

Central Finance Limited

Form No. 1

Capital Adequacy Table

At the month end of Chaitra, 2077

(Rs. in '000)

1.1 RISK WEIGHTED EXPOSURES		Current Period	Previous Period
a	Risk Weighted Exposure for Credit Risk	4,202,486.99	3,430,708.13
b	Risk Weighted Exposure for Operational Risk	326,527.38	326,527.38
c	Risk Weighted Exposure for Market Risk	30.40	46.40
Total Risk Weighted Exposures (Before adjustments of Pillar II)		4,529,044.77	3,757,281.91
Adjustments under Pillar II			
SRP 6.4a (5)	<i>ALM policies & practices are not satisfactory, add 1% of net interest income to RWE</i>	-	-
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 2-5% of gross income</i>	-	-
SRP 6.4a (9)	<i>If overall risk management policies and precedures are not satisfactory. Add% of RWE</i>	-	-
SRP 6.4a (10)	<i>If desired level of disclosure requirement has not been achieved, Add% of RWE</i>	-	-
Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		4,529,044.77	3,757,281.91

1.2 CAPITAL		Current Period	Previous Period
(A) Core Capital (Tier 1)		1,084,840.87	1,002,097.66
a	Paid up Equity Share Capital	881,035.71	823,397.86
b	Irredeemable Non-cumulative preference shares		
c	Share Premium	442.00	442.00
d	Proposed Bonus Equity Shares		
e	Statutory General Reserves	147,538.43	147,180.22
f	Retained Earnings	63,055.56	5,672.11
g	Un-audited current year cumulative profit/(loss)		25,405.47
h	Capital Redemption Reserve		
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	7,230.83	
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)		36,666.28	45,189
a	Cumulative and/or Redeemable Preference Share		
b	Subordinated Term Debt		
c	Hybrid Capital Instruments		
d	General loan loss provision	36,666.28	45,188.82
e	Exchange Equalization Reserve		
f	Investment Adjustment Reserve		
g	Asset Revaluation Reserve		
h	Other Reserves		
Total Capital Fund (Tier I and Tier II)		1,121,507.15	1,047,286.48

1.3 CAPITAL ADEQUACY RATIOS		Current Period	Previous Period
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		23.95%	26.67%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)		24.76%	27.87%

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15

Submitted by

Signature:

Name : Dipesh Sah

Position : Officer

Date : 2078/01/15

Central Finance Limited
Risk Weighted Exposure for Credit Risk
At the month end of Chaitra, 2077

Form No. 2

(RS. in '000)

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	69,645.72			69,645.72	0%	-
Balance With Nepal Rastra Bank	233,765.43			233,765.43	0%	-
Gold				-	0%	-
Investment in Nepalese Government Securities	1,187,200.00			1,187,200.00	0%	-
All Claims on Government of Nepal				-	0%	-
Investment in Nepal Rastra Bank securities				-	0%	-
All claims on Nepal Rastra Bank				-	0%	-
Claims on Foreign Government and Central Bank (ECA 0-1)				-	0%	-
Claims on Foreign Government and Central Bank (ECA -2)			-	-	20%	-
Claims on Foreign Government and Central Bank (ECA -3)			-	-	50%	-
Claims on Foreign Government and Central Bank (ECA-4-6)			-	-	100%	-
Claims on Foreign Government and Central Bank (ECA -7)			-	-	150%	-
Claims On BIS, IMF, ECB, EC and MDB's recognized by the framework				-	0%	-
Claims on Other Multilateral Development Banks			-	-	100%	-
Claims on Domestic Public Sector Entities			-	-	100%	-
Claims on Public Sector Entity (ECA 0-1)			-	-	20%	-
Claims on Public Sector Entity (ECA 2)			-	-	50%	-
Claims on Public Sector Entity (ECA 3-6)			-	-	100%	-
Claims on Public Sector Entity (ECA 7)			-	-	150%	-
Claims on domestic banks that meet capital adequacy requirements	836,258.21		-	836,258.21	20%	167,251.64
Claims on domestic banks that do not meet capital adequacy requirements			-	-	100%	-
Claims on foreign bank (ECA Rating 0-1)			-	-	20%	-
Claims on foreign bank (ECA Rating 2)			-	-	50%	-
Claims on foreign bank (ECA Rating 3-6)			-	-	100%	-
Claims on foreign bank (ECA Rating 7)			-	-	150%	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their			-	-	20%	-
Claims on Domestic Corporates (Credit rating score equivalent to AAA)			-	-	80%	-
Claims on Domestic Corporates (Credit rating score equivalent to AA+ to AA-)			-	-	85%	-
Claims on Domestic Corporates (Credit rating score equivalent to A+ to A-)			-	-	90%	-
Claims on Domestic Corporates (Credit rating score equivalent to BBB+ & below)			-	-	100%	-
Claims on Domestic Corporates (Unrated)	1,133,341.98	13,158.08	-	1,120,183.90	100%	1,120,183.90
Claims on Foreign Corporates (ECA 0-1)			-	-	20%	-
Claims on Foreign Corporates (ECA 2)			-	-	50%	-
Claims on Foreign Corporates (ECA 3-6)			-	-	100%	-
Claims on Foreign Corporates (ECA 7)			-	-	150%	-
Regulatory Retail Portfolio (Not Overdue)	1,979,316.78	34,350.45	44,392.69	1,900,573.64	75%	1,425,430.23
Claims fulfilling all criterion of regularity retail except granularity			-	-	100%	-
Claims secured by residential properties			-	-	60%	-
Claims not fully secured by residential properties	685,044.09	6,536.87	-	678,507.22	150%	1,017,760.83
Claims secured by residential properties (Overdue)			-	-	100%	-
Claims secured by Commercial real estate	78,573.04	4,950.00	-	73,623.04	100%	73,623.04
Past due claims (except for claims secured by residential properties)			-	-	150%	-
High Risk claims			-	-	150%	-
Lending Against Securities (Bonds & Shares)	2,864.62	100.61	-	2,764.01	100%	2,764.01
Investments in equity and other capital instruments of institutions listed in stock exchange	208,026.11		-	208,026.11	100%	208,026.11
Investments in equity and other capital instruments of institutions not listed in the stock exchange	2,578.27		-	2,578.27	150%	3,867.41
Staff loan secured by residential property	12,466.45			12,466.45	50%	6,233.23
Interest Receivable/claim on government securities	17,673.81			17,673.81	0%	-
Cash in transit and other cash items in the process of collection	444.00			444.00	20%	88.80
Other Assets (as per attachment)	208,829.93	34,160.74	-	174,669.19	100%	174,669.19
TOTAL (A)	6,656,028.44	93,256.75	44,392.69	6,518,379.00		4,199,898.38

B. Off Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Revocable Commitments				-	0%	-
Bills Under Collection				-	0%	-
Forward Exchange Contract Liabilities				-	10%	-
LC Commitments With Original Maturity Upto 6 months domestic counterparty			-	-	20%	-
Foreign counterparty (ECA Rating 0-1)			-	-	20%	-
Foreign counterparty (ECA Rating 2)			-	-	50%	-
Foreign counterparty (ECA Rating 3-6)			-	-	100%	-
Foreign counterparty (ECA Rating 7)			-	-	150%	-
LC Commitments With Original Maturity Over 6 months domestic counterparty			-	-	50%	-
Foreign counterparty (ECA Rating 0-1)			-	-	20%	-
Foreign counterparty (ECA Rating 2)			-	-	50%	-
Foreign counterparty (ECA Rating 3-6)			-	-	100%	-
Foreign counterparty (ECA Rating 7)			-	-	150%	-
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	5,177.22		-	5,177.22	50%	2,588.61
Foreign counterparty (ECA Rating 0-1)			-	-	20%	-
Foreign counterparty (ECA Rating 2)			-	-	50%	-
Foreign counterparty (ECA Rating 3-6)			-	-	100%	-
Foreign counterparty (ECA Rating 7)			-	-	150%	-
Underwriting commitments			-	-	50%	-
Lending of Bank's Securities or Posting of Securities as collateral			-	-	100%	-
Repurchase Agreements, Assets sale with recourse			-	-	100%	-
Advance Payment Guarantee			-	-	100%	-
Financial Guarantee			-	-	100%	-
Acceptances and Endorsements			-	-	100%	-
Unpaid portion of Partly paid shares and Securities			-	-	100%	-
Irrevocable Credit commitments (short term)			-	-	20%	-
Irrevocable Credit commitments (long term)			-	-	50%	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above			-	-	20%	-
Other Contingent Liabilities			-	-	100%	-
Unpaid Guarantee Claims			-	-	200%	-
TOTAL (B)	5,177.22	-	-	5,177.22		2,588.61
Total RWE for credit Risk Before Adjustment (A) +(B)	6,661,205.66	93,256.75	44,392.69	6,523,556.22		4,202,486.99
Adjustments under Pillar II						
SRP 6.4a(3) - Add 10% of the loans & facilities in excess of Single Obligor Limits to RWE						-
SRP 6.4a(4) - Add 1% of the contract (sale) value in case of the sale of credit with recourse to RWE						-
Total RWE for Credit Risk after Bank's adjustments under Pillar II	6,661,205.66	93,256.75	44,392.69	6,523,556.22		4,202,486.99

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15

Submitted by

Signature:

Name : Dipesh Sah

Position : Officer

Date : 2078/01/15

Central Finance Limited
Exhibit of claims with Eligible Credit Risk Mitigants
At the month end of Chaitra, 2077

Form No. 4

Rs. (In full figure)

S.N.	Counterparty	Category	Facility	Outstanding	Eligible CRM			
					Nature	Gross Amount	Haircut	Net Amount
1	RENU SHAHI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	9,300,000				
2	NARAYAN PRASAD KOIRALA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	4,950,000				
3	SUNDAR BAHADUR KHATRI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	4,600,000				
4	AWDDEL HOLDINGS PVT. LTD	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	4,500,000				
5	CHAITYA RAJ SHAKYA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	2,250,000				
6	SHIVA HARI SHRESTHA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	2,000,000				
7	PRAJESH SHRESTHA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	2,000,000				
8	LAMU TAMANG	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,635,000				
9	MULTI PHARMACEUTICAL LAB	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,500,000				
10	LAXMI SUNDAR KOJU	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,440,000				
11	MRS. BIKA ADHIKARI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	900,000				
12	DHAK BAHADUR CHHETRI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	900,000				
13	AASIYA CHHETRI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	900,000				
14	TARA DEVI BAJRACHARYA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	900,000				
15	TARA DEVI BAJRACHARYA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	900,000				
16	ANITA GAJUREL(GAUTAM)	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	825,000				
17	MANOJ RATHI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	810,000				
18	SUNIL MAN JOSHI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	550,000				
19	BIMALA BHANDARI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	540,000				
20	BIJAY SHAHI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	450,000				
21	KANCHHA BASUKALA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	400,000				
22	AMRIT CHAPAGAI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	378,000				
23	PANCHHA LAL LACHHIMASYU	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	360,000				
24	MILAN SHAKYA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	330,000				
25	RANJIT SINGH	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	300,000				
26	KISHOR KR. JHA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	210,693				
27	NALINA DEVI SINGH	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	130,000				
28	HIM KUMARI KANDEL (B.K)	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	100,000.20				
29	POONAM MAHARJAN	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	100,000.00				
30	MR. PRAKASH SWONGAMIKHA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	90,000.00				
31	KUMAR PANTHA	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	90,000.00				
32	PURNA BHAGAT PRAJAPATI	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	50,000.00				
33	OM SHIVA M.CO-OPER.SOE.LT	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,000.00				
34	Om Shiva M. Co-Oper. Soe. Ltd.	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,000.00				
35	OM SHIVA M. CO-OPER. SOE.	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,000.00				
36	OM SHIVA M. CO-OPER. SOE.	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,000.00				
37	OM SHIVA M. CO-OPER. SOE.	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,000.00				
38	OM SHIVA M. CO-OPER. SOE.	REGULATORY RETAIL PORTFOLIO (NOT OVERDU	LOAN AGAINST FDR	1,000.00				
	Total			44,394,693	-	-	-	-

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Central Finance Limited**Other Assets**

At the month end of Chaitra, 2077

(Rs. in '000)

S.No.	Assets	Gross Amount	Specific Provision	Net Balance
1	Fixed Assets	127,179.32		127,179.32
2	Interest Receivable on Other Investment	17,673.00		17,673.00
3	Interest Receivable on Loan	31,548.95	31,548.95	-
4	Non Banking Assets	2,611.79	2,611.79	-
5	Reconciliation Account			-
6	Draft Paid Without Notice			-
7	Sundry Debtors	47.76		47.76
8	Advance payment and Deposits	5,987.87		5,987.87
9	Staff Loan and Advance	4,027.71		4,027.71
10	Stationery	2,270.36		2,270.36
11	Other	17,483.17		17,483.17
	TOTAL	208,829.93	34,160.74	174,669.19

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15

Submitted by

Signature:

Name : Dipesh Sah

Position : Officer

Date : 2078/01/15

Central Finance Limited
Risk Weighted Exposure for Operational Risk
At the month end of Chaitra, 2077

(Rs. in '000)

S.N.	Particulars	Fiscal Year		
		2074/075	2075/076	2076/077
1	Net Interest Income	146,690.30	182,601.68	207,759.32
2	Commission and Discount Income	30,980.62	35,848.72	32,190.80
3	Other Operating Income	6,448.86	3,000.74	7,533.72
4	Exchange Fluctuation Income			
5	Addition/Deduction in Interest Suspense during the period			
6	Gross income (a)	184,119.78	221,451.14	247,483.84
7	Alfa (b)	15%	15%	15%
8	Fixed Percentage of Gross Income [c=(a×b)]	27,617.97	33,217.67	37,122.58
9	Capital Requirement for operational risk (d) (average of c)	32,652.74		
10	Risk Weight (reciprocal of capital requirement of 10%) in times (e)	10		
11	Equivalent Risk Weight Exposure [f=(d×e)]	326,527.38		

SRP 6.4a (8) Adjustments under Pillar II (If Gross Income for the last three years is negative)

1	Total Credit and Investment (net of Specific Provision) of releted month	-
2	Capital Requirement for Operational Risk (5% of net credit and investment)	-
3	Risk Weight (reciprocal of capital requirement of 11%) in times	9.09
4	Equivalent Risk Weight Exposure (g)	-
5	Equivalent Risk Weight Exposure [h=f+g]	326,527.38

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15

Submitted by

Signature:

Name : Dipesh Sah

Position : Officer

Date : 2078/01/15

Central Finance Limited
Risk Weighted Exposure for Market Risk
 At the month end of Chaitra, 2077

Form No. 7

Rs. (In full figure)

S.No.	Currency	Open Position (FCY)	Exchange Rate	Open Position (NPR)	Relevant Open Position
1	INR	380.00	160.00	60,800	60,800
2	USD			-	-
3	GBP			-	-
4	EUR			-	-
5	THB			-	-
6	CHF			-	-
7	AUD			-	-
8	CAD			-	-
9	SGD			-	-
10	JPY			-	-
11	HKD			-	-
12	DKK			-	-
13	SEK			-	-
14	SAR			-	-
15	QAR			-	-
16	AED			-	-
17	MYR			-	-
18	KRW			-	-
19	CNY			-	-
20	KWD			-	-
21	BHD			-	-
22				-	-
23				-	-
(a) Total Open Position				60,800	60,800
(b) Fixed Percentage					5%
(c) Capital Charge for Market Risk (=a×b)					3,040
(d) Risk Weight (reciprocal of capital requirement of 10%) in times					10
(e) Equivalent Risk Weight Exposure (=c×d)					30,400

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15

Submitted by

Signature:

Name : Dipesh Sah

Position : Officer

Date : 2078/01/15

Central Finance Limited
Net Liquid Assets to Total Deposit Ratio
 At the month end of Chaitra, 2077

(Rs. in '000)

Particulars		Amount
A	Total Deposit & Borrowing	5,332,986.00
	1. Total Deposits (as per NRB Ni. Fa. 9.1)	5,266,171.77
	2. Total Borrowings (as per NRB Ni. Fa. 9.1)	66,814.23
B	Liquid Assets	2,326,869.37
	1. Cash(as per NRB Ni. Fa. 9.1)	69,645.72
	2. Bank Balance (as per NRB Ni. Fa. 9.1)	233,765.43
	3. Money at call and short notice (as per NRB Ni. Fa. 9.1)	836,258.22
	4. Investments in government securities (as per NRB Ni. Fa. 9.1)	1,187,200.00
	5. Placements upto 90 days	
C	Borrowings payable upto 90 days	
D	Net Liquid Assets (B-C)	2,326,869.37
E	Net Liquid Assets to Total deposit (D/A1)	44.19%
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):		

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15

Central Finance Limited
Questionnaires for Supervisory Adjustment in RWA & Capital
At the month end of Chaitra, 2077

(Rs. in '000)

SRP Number	Questionnaires	Answers
SRP 6.4a(1)	Is there shortfall in provision?	No
SRP 6.4a(2)	Is there any Loans & Facilities extended to director, employee (except staff bylaw), shareholders >1% & related parties?	No
SRP 6.4.a(3)	Is there any loans & facilities in excess of Single Obligor Limits?	No
SRP 6.4a(4)	Is there any sale of credit with recourse facility?	No
SRP 6.4a(5)	Is supervisor satisfied with ALM Policies and practices employed by the bank?	Yes
SRP 6.4a(7)	Is supervisor satisfied with the soundness of operational risk management practice adopted by the bank?	Yes
SRP 6.4a(9)	<i>Is supervisor satisfied with overall risk management policies and procedures of the bank?</i>	Yes
SRP 6.4a(10)	<i>Has the bank achieved desired level of disclosure requirement?</i>	Yes

Prepared by

Signature :

Name : Rojina Shrestha

Position : Assistant Officer

Date : 2078/01/15