Saptakoshi Development Bank Ltd.

Form No. 1

Capital Adequacy Table

At the month end of Chaitra, 2076

(Rs. in '000)

1. 1 RISK WEIGHTED EXPOSURES		**Current Period**	**Previous Period**
a	Risk Weighted Exposure for Credit Risk	2,767,556.76	2,756,712.28
b	Risk Weighted Exposure for Operational Risk	194,857.09	194,857.09
c	Risk Weighted Exposure for Market Risk	-	-
	Total Risk Weighted Exposures (Before adjustments of Pillar II)	**2,962,413.85**	**2,951,569.37**
Adjustments under Pillar II			
SRP 6.4a (5)	*Select answer of SRP 6.4a (5) in SRP sheet*	-	
SRP 6.4a (6)	*Add .....% of the total deposit due to insufficient Liquid Assets*	-	
SRP 6.4a (7)	*Answer the question SRP 6.4a (7) in SRP sheet*	-	
SRP 6.4a (9)	*Answer the question SRP 6.4a (9) in SRP sheet*	-	
SRP 6.4a (10)	*Answer the question SRP 6.4a (9) in SRP sheet*	-	
	Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	**2,962,413.85**	**2,951,569.37**

1.2 CAPITAL		**Current Period**	**Previous Period**
(A) Core Capital (Tier 1)		**895,370.46**	**887,089.68**
a	Paid up Equity Share Capital	787,111.73	787,111.73
b	Irredeemable Non-cumulative preference shares	-	-
c	Share Premium	-	-
d	Proposed Bonus Equity Shares	-	-
e	Statutory General Reserves	68,914.03	62,823.57
f	Retained Earnings	35,241.29	35,241.29
g	Un-audited current year cumulative profit/(loss)	8,824.91	6,634.60
h	Capital Redemption Reserve	-	-
i	Capital Adjustment Reserve	-	-
j	Dividend Equalization Reserves	-	-
k	Other Free Reserve	-	-
l	Less: Goodwill	-	-
m	Less: Deferred Tax Assets	4,721.50	4,721.50
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)	Answer the question SRP 6.4a (1) in SRP sheet	-	
SRP 6.4a(2)	Answer the question SRP 6.4a (2) in SRP sheet	-	

(B) Supplementary Capital (Tier 2)		**100,890.86**	**85,889**
a	Cumulative and/or Redeemable Preference Share	-	-
b	Subordinated Term Debt	-	-
c	Hybrid Capital Instruments	-	-
d	General loan loss provision	34,831.40	42,305.71
e	Exchange Equalization Reserve	-	-
f	Investment Adjustment Reserve	-	-
g	Asset Revaluation Reserve	-	-
h	Other Reserves	66,059.46	43,583.39
	Total Capital Fund (Tier I and Tier II)	**996,261.32**	**972,978.78**

1.3 CAPITAL ADEQUACY RATIOS	**Current Period**	**Previous Period**
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	30.22%	30.05%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	33.63%	32.96%