

Progressive Finance Limited
Disclosure Under Basel II As at Ashwin End -2079

1 CAPITAL STRUCTURE & CAPITAL ADEQUACY

(NPR. '000')

A.	Core Capital (Tier I)	885,564.55
a	Paid up Equity Share Capital	848,106.00
b	Irredeemable Non-cumulative preference shares	
c	Share Premium	0.00
d	Proposed Bonus Equity Shares	
e	Statutory General Reserves	41,420.19
f	Retained Earnings	-5,597.12
g	Un-audited current year cumulative profit/(loss)	
h	Capital Redemption Reserve	
i	Capital Adjustment Reserve	
j	Dividend Equalization Reserves	
k	Other Free Reserve	1635.483
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	-
B.	Supplementary Capital (Tier 2)	108,758.49
a	Cumulative and/or Redeemable Preference Share	-
b	Subordinated Term Debt	-
c	Hybrid Capital Instruments	-
d	General loan loss provision	57,099.38
e	Exchange Equalization Reserve	
f	Investment Adjustment Reserve	
g	Asset Revaluation Reserve	(18,009.93)
h	Other Reserves	69669.035
	Total Capital Fund (Tier I and Tier II)	994,323.04
	Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	23.33%
	Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	26.20%

2 Risk Exposure

(NRs. '000')

RISK WEIGHTED EXPOSURES		Current Period
a	Risk Weighted Exposure for Credit Risk	3,378,452.72
b	Risk Weighted Exposure for Operational Risk	244,719.59
c	Risk Weighted Exposure for Market Risk	0
	Add: 1) 6.4a(7) RWA equivalent to reciprocal of capital charge of 3% of Gross Income	63,405.00
	2) 6.4a(9) Overall risk management policies and procedures are not satisfactory @3%	108,695.17
Total Risk Weighted Exposures		3,795,272.49

3 Risk Weighted Exposure under each 11 Categories of Credit Risk

(NRs. '000')

A.	Balance Sheet Exposure	Risk Weighted Exposure
1	Cash Balance	79,806.73
2	Balance With Nepal Rastra Bank	189,706.27
3	Investment in Nepalese Government Securities	710,450.00
4	All Claims on Government of Nepal	39,845.15
5	Claims on Other Official Entities	-
6	Claims on domestic banks that meet capital adequacy requirements	647,041.34
7	Claims on Domestic Corporates (Unrated)	35,685.46
8	Regulatory Retail Portfolio (Not overdue)	3,050,203.07
9	Claims Secured by Residential Properties	206,275.91
10	Claims Secured by Commercial Real Estate	194,233.85
11	Past due claims (except for claims secured by residential properties)	4,944.87
12	High Risk Claims	41,516.55
13	Lending Against Securities (Bonds)	175,010.31
14	Lending Against Shares (upto Rs. 2.5 Million)	44,979.33
15	Investments in equity and other capital instruments of institutions listed in stock exchange	140,577.60
16	Interest receivable/claim on govt securities	12,339.21
17	Staff loan secured by residential property	-
18	Other Assets (as per attachment)	268,968.84
19	Off- Balance Sheet Exposures	125540.46
	Total RWE for Credit Risk	5,967,124.96

4 Eligible Credit Risk Mitigation

(NRs. '000')

Eligible Credit Risk Mitigations	Amount
Deposit with Banks	836,747.61
Govt. & NRB Securities	710,450.00
Total Eligible CRM	1,381,017.95

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Amount of Non Performing Assets

(NRs. '000')

	Particulars	Gross	Provision	Net
A	Restructured	16,825.09	2,103.14	14,721.95
B	Sub-standard	106,294.42	17,705.40	88,589.02
C	Doubtful	30,193.34	10,624.29	19,569.05
D	Loss	14,328.78	8,274.08	6,054.70
	Total	167,641.63	38,706.91	128,934.72

6 Non Performing Assets (NPA Ratios)

NPA Ratio	
Gross NPA to Gross Advances	4.22
Net NPA to Net Advances	3.32

7 Movement in Non Performing Assets

(NRs. '000')

Particulars	This Quarter	Previous Quarter	Change %
Non Performing Assets	167,641.63	108,240.12	54.88%
Non Performing Assets %	4.22%	2.78%	51.80%

8 Write off of Loans and Interest in the

(NRs. '000')

Quarter:

Particulars	Amount
Write off Loans during the Quarter	
Write off Interest Suspense during the	-

9 Movement of Loan Loss provision and Interest Suspense

(NRs. '000')

Particulars	This Quarter	Previous Quarter	Change %
Loan Loss Provision	93,307.79	76,312.37	22.27%
Interest Suspense	59,816.97	32,317.55	85.09%

10 Details of Additional Loan Loss

(NRs. '000')

Provision

Particulars	This Quarter	Previous Quarter	Movement
Additional Loan Loss Provision			0.00

11 Segregation of Investment Portfolio

(NRs. '000')

Particulars	As on 2078-12-30
Held For Trading	0
Held For Maturity	710450
Available for Sale	19,496

