

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

1 CAPITAL STRUCTURE & CAPITAL ADEQUACY

(NPR. '000')

| | | |
|-----------|--|---------------------|
| A. | Core Capital (Tier I) | 1,083,454.28 |
| 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 | 121,906.89 |
| f | Retained Earnings | 148,371.45 |
| g | Un-audited current year cumulative profit/(loss) | - |
| h | Capital Redemption Reserve | - |
| i | Capital Adjustment Reserve | - |
| j | Dividend Equalization Reserves | - |
| k | Other Free Reserve | - |
| l | Less: Goodwill | - |
| m | Less: Deferred Tax Assets | (4,955.32) |
| n | Less: Fictitious Assets | - |
| o | Less: Investment in equity in licensed Financial Institutions | - |
| 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 | Less: Purchase of land & building in excess of limit and unutilized | - |
| u | Less: Other Deductions | - |
| | | |
| B. | Supplementary Capital (Tier 2) | 59,821.02 |
| a | Cumulative and/or Redeemable Preference Share | - |
| b | Subordinated Term Debt | - |
| c | Hybrid Capital Instruments | - |
| d | General loan loss provision | 59,821.02 |
| e | Exchange Equalization Reserve | - |
| f | Investment Adjustment Reserve | - |
| g | Asset Revaluation Reserve | - |
| h | Other Reserves | - |
| | Total Capital Fund (Tier I and Tier II) | 1,143,275.30 |

| | |
|---|--------|
| Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II) | 11.26% |
| Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II) | 11.88% |

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

| | RISK WEIGHTED EXPOSURES | Current Priod |
|--------------------------------------|---|----------------------|
| a | Risk Weighted Exposure for Credit Risk | 9,115,199.27 |
| b | Risk Weighted Exposure for Operational Risk | 505,750.53 |
| c | Risk Weighted Exposure for Market Risk | - |
| Total Risk Weighted Exposures | | 9,620,949.80 |

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

| A. | Balance Sheet Exposure | Risk Weighted Exposure |
|----------------------------------|---|-------------------------------|
| 1 | Claims on Government and Central Bank | - |
| 2 | Claims on Other Official Entities | - |
| 3 | Claims on Banks | 2,253,669.71 |
| 4 | Claims on Corporate & Securities firm | 1,085,000.00 |
| 5 | Claims on Regulatory Retail Portfolio (Not overdue) | 2,665,033.11 |
| 6 | Claims Secured by Residential Properties | 1,750,645.00 |
| 7 | Claims Secured by Commercial Real Estate | 70,000.00 |
| 8 | Past due claims (except for claims secured by residential properties) | 256,120.21 |
| 9 | High Risk Claims | 977,476.94 |
| 10 | Other Assets | |
| | Investments in equity and other capital instruments of institutions listed in | |
| a. | stock exchange | 337,688.39 |
| b. | Staff loan secured by residential property | 103,547.07 |
| c. | Other Assets (as per attachment) | 895,918.38 |
| 11 | Off- Balance Sheet Exposures | 300.00 |
| Total RWE for Credit Risk | | 10,395,398.81 |

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

| Eligible Credit Risk Mitigations | Amount |
|---|-------------------|
| Deposit with Banks | 265,716.33 |
| Govt. & NRB Securities | - |
| Total Eligible CRM | 265,716.33 |

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

| | Particulars | Gross | Provision | Net |
|---|--------------|-------------------|-------------------|------------------|
| A | Restructured | - | | |
| B | Sub-standard | 11,017.69 | 2,754.42 | 8,263.27 |
| C | Doubtful | 26,162.20 | 13,081.10 | 13,081.10 |
| D | Loss | 178,106.83 | 178,106.83 | 0.00 |
| | Total | 215,286.72 | 193,942.35 | 21,344.37 |

6 Non Performing Assets (NPA Ratios)

| | NPA Ratio | |
|--|-----------------------------|------|
| | Gross NPA to Gross Advances | 3.16 |
| | Net NPA to Net Advances | 0.32 |

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

| | Particulars | This Quarter | Previous Quarter | Change % |
|--|-------------------------|--------------|------------------|----------|
| | Non Performing Assets | 215,286.72 | 231,905.92 | (7.17) |
| | Non Performing Assets % | 3.16% | 3.36% | -0.2% |

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 | 284,107.70 | 291,077.69 | -2% |
| | Interest Suspense | 200,419.31 | 211,692.22 | -5% |

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

| | Particulars | This Quarter | Previous Quarter | Movement |
|--|--------------------------------|--------------|------------------|----------|
| | Additional Loan Loss Provision | 1,134.64 | 193.17 | 941.48 |

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

| | Particulars | As on 15-Jul-20 |
|--|--------------------|-----------------|
| | Held For Trading | 0 |
| | Held For Maturity | 0 |
| | Available for Sale | 337,688.39 |