

**Manjushree Finance Limited**  
**Disclosure Under Basel II**  
**As at Ashwin End-2081**

**1 CAPITAL STRUCTURE & CAPITAL ADEQUACY**

<b>A.</b>	<b>Core Capital (Tier I)</b>	<b>2,067,681,637.76</b>
a	Paid up Equity Share Capital	1,351,552,848.13
b	Irredeemable Non-cumulative preference shares	-
c	Share Premium	-
d	Proposed Bonus Equity Shares	-
e	Statutory General Reserves	386,552,294.23
f	Retained Earnings	203,334,611.04
g	Un-audited current year cumulative profit/(loss)	-
h	Capital Redemption Reserve	166,666,666.67
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	40,424,782.30
<b>B.</b>	<b>Supplementary Capital (Tier 2)</b>	<b>423,374,453.23</b>
a	Cumulative and/or Redeemable Preference Share	-
b	Subordinated Term Debt	-
c	Hybrid Capital Instruments	
d	General loan loss provision	244,676,254.33
e	Exchange Equalization Reserve	-
f	Investment Adjustment Reserve	-
g	Asset Revaluation Reserve	-
h	Other Reserves	-
i	Accrued Interest Receivable on pass loan included in Regulatory Reserve	178,698,198.90
	<b>Total Capital Fund (Tier I and Tier II)</b>	<b>2,491,056,091.00</b>

Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	11.82%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	14.24%

## 2 Risk Exposure

RISK WEIGHTED EXPOSURES		Current Prisd
a	Risk Weighted Exposure for Credit Risk	15,902,847,431.62
b	Risk Weighted Exposure for Operational Risk	1,074,536,308.68
c	Risk Weighted Exposure for Market Risk	-
d	<b>Adjustments under Pillar II</b>	
	Add: RWE equivalent to reciprocal of capital charge of 2 % of gross income.	170,862,400.00
	Add: Overall risk management policies and procedures are not satisfactory. Add 2% of RWE	339,547,674.81
<b>Total Risk Weighted Exposures</b>		<b>17,487,793,815.11</b>

## 3 Risk Weighted Exposure under each 11 Categories of Credit Risk

A.	Balance Sheet Exposure	Risk Weighted Exposure
1	Claims on Government and Central Bank	-
2	Claims on Other Official Entities	-
3	Claims on Banks	490,960,694.99
4	Claims on Domestic Corporates (Unrated)	1,794,703,339.59
5	Claims on Regulatory Retail Portfolio (Not overdue)	4,865,672,366.40
6	Claims Secured by Residential Properties	2,976,991,889.98
7	Claims fulfilling all criterion of regularity retail except granularity	29,824,972.34
8	Personal Hirepurchase/Personal Auto Loans (upto Rs. 2.5 Million)	46,463,981.92
9	Personal Hirepurchase/Personal Auto Loans (above Rs. 2.5 Million)	22,007,929.84
10	Lending against Shares(above Rs.5 Million)	807,294,250.85
11	High Risk Claims	4,176,090,991.10
12	Lending Against Shares(upto Rs. 5 Million)	224,802,181.62
	a. Investments in equity and other capital instruments of institutions listed in stock exchange	
	b. Staff loan secured by residential property	133,010,342.09
	c. Other Assets	263,189,128.57
12	<b>Off- Balance Sheet Exposures</b>	-
13	<b>Irrevocable Credit commitments (short term)</b>	71,835,362.34
	<b>Total RWE for Credit Risk</b>	<b>15,902,847,431.62</b>

## 4 Eligible Credit Risk Mitigation

Eligible Credit Risk Mitigations	Amount
Deposit with Banks	137,912,377.39
Govt. & NRB Securities	-
<b>Total Eligible CRM</b>	<b>137,912,377.39</b>

**5 Amount of Non Performing Assets (Gross Net )**

	Particulars	Gross	Provision	Net
A	Restructured	-		
B	Sub-standard	220,837,021.49	55,209,255.37	165,627,766.12
C	Doubtful	88,557,478.59	44,278,739.30	44,278,739.30
D	Loss	225,137,523.12	225,137,523.12	0.00
	<b>Total</b>	<b>534,532,023.20</b>	<b>324,625,517.79</b>	<b>209,906,505.42</b>

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

NPA Ratio	
Gross NPA to Gross Advances	3.12
Net NPA to Net Advances	1.25

**7 Movement in Non Performing Assets**

Particulars	This Quarter	Previous Quarter	Change %
Non Performing Assets	534,532,023.20	460,671,698.41	16.03
Non Performing Assets %	3.12%	2.97%	0.15%

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

Particulars	Amount
Write off Loans during the Quarter	20,670,068.29
Write off Interest Suspense during the Quarter	-

**9 Movement of Loan Loss provision and Interest Suspense**

Particulars	This Quarter	Previous Quarter	Change %
Loan Loss Provision	569,301,772.12	544,991,632.20	4.46%
Interest Suspense	324,646,559.23	226,723,128.76	43.19%

**10 Details of Additional Loan Loss Provision**

Particulars	This Quarter	Previous Quarter	Movement
Additional Loan Loss Provision	24,310,139.91	91,687,408.55	(67,377,268.64)

**11 Segregation of Investment Portfolio**

Particulars	As on 15th July 2024
Held For Trading	-
Held For Maturity	193,138,841.29
Available for Sale	-