HIMALAYAN BANK LIMITED
DISCLOSURES UNDER BASEL III AS ON ASADH END 2083 (16 JULY 2026)
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)**	**24,682,743,194**
1	Paid up Equity Share Capital	22,581,662,532
2	Share Premium	527,276,733
3	Statutory General Reserves	7,511,473,271
4	Retained Earnings	(8,854,298,008)
5	Current year profit/(loss)	(985,851,783)
6	Capital Adjustment Reserve	1,879,244,236
7	Debenture Redemption Reserve	3,000,000,000
8	Other Free Reserve	-
	Less: Investment in equity of institutions with financial interests	970,865,000
	Less: Purchase of land & building in excess of limit and unutilized	5,898,786
	Less: Other Deductions	-

2. Tier 2 Capital and Breakdown of its Components

SN	Particulars	Amount
B	**Supplementary Capital (Tier 2)**	**10,538,924,561**
1	Cumulative and/or Redeemable Preference Share	
2	Subordinated Term Debt	4,500,000,000
3	Hybrid Capital Instruments	
4	Stock Premium	
5	General loan loss provision	3,361,914,922
6	Exchange Equalization Reserve	67,994,055
7	Investment Adjustment Reserve	111,214,859
8	Accrued Interest Receivable on pass loan included in Regulatory Reserve	98,620,952
9	Regulatory reserve for non-banking assets recorded within the last 24 months.	2,289,557,409
10	Interest Capitalized Reserve included in Regulatory Reserve	109,622,365
11	Excess Additional Tier 1 Capital	-
12	Other Reserves	-

3. Information on Subordinated Term Debt:

Bond Issued	HBL Bond 2086	CBL DEBENTURE 2088
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)	24,682,743,194
2	Supplementary Capital (Tier 2)	10,538,924,561
Total		**35,221,667,756**

6. Capital Adequacy Ratio:

CAPITAL ADEQUACY RATIOS	
Tier 1 Capital to Total Risk Weighted Exposures	**8.19%**
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures	**11.69%**

B. <u>Risk Exposures</u>

1. Risk Weighted Exposures for Credit Risk, Market Risk & Operational Risks)

RISK WEIGHTED EXPOSURES		Amount
a	Risk Weighted Exposure for Credit Risk	268,953,193,754
b	Risk Weighted Exposure for Operational Risk	17,144,559,592
c	Risk Weighted Exposure for Market Risk	253,045,002
	Adjustment under Pillar II	
	Net liquid assets to total deposit ratio is shortfall by ....%, Add ....% of total deposit to RWE	-
	Add 3% of gross income for operational risk	3,462,906,933
	Add: 4% of total RWE for overalll risk	11,454,031,934
	Total Risk Weighted Exposures	**301,267,737,215**

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	438,380,000
3	Claims on banks	9,194,353,664
4	Claims on domestic corporate and securities firms	157,431,352,572
5	Claims on regulatory retail portfolio	16,235,271,065
6	Claims secured by residential properties	4,841,784,800
7	Claims secured by commercial real estate	7,611,457,473
8	Past due claims	7,618,469,989
9	High risk claims	16,147,384,790
10	Lending against Shares	4,436,650,659
11	Real Estate loans for land acquisition and development (For institutions/projects registred/licensed and approved by Government of Nepal for land acquisition and	187,982,346
12	Real Estate loans for land acquisition and development (Other than mentioned in	1,142,380,142
13	Personal HP/Auto Loans	1,409,031,546
14	TR loan for Trading Firm- 100%	3,986,710,968
15	Loans not exceeding Rs. 30 million to SME's that fulfill the criteria	1,531,991,246
16	Other assets	16,396,780,206
17	Off balance sheet items	20,343,212,290
18	Adjustment under Pillar II: Sale of Credit with Recourse	-
	TOTAL	**268,953,193,754**

3. Total Risk Weighted Exposures calculation table:

SN	Particulars	Amount
1	Total Risk Weighted Exposure	**301,267,737,215**
2	Total Core Capital Fund (Tier 1)	24,682,743,194
3	Total Capital Fund (Tier 1 & Tier 2)	35,221,667,756
4	Total Core Capital to Total Risk Weighted Exposures	**8.19%**
5	Total Capital to Total Risk Weighted Exposures	**11.69%**

4. Amount of NPA

SN	Loan Classification	Gross Amount	Provision Held	Net NPA
1	Restructured Loan	19,241,716	5,954,328	13,287,388

2	Substandard Loan	1,801,707,509	449,469,796	1,352,237,713
3	Doubtful Loan	1,728,070,149	861,435,030	866,635,119
4	Loss Loan	16,864,849,203	16,835,403,815	29,445,389
Total		**20,413,868,577**	**18,152,262,968**	**2,261,605,609**

5.NPA Ratios

Gross NPA to Gross Advances		7.96%
Net NPA to Net Advances	:	0.98%

6. Movement of Non Performing Assets (Chaitra 2082 Vs Asadh 2083)

S.N	Loan Classification	Previous quarter Chaitra End 2082	This quarter Ashad End 2083	Movement of non performing Assets
1	Restructured Loan	18,564,344	19,241,716	**3.65%**
2	Substandard Loan	1,776,539,157	1,801,707,509	**1.42%**
3	Doubtful Loan	4,901,652,745	1,728,070,149	**-64.75%**
4	Loss Loan	14,010,302,137	16,864,849,203	**20.37%**
Total		**20,707,058,383**	**20,413,868,577**	**-1.42%**

7. Write Off of Loans & Interest upto Asadh End 2083

SN	Principal	Interest	Total
1	446,116,047.03	189,391,682.85	635,507,730

8. Movement in Loan Loss Provisioning:

SN	Loan Loss Provision	Previous quarter Chaitra End 2082	This quarter Ashad End 2083	Movement in Loan loss
1	Pass	2,067,688,207	1,966,264,175	**-4.91%**
2	Watchlist	6,237,035,986	4,833,830,753	**-22.50%**
2	Restructured/ Rescheduled Loan	2,320,543	5,954,328	**156.59%**
3	Substandard Loan	448,067,681	449,469,796	**0.31%**
4	Doubtful Loan	2,446,113,872	861,435,030	**-64.78%**
5	Loss Loan	13,980,021,873	16,835,403,815	**20.42%**
Total		**25,181,248,161**	**24,952,357,895**	**-0.91%**

ii. Movement in Interest Suspense

	Particular	Previous quarter Chaitra End 2082	This quarter Ashad End 2083	Movement during the period
1	Interest Suspense	2,532,154,052	2,752,627,247	**8.71%**

9 Segregation of Investment Portfolio:

	Particulars	Asadh 2083
	Investment in Subsidiary	1,060,063,200
	Investment in Associate	35,508,948
	Investment at Fair Value through OCI	1,451,043,568
	Investment at Fair Value through PL	-
	Investment Measured at Amortized Cost	
	Investment in treasury bills	4,517,660,325
	Investment in Govt. bonds	-
	Investment In Nepal Rastra Bank Bond	47,115,246,269
	Investment in debenture	1,324,802,194
	Investment in Foreign Bonds	-
	Placement	58,054,617,085
	Total Investment Measured At Amortized Cost	**111,012,325,873**
	Total Investment	**113,558,941,589**