

Manjushree Fianance Limited
Disclosure Under Basel II
As at Ashwin End-2080

1 CAPITAL STRUCTURE & CAPITAL ADEQUACY

(NPR. '000')

A.	Core Capital (Tier I)	1,894,498.29
a	Paid up Equity Share Capital	1,351,552.85
b	Irredeemable Non-cumulative preference shares	-
c	Share Premium	-
d	Proposed Bonus Equity Shares	-
e	Statutory General Reserves	332,558.32
f	Retained Earnings	28,571.55
g	Un-audited current year cumulative profit/(loss)	-
h	Capital Redemption Reserve	187,500.00
i	Capital Adjustment Reserve	-
j	Dividend Equalization Reserves	-
k	Other Free Reserve	-
l	Less: Goodwill	-
m	Less: Deferred Tax Assets	-
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	5,684.42
B.	Supplementary Capital (Tier 2)	539,848.31
a	Cumulative and/or Redeemable Preference Share	-
b	Subordinated Term Debt	312,500.00
c	Hybrid Capital Instruments	-
d	General loan loss provision	227,348.31
e	Exchange Equalization Reserve	-
f	Investment Adjustment Reserve	-
g	Asset Revaluation Reserve	-
h	Other Reserves	-
	Total Capital Fund (Tier I and Tier II)	2,434,346.60

Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	13.05%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	16.77%

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

RISK WEIGHTED EXPOSURES		Current Priod
a	Risk Weighted Exposure for Credit Risk	12,885,906.97
b	Risk Weighted Exposure for Operational Risk	1,195,415.70
c	Risk Weighted Exposure for Market Risk	-
d	Adjustments under Pillar II	
	Add: RWE equivalent to reciprocal of capital charge of 2 % of gross income.	153,058.60
	Add: Overall risk management policies and procedures are not satisfactory. Add 2% of RWE	281,626.45
Total Risk Weighted Exposures		14,516,007.72

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	100,416.06
4 Claims on Domestic Corporates (Unrated)	1,206,372.35
5 Claims on Regulatory Retail Portfolio (Not overdue)	3,553,431.80
6 Claims Secured by Residential Properties	2,094,961.72
7 Personal Hirepurchase/Personal Auto Loans (upto Rs. 2.5 Million)	58,745.38
8 Personal Hirepurchase/Personal Auto Loans (above Rs. 2.5 Million)	13,289.74
9 High Risk Claims	4,940,092.59
10 Lending Against Shares(upto Rs. 5 Million)	232,770.63
11 Other Assets	
a. Investments in equity and other capital instruments of institutions listed in stock exchange	
b. Staff loan secured by residential property	108,448.63
c. Other Assets	550,644.07
12 Off- Balance Sheet Exposures	120.00
13 Irrevocable Credit commitments (short term)	26,613.99
Total RWE for Credit Risk	12,885,906.97

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

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

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

	Particulars	Gross	Provision	Net
A	Restructured	-		
B	Sub-standard	86,894.29	21,723.57	65,170.72
C	Doubtful	161,643.77	80,821.89	80,821.89
D	Loss	129,206.44	129,206.44	0.00
	Total	377,744.50	231,751.90	145,992.61

6 Non Performing Assets (NPA Ratios)

NPA Ratio	
Gross NPA to Gross Advances	2.85
Net NPA to Net Advances	1.12

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

Particulars	This Quarter	Previous Quarter	Change %
Non Performing Assets	377,744.50	395,118.51	(4.40)
Non Performing Assets %	2.85%	3.21%	-0.36%

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	459,100.21	449,654.95	2.10%
Interest Suspense	324,300.30	201,576.70	60.88%

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

Particulars	This Quarter	Previous Quarter	Movement
Additional Loan Loss Provision	9,445.26	(7,884.17)	17,329.43

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

Particulars	As on 16th July 2023
Held For Trading	-
Held For Maturity	-
Available for Sale	-