

Capital Adequacy Disclosures (Third Quarter End of F.Y. 2015/16)

Tier 1 Capital and breakdown of its components

| Particulars | Rs. In 000 |
|--|-------------------|
| 1 Paid up equity share capital | 3,937,600 |
| 2 Irredeemable preference shares | 6,436,800 |
| 3 Statutory general reserves | 4,408,776 |
| 4 Retained earnings(loss) | 456,940 |
| 5 Unaudited current year cumulative profit | 1,213,240 |
| 6 Other free reserve | 229 |
| 7 Deduction from capital - Investment in excess of limit | 86,397 |
| 8 Debenture Redemption Reserve | 920,000 |
| Total | 17,287,189 |

Tier 2 Capital and breakdown of its components

| Particulars | Rs. In 000 |
|---------------------------------|------------------|
| 1 Subordinated Term Debt | 1,840,000 |
| 2 General loan loss provision | 746,010 |
| 3 Investment Adjustment Reserve | 1,896 |
| 4 Exchange Equalization Reserve | 57,821 |
| Total | 2,645,727 |

Detailed information about the subordinated term debt with information on the outstanding amount,

maturity amount raised during the year and amount eligible to be reckoned as capital funds

Rs. 2.3 billion, six percent debentures with maturity period of more than five years and is eligible to be reckoned as capital fund. At the reporting date, the remaining outstanding liability is Rs. 1.84 billion and the redemption reserve created against the bond is Rs. 920 million.

Total Qualifying Capital

| Particulars | Rs. In 000 |
|----------------------------------|-------------------|
| 1 Core (Tier 1) Capital | 17,287,189 |
| 2 Supplementary (Tier 2) Capital | 2,645,727 |
| Total | 19,932,916 |

Capital adequacy ratio

13.19%

Risk weighted exposures

| Particulars | Rs. In 000 |
|---|--------------------|
| 1 Risk weighted exposure for credit risk | 134,873,505 |
| 2 Risk weighted exposure for operational risk | 8,771,585 |
| 3 Risk weighted exposure for market risk | 1,077,993 |
| Total | 144,723,083 |

Risk weighted exposure under each of 11 categories of credit risk

| Particulars | Risk Weighted Exposure (In Thousand) |
|--|--|
| 1 Claims on government & central bank | - |
| 2 Claims on other official entities | - |
| 3 Claims on banks | 2,615,479 |
| 4 Claims on corporate & securities firms | 64,508 |
| 5 Claims on regulatory retail portfolio | - |
| 6 Claims secured by residential properties | - |
| 7 Claims secured by commercial real state | - |
| 8 Past due claims | - |
| 9 High risk claims | 111,047,385 |
| 10 Other assets | 12,338,835 |
| 11 Off balance sheet items | 8,807,297 |
| Total | 134,873,505 |

Total risk weighted exposure calculation table

| Particulars | Rs. In 000 |
|--|-------------|
| 1 Total risk weighted exposures (supervisory haircut adjusted) | 151,148,924 |
| 2 Total core (tier 1) capital | 17,287,189 |
| 3 Total capital fund (tier 1 + tier 2) | 19,932,916 |
| 4 Core capital to total risk weighted exposures | 11.44% |
| 5 Total capital fund to total risk weighted exposures | 13.19% |

Amount of NPA

| Categories | Gross NPA (Rs. In 000) | Provision (Rs. In 000) | Net NPA (Rs. In 000) |
|--------------------------------|---------------------------|---------------------------|----------------------|
| 1 Reschedule/Restructured loan | 621,110 | 248,444 | 372,666 |
| 2 Substandard loan | 678,250 | 169,563 | 508,688 |
| 3 Doubtful loan | 789,430 | 394,715 | 394,715 |
| 4 Loss loan | 1,730,314 | 1,730,314 | - |
| Total | 3,819,104 | 2,543,036 | 1,276,069 |

NPA Ratio

| | |
|-----------------------------------|-------|
| Gross NPA to Gross loan & advance | 4.89% |
| Net NPA to net loan & advance | 1.72% |

Movement of Non Performing Assets

| Categories | This quarter (Rs.in '000) | Previous quarter (Rs.in '000) | Difference (Rs.in '000) |
|--------------------------------|------------------------------|-------------------------------------|-------------------------|
| 1 Reschedule/Restructured loan | 621,110 | 1,320,100 | (698,990) |
| 2 Substandard loan | 678,250 | 559,521 | 118,729 |
| 3 Doubtful loan | 789,430 | 593,407 | 196,023 |
| 4 Loss loan | 1,730,314 | 1,474,880 | 255,434 |
| Total | 3,819,104 | 3,947,908 | (128,804) |

Write-off Loan and Interest Suspense

| Categories | Rs. In 000 |
|-----------------------------------|------------------|
| 1 Write-off Loan and Its Interest | 3,750,000 |
| 2 Interest suspense | 2,040,909 |
| Total | 5,790,909 |

Movement in Loan Loss Provision and Interest Suspense

| Categories | This quarter (Rs.in '000) | Previous quarter (Rs.in '000) | Difference (Rs.in '000) |
|-----------------------|------------------------------|-------------------------------------|-------------------------|
| 1 Loan loss provision | 3,832,296 | 6,045,397 | (2,213,100) |
| 2 Interest suspense | 2,040,909 | 2,032,470 | 8,439 |
| Total | 5,873,205 | 8,077,867 | (2,204,661) |

Detail of Additional Loan Loss Provision

| Categories | This quarter (Rs.in '000) | Previous quarter (Rs.in '000) | Difference (Rs.in '000) |
|--------------------------------|------------------------------|-------------------------------------|-------------------------|
| Additional loan loss provision | 543,248 | 2,506,290 | (1,963,042) |

Segregation of investment portfolio

| Categories | Amount in Thousand Rs. |
|----------------------|---------------------------|
| 1 Held for trading | - |
| 2 Held to maturity | 15,951,856 |
| 3 Available for sale | 150,078 |
| Total | 16,101,934 |