

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

**1 CAPITAL STRUCTURE & CAPITAL ADEQUACY**

(NPR. '000')

<b>A.</b>	<b>Core Capital (Tier I)</b>	<b>1,139,876.01</b>
a	Paid up Equity Share Capital	965,394.89
b	Irredeemable Non-cumulative preference shares	-
c	Share Premium	-
d	Proposed Bonus Equity Shares	-
e	Statutory General Reserves	145,542.12
f	Retained Earnings	28,939.00
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	-
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>71,652.66</b>
a	Cumulative and/or Redeemable Preference Share	-
b	Subordinated Term Debt	-
c	Hybrid Capital Instruments	-
d	General loan loss provision	71,652.66
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>1,211,528.67</b>

Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	12.65%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	13.68%

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

<b>RISK WEIGHTED EXPOSURES</b>		<b>Current Priod</b>
a	Risk Weighted Exposure for Credit Risk	9,281,324.93
b	Risk Weighted Exposure for Operational Risk	505,750.53
c	Risk Weighted Exposure for Market Risk	-
<b>Total Risk Weighted Exposures</b>		<b>9,787,075.46</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	1,645,317.27
4	Claims on Corporate & Securities firm	2,104,800.00
5	Claims on Regulatory Retail Portfolio (Not overdue)	2,820,290.00
6	Claims Secured by Residential Properties	1,757,775.29
7	Claims Secured by Commercial Real Estate	-
8	Past due claims (except for claims secured by residential properties)	252,429.63
9	High Risk Claims	649,054.76
10	<b>Other Assets</b>	
a.	Investments in equity and other capital instruments of institutions listed in stock exchange	321,111.19
b.	Staff loan secured by residential property	107,206.37
c.	Other Assets (as per attachment)	1,135,859.31
11	<b>Off- Balance Sheet Exposures</b>	300.00
	<b>Total RWE for Credit Risk</b>	<b>10,794,143.83</b>

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

<b>Eligible Credit Risk Mitigations</b>	<b>Amount</b>
Deposit with Banks	1,115,688.53
Govt. & NRB Securities	-
<b>Total Eligible CRM</b>	<b>1,115,688.53</b>

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## Amount of Non Performing Assets (Gross Net)

(NRs. '000')

	Particulars	Gross	Provision	Net
A	Restructured	-		
B	Sub-standard	37,257.17	9,314.29	27,942.88
C	Doubtful	8,476.54	4,238.27	8,476.54
D	Loss	194,204.49	194,204.49	0.00
	<b>Total</b>	<b>239,938.20</b>	<b>207,757.05</b>	<b>36,419.42</b>

## 6 Non Performing Assets (NPA Ratios)

	NPA Ratio	
	Gross NPA to Gross Advances	3.01
	Net NPA to Net Advances	0.55

## 7 Movement in Non Performing Assets

(NRs. '000')

	Particulars	This Quarter	Previous Quarter	Change %
	Non Performing Assets	239,938.20	215,286.72	11.45
	Non Performing Assets %	3.01%	3.16%	-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	307,570.22	284,107.70	8%
	Interest Suspense	183,387.75	200,419.31	-8%

## 10 Details of Additional Loan Loss Provision

(NRs. '000')

	Particulars	This Quarter	Previous Quarter	Movement
	Additional Loan Loss Provision	24,597.17	1,134.64	23,462.52

## 11 Segregation of Investment Portfolio

(NRs. '000')

	Particulars	As on 15-Jul-20
	Held For Trading	0
	Held For Maturity	0
	Available for Sale	321,111.19