

JANAKI FINANCE COMPANY LIMITED

CAPITAL ADEQUACY TABLE

AS ON ASHWIN END, 2080

(Rs. in '000)

a	Risk Weighted Exposure for Credit Risk	3,408,967.70	3,324,401.43
b	Risk Weighted Exposure for Operational Risk	422,770.36	687,921.88
c	Risk Weighted Exposure for Market Risk	-	-
Total Risk Weighted Exposures (Before adjustments of Pillar II)		3,831,738.06	4,012,323.31
<i>Adjustments under Pillar II</i>			
SRP 6.4a (5)	<i>ALM policies & practices are not satisfactory, add 1% of net interest income to RWE</i>	1,608.33	4,425.11
SRP 6.4a (6)	<i>Add% of the total deposit due to insufficient Liquid Assets</i>	-	-
SRP 6.4a (7)	<i>Add RWE equivalent to reciprocal of capital charge of 3 % of gross income.</i>	127,914.60	160,750.40
SRP 6.4a (9)	<i>Overall risk management policies and precedures are not satisfactory. Add 3% of RWE</i>	114,952.14	120,369.70
SRP 6.4a (10)	<i>Desired level of disclosure requirement has not been achieved. Add 1% of RWE</i>	38,317.38	40,123.23
Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		4,114,530.51	4,337,991.75
a	Risk Weighted Exposure for Credit Risk	3,408,967.70	3,324,401.43

1.2 CAPITAL		Current Period	Previous Period
		640,437.82	654,667.96
(A) Core Capital (Tier 1)			
a	Paid up Equity Share Capital	690,472.80	690,472.80
b	Irredeemable Non-cumulative preference shares		
c	Share Premium		
d	Proposed Bonus Equity Shares		
e	Statutory General Reserves	184,348.73	184,348.73
f	Retained Earnings	(349,168.16)	(349,168.16)
g	Un-audited current year cumulative profit/(loss)	436.42	14,611.10
h	Capital Redemption Reserve		
i	Capital Adjustment Reserve		
j	Debenture Redemption Reserve		
k	Dividend Equalization Reserves		
l	Other Free Reserve	114,348.03	114,403.50
Adjustments under Pillar II			
SRP 6.4a(1)	Less: Shortfall in Provision	0	
SRP 6.4a(2)	Less: Loans & Facilities extended to related parties and restricted lending	0	

(B) Supplementary Capital (Tier 2)		11,399.24	28,209
a	Cumulative and/or Redeemable Preference Share		
b	Subordinated Term Debt		
c	Hybrid Capital Instruments		
d	General loan loss provision	11,399.24	28,208.59
e	Exchange Equalization Reserve		
f	Investment Adjustment Reserve		
g	Other Reserves		
Total Capital Fund (Tier I and Tier II)		651,837.06	682,876.56

1.3 CAPITAL ADEQUACY RATIOS	Current Period	Previous Period
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	15.57%	15.09%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	15.84%	15.74%

RISK WEIGHTED EXPOSURE OF CREDIT RISK

A. Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
	a	b	c	d=a-b-c	e	f=d*e
Cash Balance	33,449.33			33,449.33	0%	-
Balance With Nepal Rastra Bank	148,159.96			148,159.96	0%	-
Claims on domestic banks that meet capital adequacy requirements	1,364,066.53		-	1,364,066.53	20%	272,813.31
Claims on Domestic Corporates (Unrated)	1,706,659.23		-	1,706,659.23	100%	1,706,659.23
Regulatory Retail Portfolio (Not Overdue)	692,555.41		30,883.10	661,672.31	75%	496,254.23
Claims secured by residential properties	10,511.73		-	10,511.73	60%	6,307.04
Claims secured by Commercial real estate	148,767.92		-	148,767.92	100%	148,767.92
High Risk claims	546,464.24	506,592.49	-	39,871.75	150%	59,807.62
Investments in equity and other capital instruments of institutions listed in stock exchange	43,680.00		-	43,680.00	100%	43,680.00
Investments in equity and other capital instruments of institutions not listed in the stock exchange	351.50		-	351.50	150%	527.25
Staff loan secured by residential property	7,325.38			7,325.38	50%	3,662.69
Other Assets (as per attachment)	605,122.24	-	-	605,122.24	100%	605,122.24
TOTAL (A)	5,307,113.47	506,592.49	30,883.10	4,769,637.89		3,343,601.54

B. Off Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	1,400.00		-	1,400.00	40%	560.00
Irrevocable Credit commitments (short term)	324,030.80		-	324,030.80	20%	64,806.16
Irrevocable Credit commitments (long term)			-	-	50%	-
TOTAL (B)	325,430.80	-	-	325,430.80		65,366.16
Total RWE for credit Risk Before Adjustment (A) +(B)	5,632,544.28	506,592.49	30,883.10	5,095,068.69		3,408,967.70
Adjustments under Pillar II						
Total RWE for Credit Risk after Bank's adjustments under Pillar II	5,632,544.28	506,592.49	30,883.10	5,095,068.69		3,408,967.70

Other Assets

(Rs. in '000)

S.No	Assets	Gross Amount	Specific Provision	Net Balance
1	Current Tax Assets	83,021.86		83,021.86
2	Investment Property	44,031.50		44,031.50
3	Property and Equipment	52,332.01		52,332.01
4	Assets held for Sale			-

5	Other non-banking assets	967.88		967.88
6	Bills receivable			-
7	Accounts receivable	58,558.44		58,558.44
8	Accrued income	325,641.32		325,641.32
9	Prepayment and Deposits	645.82		645.82
10	Income tax deposits	39,923.42		39,923.42
11	Deferred Employee Expenditure			-
12	Others	-		-
	TOTAL	605,122.24	-	605,122.24

Net Liquid Assets to Total Deposit Ratio

At the month end of Ashwin, 2080

(Rs. in '000)

Particulars		Amount
A	Total Deposit & Borrowing	3,669,593.75
	1. Total Deposits (as per NRB Ni. Fa. 9.1)	3,669,593.75
	2. Total Borrowings (as per NRB Ni. Fa. 9.1)	-
B	Liquid Assets	1,545,675.82

	1. Cash(as per NRB Ni. Fa. 9.1)	33,449.33
	2. Bank Balance (as per NRB Ni. Fa. 9.1)	149,167.88
	3. Money at call and short notice (as per NRB Ni. Fa. 9.1)	1,363,058.61
C	Borrowings payable upto 90 days	
D	Net Liquid Assets (B-C)	1,545,675.82
E	Net Liquid Assets to Total deposit (D/A1)	42.12%
F	Shortfall in Ratio	No Shortfall
G	Percentage of deposit to be added to RWE	
H	Amount to be added to risk weighted exposures	-
Note (if any):		