637,738,232	8.37%

9 Segregation of Investment Portfolio:

Particulars	Poush 2081
Investment in Subsidiary	1,060,063,200
Investment in Associate	190,929,197
Investment at Fair Value through OCI	517,916,908
Investment at Fair Value through PL	-
Investment Measured at Amortized Cost	
Investment in treasury bills	3,172,071,191
Investment in Govt. bonds	-
Investment In Nepal Rastra Bank Bond	39,113,526,987
Investment in debenture	1,162,388,880
Investment in Foreign Bonds	-
Placement	23,619,929,132
Total Investment Measured At Amortized Cost	67,067,916,191
Total Investment	68,836,825,496