Muktinath Bikas Bank Limited

Form No. 1

Capital Adequacy Table

At the month end of Ashwin, 2074

(Rs. in '000)

1. 1 RISK WEIGHTED EXPOSURES		Current Period	Previous Period
a	Risk Weighted Exposure for Credit Risk	17,995,624.81	16,913,254.88
b	Risk Weighted Exposure for Operational Risk	1,373,210.61	1,373,210.61
c	Risk Weighted Exposure for Market Risk	-	-
	Total Risk Weighted Exposures (Before adjustments of Pillar II)	**19,368,835.42**	**18,286,465.49**
Adjustments under Pillar II			
SRP 6.4a (5)	*ALM policies & practices are not satisfactory, add 1% of net interest income to RWE*	-	
SRP 6.4a (6)	*Add .....% of the total deposit due to insufficient Liquid Assets*	-	-
SRP 6.4a (7)	*Add RWE equvalent to reciprocal of capital charge of 2-5% of gross income*	-	
SRP 6.4a (9)	*If overall risk management policies and precedures are not satisfactory. Add ....% of RWE*	-	
SRP 6.4a (10)	*If desired level of disclosure requirement has not been achieved, Add .....% of RWE*	-	
	Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	**19,368,835.42**	**18,286,465.49**

1.2 CAPITAL		Current Period	Previous Period
(A) Core Capital (Tier 1)		**3,048,207.46**	**2,687,946.85**
a	Paid up Equity Share Capital	2,144,632.26	1,867,427.66
b	Irredeemable Non-cumulative preference shares		
c	Share Premium	58,966.69	58,966.69
d	Proposed Bonus Equity Shares		
e	Statutory General Reserves	198,758.51	198,758.51
f	Retained Earnings	510,403.00	510,403.00
g	Un-audited current year cumulative profit/(loss)	135,447.00	52,390.99
h	Capital Redemption Reserve		
i	Capital Adjustment Reserve		
j	Dividend Equalization Reserves		
k	Deferred Tax Reserve		
l	Other Free Reserve		
m	Less: Goodwill		
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		
Adjustments under Pillar II			
SRP 6.4a(1)	Less: Shortfall in Provision	-	
SRP 6.4a(2)	Less: Loans & Facilities extended to related parties and restricted lending	-	

(B) Supplementary Capital (Tier 2)		**180,153.08**	**161,661**
a	Cumulative and/or Redeemable Preference Share		
b	Subordinated Term Debt		
c	Hybrid Capital Instruments		
d	General loan loss provision	176,703.81	158,211.67
e	Exchange Equalization Reserve		
f	Investment Adjustment Reserve	3,449.27	3,449.27
g	Assets Revaluation Reserve		
h	Other Reserves		
	Total Capital Fund (Tier I and Tier II)	**3,228,360.54**	**2,849,607.79**

1.3 CAPITAL ADEQUACY RATIOS	Current Period	Previous Period
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	15.74%	14.70%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	16.67%	15.58%