

**Manjushree Finance Limited**  
**Disclosure Under Basel II**  
**As at Asadh End -2077**

**1 CAPITAL STRUCTURE & CAPITAL ADEQUACY**

(NPR. '000')

<b>A.</b>	<b>Core Capital (Tier I)</b>	<b>1,043,712.46</b>
a	Paid up Equity Share Capital	818,131.26
b	Irredeemable Non-cumulative preference shares	-
c	Share Premium	-
d	Proposed Bonus Equity Shares	-
e	Statutory General Reserves	111,771.72
f	Retained Earnings	119,799.76
g	Un-audited current year cumulative profit/(loss)	-
h	Capital Redemption Reserve	-
i	Capital Adjustment Reserve	-
j	Dividend Equalization Reserves	-
k	<b>Other Free Reserve</b>	-
l	Less: Goodwill	-
m	Less: Deferred Tax Assets	(5,990.29)
n	<b>Less: Fictitious Assets</b>	-
o	<b>Less: Investment in equity in licensed Financial Institutions</b>	-
p	Less: Investment in equity of institutions with financial interests	-
q	Less: Investment in equity of institutions in excess of limits	-
r	Less: Investments arising out of underwriting commitments	-
s	Less: Reciprocal crossholdings	-
t	<b>Less: Purchase of land &amp; building in excess of limit and unutilized</b>	-
u	Less: Other Deductions	-
<b>B.</b>	<b>Supplementary Capital (Tier 2)</b>	<b>67,446.35</b>
a	Cumulative and/or Redeemable Preference Share	-
b	Subordinated Term Debt	-
c	Hybrid Capital Instruments	-
d	General loan loss provision	67,446.35
e	Exchange Equalization Reserve	-
f	Investment Adjustment Reserve	-
g	Asset Revaluation Reserve	-
h	Other Reserves	-
	<b>Total Capital Fund (Tier I and Tier II)</b>	<b>1,111,158.80</b>

Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.99%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	14.89%

**2 Risk Exposure****(NRs. '000')**

<b>RISK WEIGHTED EXPOSURES</b>		<b>Current Priod</b>
a	Risk Weighted Exposure for Credit Risk	7,043,656.02
b	Risk Weighted Exposure for Operational Risk	417,268.11
c	Risk Weighted Exposure for Market Risk	-
<b>Total Risk Weighted Exposures</b>		<b>7,460,924.13</b>

**3 Risk Weighted Exposure under each 11 Categories of Credit Risk****(NRs. '000')**

<b>A.</b>	<b>Balance Sheet Exposure</b>	<b>Risk Weighted Exposure</b>
1	Claims on Government and Central Bank	-
2	Claims on Other Official Entities	-
3	Claims on Banks	186,558.99
4	Claims on Corporate & Securities firm	1,005,000.00
5	Claims on Regulatory Retail Portfolio (Not overdue)	2,032,763.26
6	Claims Secured by Residential Properties	1,124,966.81
7	Claims Secured by Commercial Real Estate	70,000.00
8	Past due claims (except for claims secured by residential properties)	268,095.54
9	High Risk Claims	1,333,633.40
10	<b>Other Assets</b>	
	Investments in equity and other capital instruments of institutions listed in	
a.	stock exchange	295,343.99
b.	Staff loan secured by residential property	55,174.89
c.	Other Assets (as per attachment)	671,969.14
11	<b>Off- Balance Sheet Exposures</b>	150.00
	<b>Total RWE for Credit Risk</b>	<b>7,043,656.02</b>

**4 Eligible Credit Risk Mitigation****(NRs. '000')**

<b>Eligible Credit Risk Mitigations</b>	<b>Amount</b>
Deposit with Banks	421,524.87
Govt. & NRB Securities	300,000.00
<b>Total Eligible CRM</b>	<b>721,524.87</b>

**5 Amount of Non Performing Assets (Gross Net) (NRs. '000')**

	Particulars	Gross	Provision	Net
A	Restructured	-		
B	Sub-standard	2,369.43	592.36	1,777.07
C	Doubtful	12,995.00	6,497.50	6,497.50
D	Loss	216,541.49	216,541.49	0.00
	<b>Total</b>	<b>231,905.92</b>	<b>223,631.35</b>	<b>8,274.57</b>

**6 Non Performing Assets (NPA Ratios)**

	NPA Ratio	
	Gross NPA to Gross Advances	3.36
	Net NPA to Net Advances	0.12

**7 Movement in Non Performing Assets (NRs. '000')**

	Particulars	This Quarter	Previous Quarter	Change %
	Non Performing Assets	231,905.92	232,824.61	(0.39)
	Non Performing Assets %	3.36%	3.43%	0.07

**8 Write off of Loans and Interest in the Quarter: (NRs. '000')**

	Particulars	Amount
	Write off Loans during the Quarter	
	Write off Interest Suspense during the Quarter	-

**9 Movement of Loan Loss provision and Interest Suspense (NRs. '000')**

	Particulars	This Quarter	Previous Quarter	Change %
	Loan Loss Provision	291,077.69	290,884.53	0.066
	Interest Suspense	211,692.22	169,871.65	24.62

**10 Details of Additional Loan Loss Provision (NRs. '000')**

	Particulars	This Quarter	Previous Quarter	Movement
	Additional Loan Loss Provision	193.17	10,065.15	(9,871.98)

**11 Segregation of Investment Portfolio (NRs. '000')**

	Particulars	As on 15-Jul-20
	Held For Trading	0
	Held For Maturity	0
	Available for Sale	595,343.99