

Janaki Finance Company Limited

Capital Adequacy Table

At the month end of Ashadh, 2082

1. 1 RISK WEIGHTED EXPOSURES		Current Period
a	Risk Weighted Exposure for Credit Risk	3,006,656.20
b	Risk Weighted Exposure for Operational Risk	665,172.56
c	Risk Weighted Exposure for Market Risk	-
Total Risk Weighted Exposures (Before adjustments of Pillar II)		3,671,828.76
Adjustments under Pillar II		
SRP 6.4a (5)	ALM policies & practices are not satisfactory, add 1% of net interest income to RWE	1,130.99
SRP 6.4a (6)	Add% of the total deposit due to insufficient Liquid Assets	-
SRP 6.4a (7)	Add RWE equivalent to reciprocal of capital charge of 3 % of gross income.	190,590.80
SRP 6.4a (9)	Overall risk management policies and precedures are not satisfactory. Add 4% of RWE	146,873.15
SRP 6.4a (10)	Desired level of disclosure requirement has not been achieved. Add 1% of RWE	36,718.29
Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)		4,047,141.99

1.2 CAPITAL		Current Period
(A) Core Capital (Tier 1)		(247,810.18)
a	Paid up Equity Share Capital	690,472.80
b	Irredeemable Non-cumulative preference shares	
c	Share Premium	
d	Proposed Bonus Equity Shares	
e	Statutory General Reserves	184,348.73
f	Retained Earnings	(893,329.59)
g	Un-audited current year cumulative profit/(loss)	(207,284.11)
h	Capital Redemption Reserve	
i	Capital Adjustment Reserve	
j	Debenture Redemption Reserve	
k	Dividend Equalization Reserves	
l	Other Free Reserve	
n	Less: Goodwill	
o	Less: Fictitious Assets	
p	Less: Investment in equity in licensed Financial Institutions	
q	Less: Investment in equity of institutions with financial interests	
r	Less: Investment in equity of institutions in excess of limits	
s	Less: Investments arising out of underwriting commitments	

t	Less: Reciprocal crossholdings	
u	Less: Purchase of land & building in excess of limit and unutilized	
v	Less: Other Deductions	22,018.01
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	-

(B) Supplementary Capital (Tier 2)		170,588.48
a	Cumulative and/or Redeemable Preference Share	
b	Subordinated Term Debt (only 50% of Tier 1 capital =Rs - 123905.09 thousand is eligible)	
c	Hybrid Capital Instruments	
d	General Loan Loss Provision	40,309.64
e	Exchange Equalization Reserve	
f	Investment Adjustment Reserve	
g	Accrued Interest Receivable on pass loan included in Regulatory Reserve	
h	Interest Capitalized Reserve included in Regulatory Reserve	
i	Other Reserves	130,278.84
Total Capital Fund (Tier I and Tier II)		(77,221.70)

1.3 CAPITAL ADEQUACY RATIOS	Current Period
Tier 1 Capital to Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	-6.12%
Tier 1 and Tier 2 Capital to Total Risk Weighted Exposures(After Bank's adjustments of Pillar II)	-1.91%

Risk Weighted Exposure for Credit Risk

At the month end of Ashadh, 2082

Form No. 2
(Rs in)

A. Balance Sheet Exposures	Book Value	Specific Provision	Risk Weighted Exposures
	a	b	f=d*e
Cash Balance	36,334.30		-
Balance With Nepal Rastra Bank	136,706.68		-
Claims on domestic banks that meet capital	985,864.19		197,172.84
Claims on domestic banks that do not meet			-
Claims on Domestic Corporates (Unrated)	866,244.69		866,244.69
Regulatory Retail Portfolio (Not Overdue)	456,233.88		330,794.64
Claims fulfilling all criterion of regularity retail except granularity			-
Claims secured by residential properties	1,522.76		913.66
Claims not fully secured by residential properties			-
Claims secured by residential properties (Overdue)			-
Claims secured by Commercial real estate	55,727.93		55,727.93
Past due claims (except for claims secured by residential properties)			-
High Risk claims	1,305,339.62	1,183,491.88	182,771.62
Lending Against Shares			-
Personal Hirepurchase/Personal Auto Loans			-
Investments in equity and other capital	39,145.00		39,145.00
Investments in equity and other capital	351.50		527.25
Staff loan secured by residential property	4,678.07		2,339.04
Interest Receivable/claim on government securities			-
Cash in transit and other cash items in the process of collection			-
Other Assets (as per attachment)	1,153,575.00	-	1,153,575.00
TOTAL (A)	5,041,723.63	1,183,491.88	2,829,211.67

B. Off Balance Sheet Exposures	Book Value	Specific Provision	Risk Weighted Exposures
Revocable Commitments			-
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	1,300.00		520.00
Irrevocable Credit commitments (short term)	224,010.71		44,802.14
Irrevocable Credit commitments (long term)			-
Claims on foreign bank incorporated in			-
Other Contingent Liabilities			-
Unpaid Guarantee Claims			-
TOTAL (B)	225,310.71	-	45,322.14
Total RWE for credit Risk Before Adjustment (A) +(B)	5,267,034.35	1,183,491.88	2,874,533.81

Adjustments under Pillar II

SRP 6.4a(3) - Add 10% of the loans & facilities in excess of Single Obligor Limits to	132,122.39
SRP 6.4a(4) - Add 1% of the contract (sale) value in case of the sale of credit with	-

Total RWE for Credit Risk after Bank's adjustments under Pillar II	5,267,034.35	1,183,491.88	3,006,656.20
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Other Assets

At the month end of Ashadh, 2082

(Rs in)

S.No.	Assets	Net Balance
1	Current Tax Assets	194,269.48
2	Investment Property	39,496.50
3	Property and Equipment	54,049.34
4	Assets held for Sale	-
5	Other non-banking assets	131,246.72
6	Bills receivable	-
7	Accounts receivable	90,203.11
8	Accrued income	599,738.23
9	Prepayment and Deposits	1,050.08
10	Income tax deposits	43,521.54
11	Deferred Employee Expenditure	-
12	Others	-
	TOTAL	1,153,575.00

Net Liquid Assets to Total Deposit Ratio

At the month end of Ashadh, 2082

(Rs in)

Particulars		Amount
A	Total Deposit & Borrowing	3,131,747.43
	1. Total Deposits (as per NRB Ni. Fa. 9.1)	3,131,747.43
	2. Total Borrowings (as per NRB Ni. Fa. 9.1)	
B	Liquid Assets	1,158,905.16
	1. Cash(as per NRB Ni. Fa. 9.1)	36,334.30
	2. Bank Balance (as per NRB Ni. Fa. 9.1)	139,784.54
	3. Money at call and short notice (as per NRB Ni. Fa. 9.1)	982,786.32
	4. Investments in government securities (as per NRB Ni. Fa. 9.1)	
	5. Placements upto 90 days	
C	Borrowings payable upto 90 days	
D	Net Liquid Assets (B-C)	1,158,905.16
E	Net Liquid Assets to Total deposit (D/A1)	37.01%
F	Shortfall in Ratio	No Shortfall
G	Percentage of deposit to be added to RWE	0.00%
H	Amount to be added to risk weighted exposures	-
Note (if any):		