

Salapa Bikas Bank Limited

Capital Adequacy Table

At the month end of Poush, 2079

Form No. 1

(Rs. in '000)

1. 1 RISK WEIGHTED EXPOSURES		Current Period	Previous Period
a	Risk Weighted Exposure for Credit Risk	840,202.88	724,249.11
b	Risk Weighted Exposure for Operational Risk	65,211.02	85,268.40
c	Risk Weighted Exposure for Market Risk	-	-
Total Risk Weighted Exposures (Before adjustments of Pillar II)		905,413.91	809,517.51
Adjustments under Pillar II			
SRP 6.4a (5)	<i>ALM policies & practices are not satisfactory, add 1% of net interest income to RWE</i>	450.08	525.76
SRP 6.4a (6)	<i>Add% of the total deposit due to insufficient Liquid Assets</i>	-	-
SRP 6.4a (7)	<i>Add RWE equivalent to reciprocal of capital charge of 3% of gross income.</i>	16,314.20	21,786.70
SRP 6.4a (9)	<i>Overall risk management policies and procedures are not satisfactory. Add 4% of RWE</i>	36,216.56	32,380.70
SRP 6.4a (10)	<i>Desired level of disclosure requirement has not been achieved. Add 3% of RWE</i>	27,162.42	24,285.53
Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		985,557.16	888,496.19

1.2 CAPITAL		Current Period	Previous Period
(A) Core Capital (Tier 1)		327,494.48	207,526.09
a	Paid up Equity Share Capital	28,000.00	28,000.00
b	Irredeemable Non-cumulative preference shares		
c	Share Premium		
d	Proposed Bonus Equity Shares		
e	Statutory General Reserves	4,973.49	10,698.85
f	Retained Earnings	12,443.67	12,443.67
g	Un-audited current year cumulative profit/(loss)	(10,330.85)	(25,504.56)
h	Capital Redemption Reserve		
i	Capital Adjustment Reserve	296,175.89	181,932.10
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		
v	Less: Other Deductions	(3,767.72)	43.97
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)		10,487.88	13,768
a	Cumulative and/or Redeemable Preference Share		
b	Subordinated Term Debt		
c	Hybrid Capital Instruments		
d	General loan loss provision	10,487.88	13,767.82
e	Exchange Equalization Reserve		
f	Investment Adjustment Reserve		
g	Asset Revaluation Reserve		
h	Other Reserves		
Total Capital Fund (Tier I and Tier II)		337,982.36	221,293.91

1.3 CAPITAL ADEQUACY RATIOS		Current Period	Previous Period
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		33.23%	23.36%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)		34.29%	24.91%

NRB Directive Form No. 9.14				
Institution Name: Saapa Bikas Bank Limited (12094)				
Quarterly Financial Highlight				
At the quarter ended Poush, 2079				
(Rs. in Full Figure)				
S.N	Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
1	Total Capital & Liabilities (1.1 to 1.7)	1341264180.37	1308726316.62	1176139965.27
1.1	Paid-up Capital	28000000.00	28000000.00	28000000.00
1.2	Reserves and Surplus	204180650.00	205030650.00	196305065.27
1.3	Debtenture and Bond	0.00	0.00	0.00
1.4	Borrowings	0.00	0.00	0.00
1.5	Deposits (a+b)	831186580.00	796858300.00	695454520.00
	a. Deposit (Domestic Currency)	831186580.00	796858300.00	695454520.00
	b. Deposit (Foreign Currency)	0.00	0.00	0.00
1.6	Income Tax Liabilities	0.00	0.00	0.00
1.7	Other Liabilities	277896950.37	278837366.62	256380380.00
2	Total Assets (2.1 to 2.7)	1341264180.37	1308726316.62	1176139965.27
2.1	Cash & Bank Balance	84707660.00	107918530.00	80940560.00
2.2	Money at call and short Notice	370872500.00	347791920.00	371097810.00
2.3	Investments	0.00	0.00	0.00
2.4	Loans & Advances (a+b+c+d+e+f)	720552190.00	707184866.62	656000386.80
	a. Real Estate Loan	0.00	0.00	0.00
	1. Residential Real Estate Loan (Except Personal Home Loan upto Rs 10 million)	0.00	0.00	0.00
	2. Business Complex & Residential Apartment Construction Loan	0.00	0.00	0.00
	3. Income generating Commercial Complex Loan	0.00	0.00	0.00
	4. Other Real Estate Loan (Including Land Purchase & Plotting)	0.00	0.00	0.00
	b. Personal Home Loan of Rs. 10 million or less	0.00	0.00	0.00
	c. Margin Type Loan	0.00	0.00	0.00
	d. Term Loan	234405989.65	232666952.47	203672601.06
	e. Overdraft Loan / TR Loan / WC Loan	138136255.16	190420407.23	135152262.97
	f. Other Loan	348009945.19	284097506.92	317175522.77
2.5	Fixed Assets	0.00	24771980.00	28171360.00
2.6	Non Banking Assets	0.00	0.00	0.00
2.7	Other Assets	165131830.37	1211059020.00	39929848.47
3	Profit and Loss Account	0.00	0.00	0.00
3.1	Interest income	53436260.00	22346530.00	47698950.00
3.2	Interest Expense	31672470.00	15998200.00	20654400.00
A	Net Interest Income (3.1-3.2)	21763790.00	6348330.00	27044550.00
3.3	Fees Commission and Discount	0.00	0.00	0.00
3.4	Other Operating Income	2079600.00	1187780.00	2388250.00
3.5	Foreign Exchange Gain/Loss (Net)	0.00	0.00	0.00
B	Total Operating Income (A+3.3+3.4+3.5)	23843390.00	7536110.00	29432800.00
3.6	Staff Expenses	19641210.00	10924090.00	14905650.00
3.7	Other Operating Expenses	4881260.00	2240880.00	1553810.00
C	Operating profit Before Provision (B-3.6-3.7)	-679080.00	-5628860.00	12973340.00
3.8	Provision for Possible Loss	26440740.00	18248930.00	18834570.00
D	Operating profit (C-3.8)	-27119820.00	-23877790.00	-5861230.00
3.9	Non Operating Income/Expenses (Net)	0.00	0.00	0.00
3.10	Write Back of Provision for Possible Loss	11620560.00	1460560.00	16423390.00
E	Profit From Regular Activities (D+3.9+3.10)	-15499260.00	-22417230.00	10562160.00
3.11	Extraordinary Income/Expenses (Net)	0.00	0.00	0.00
F	Profit Before Bonus and Taxes (E+3.11)	-15499260.00	-22417230.00	10562160.00
3.12	Provision For Staff Bonus	0.00	0.00	0.00
3.13	Provision For Tax	0.00	0.00	0.00
G	Net Profit/Loss (F-3.12-3.13)	-15499260.00	-22417230.00	10562160.00
4	Ratios	0.00	0.00	0.00
4.1	Capital Fund to RWA(%)	33.23	23.90	0.27
4.2	Non Performing Loan (NPL) to Total Loan(%)	6.85	7.79	6.13
4.3	Total Loan Loss Provision to total NP L(%)	73.07	65.29	70.00
4.4	Cost of Funds(%)	6.22	5.84	70.94
4.5	CD Ratio (Calculated as per NRB Directives)(%)	86.68	88.74	94.34
4.6	Base Rate(%)	11.10	10.39	10.50
5	Additional Information (Optional)	0.00	0.00	0.00
5.1	Average Yield (Local Currency)(%)	0.00	0.00	0.00
5.2	Net Interest Spread (Local Currency)(%)	4.15	4.05	4.89
5.3	Return on Equity(%)	0.00	0.00	0.00
5.4	Return on Assets(%)	0.00	0.00	0.00

(Amount in NPR, Full Figure)

Salapa Bikas Bank Limited
Condensed Consolidated Statement of Financial Position

At the month end of Poush , 2079

Particulars	Group		Bank	
	This Quarter Ending	Immediate Previous Year Ending	This Quarter Ending	Immediate Previous Year Ending
Assets				
Cash and Cash Equivalent	455,580,172.64	452,038,371.58	455,580,172.64	452,038,371.58
Due from Nepal Rastra Bank	-	-	-	-
Placement with Banks and FIs	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Other Trading Assets	-	-	-	-
Loans and Advances to Banks and FIs	-	-	-	-
Loans and Advances to Customers	770,822,408.49	648,399,748.64	770,822,408.49	648,399,748.64
Investment Securities	-	-	-	-
Current Tax Assets	12,327,311.82	6,086,694.69	12,327,311.82	6,086,694.69
Investment in Subsidiaries	-	-	-	-
Investment in Associates	-	-	-	-
Investment Property	-	-	-	-
Property and Equipment	23,411,630.83	25,282,784.52	23,411,630.83	25,282,784.52
Goodwill and Intangible Assets	932,028.12	1,446,349.73	932,028.12	1,446,349.73
Deferred Tax Assets	3,767,722.25	2,000,230.05	3,767,722.25	2,000,230.05
Other Assets	25,525,471.84	19,014,167.28	25,525,471.84	19,014,167.28
Total Assets	1,292,366,745.99	1,154,268,346.49	1,292,366,745.99	1,154,268,346.49
Liabilities				
Due to Banks and FIS	-	-	-	-
Due to Nepal Rasra Bank	-	-	-	-
Derivative Financial Instruments	-	-	-	-
Deposit from Customers	831,138,873.46	695,410,116.09	831,138,873.46	695,410,116.09
Borrowings	-	-	-	-
Current Tax Liabilities	-	-	-	-
Provisions	-	-	-	-
Deferred Tax Liabilities	-	-	-	-
Other Liabilities	124,240,308.99	224,700,131.29	124,240,308.99	224,700,131.29
Debt Securities Issued	-	-	-	-
Subordinated Liabilities	-	-	-	-
Total Liabilities	955,379,182.45	920,110,247.38	955,379,182.45	920,110,247.38
Equity				
Share Capital	28,000,000.00	28,000,000.00	28,000,000.00	28,000,000.00
Share Premium	-	-	-	-
Retained Earnings	2,112,825.23	12,426,860.01	2,112,825.23	12,426,860.01
Reserves	306,874,738.31	193,731,239.10	306,874,738.31	193,731,239.10
Total Equity Attributable to Equity Holders	336,987,563.54	234,158,099.11	336,987,563.54	234,158,099.11
Non Controlling Interest				
Total Equity	336,987,563.54	234,158,099.11	336,987,563.54	234,158,099.11
Total Liabilities and Equity	1,292,366,745.99	1,154,268,346.49	1,292,366,745.99	1,154,268,346.49
Contingent liabilities and commitment				

(Amount in NPR, Full Figure)

Salapa Bikas Bank Limited
Condensed Statement of Profit or Loss
At the month end of Poush, 2079

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	upto this quarter (vtd)	This Quarter	upto this quarter (vtd)	This Quarter	upto this quarter (vtd)	This Quarter	upto this quarter (vtd)
Interest Income	10,473,305.46	58,604,674.16	14,353,333.15	57,208,274.58	10,473,305.46	58,604,674.16	14,353,333.15	57,208,274.58
Interest Expenses	5,219,593.36	31,672,471.64	3,613,326.36	20,654,391.64	5,219,593.36	31,672,471.64	3,613,326.36	20,654,391.64
Net Interest Income	5,253,711.50	26,932,202.52	10,746,006.79	36,553,882.94	5,253,711.50	26,932,202.52	10,746,006.79	36,553,882.94
Fees and Commission Income	3,050.00	3,050.00	3,360.46	13,410.46	3,050.00	3,050.00	3,360.46	13,410.46
Fees and Commission Expenses			-	-			-	-
Net Fees and Commission Income	3,050.00	3,050.00	3,360.46	13,410.46	3,050.00	3,050.00	3,360.46	13,410.46
Net Interest, Fees and Commission In	5,262,761.50	26,941,252.52	10,755,367.25	36,567,293.40	5,262,761.50	26,941,252.52	10,755,367.25	36,567,293.40
Net Trading Income	-	-	-	-	-	-	-	-
Other Operating Income	483,611.36	2,156,501.52	585,112.34	2,371,009.21	483,611.36	2,156,501.52	585,112.34	2,371,009.21
Total Operating Income	5,752,372.86	29,097,754.04	11,340,480.19	38,938,302.61	5,752,372.86	29,097,754.04	11,340,480.19	38,938,302.61
Impairment Charge/(Reversal) for Loans and other Losses	14,306,126.81	14,306,126.81	(3,668,821.09)	2,411,175.45	14,306,126.81	14,306,126.81	(3,668,821.09)	2,411,175.45
Net Operating Income	(9,153,753.95)	14,191,627.23	21,009,301.28	36,527,127.16	(9,153,753.95)	14,191,627.23	21,009,301.28	36,527,127.16
Personnel Expenses	3,375,381.52	19,641,211.00	2,251,377.36	15,523,272.86	3,375,381.52	19,641,211.00	2,251,377.36	15,523,272.86
Other Operating Expenses	830,371.83	4,881,262.26	856,285.32	5,027,162.35	830,371.83	4,881,262.26	856,285.32	5,027,162.35
Depreciation and Amortization								
Operating Profit	(13,359,507.30)	(10,330,846.03)	17,901,638.00	15,976,691.95	(13,359,507.30)	(10,330,846.03)	17,901,638.00	15,976,691.95
Non-Operating Income								
Non-Operating Expenses								
Profit Before Income and Tax	(13,359,507.30)	(10,330,846.03)	17,901,638.00	15,976,691.95	(13,359,507.30)	(10,330,846.03)	17,901,638.00	15,976,691.95
Income Tax Expenses	-	-	-	-	-	-	-	-
Current Tax								
Deferred Tax								
Profit(Loss) For the Period	(13,359,507.30)	(10,330,846.03)	17,901,638.00	15,976,691.95	(13,359,507.30)	(10,330,846.03)	17,901,638.00	15,976,691.95

Salapa Bikas Bank Limited

Ratios as per NRB Directive

At the month end of Poush , 2079

Particulars	Groups				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)	This Quarter	Upto This Quarter (YTD)
Capital Fund to RWA		33.23%		27.96%		33.23%		27.96%
Non-Performing Loan(NPL)to Total Loans (As per NRB Directive)		6.85%		6.13%		6.85%		6.13%
Total Loss Loan Provision to Total NPL (As per NRB Directive)		73.07%		70.00%		73.07%		70.00%
Costs of Funds		6.22%		5.57%		6.22%		5.57%
Credit to Deposit Ratio (As per NRB Directive)		86.68%		94.34%		86.68%		94.34%
Base Rate (As per NRB Directive)		11.10%		10.50%		11.10%		10.50%
Interest Rate Spread (As per NRB Directive)		4.15%		4.89%		4.15%		4.89%

Amount in NPR, full figure

Salapa Bikas Bank Limited
Details about the distributable profit

At the month end of Poush , 2079

Particulars	Current Year	Previous Year Corresponding
	Upto This Quarter (YTD)	Upto This Quarter (YTD)
Opening Retained Earning		
Net profit or (loss) as per statement of profit or loss	(10,330,846.03)	2,759,896.05
1. Appropriations		
<u>1.1 Profit required to be appropriated to:</u>		(4,973,490.00)
a. General Reserve (-)		(4,973,490.00)
b. Capital Redemption Reserve (-)		
c. Exchange Fluctuation Fund (-)		
d. CSR Fund (-)		
e. Employees Training Fund (-)		
f. Other (-)		
<u>1.2 Profit required to be transfered to Regulatory Reserve:</u>	-	-
a. Transferred to Regulatory Reserve (-)		
b. Transferred from Regulatory Reserve (+)		
Net Profit for the period end available for distribution	(10,330,846.03)	(2,213,593.95)

Salapa Bikas Bank Limited
Condensed Consolidated Statement of cash flows

At the month end of Poush , 2079

Particulars	Group		Bank	
	Current Year	Previous Year Correspondin	Current Year	Previous Year Correspondin
	Upto this Quarter (YTD)	Upto this Quarter (YTD)	Upto this Quarter (YTD)	Upto this Quarter (YTD)
CASH FLOWS FROM OPERATING ACTIVITIES				
Interest received (+)				
Fees and other income received (+)				
Divided received (+)				
Receipts from other operating activities (+)				
Interest paid (-)				
Commission and fees paid (-)				
Cash payment to employees (-)				
Other expense paid (-)				
Operating cash flows before changes in operating assets and liabilities	-	-	-	-
(Increase)/Decrease in operating assets	-	-	-	-
Due from Nepal Rastra Bank				
Placement with bank and financial institutions				
Other trading assets				
Loan and advances to bank and financial institutions				
Loans and advances to customers				
Other assets				
Increase/(Decrease) in operating liabilities	-	-	-	-
Due to bank and financial institutions				
Due to Nepal Rastra Bank				
Deposit from customers				
Borrowings				
Other liabilities				
Net cash flow from operating activities before tax paid	-	-	-	-
Income taxes paid (-)				
Net cash flow from operating activities	-	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investment securities				
Receipts from sale of investment securities				
Purchase of property and equipment				
Receipt from the sale of property and equipment				
Purchase of intangible assets				
Receipt from the sale of intangible assets				
Purchase of investment properties				
Receipt from the sale of investment properties				
Interest received				
Dividend received				
Net cash used in investing activities	-	-	-	-
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipt from issue of debt securities				
Repayment of debt securities				
Receipt from issue of subordinated liabilities				
Repayment of subordinated liabilities				
Receipt from issue of shares				
Dividends paid				
Interest paid				
Other receipt/payment				
Net cash from financing activities	-	-	-	-
Net increase (decrease) in cash and cash equivalents	-	-	-	-
Cash and cash equivalents at beginning of the year				
Effect of exchange rate fluctuations on cash and cash equivalents held				
Cash and cash equivalents at Poush 2079 End	-	-	-	-