

Agricultural Development Bank Limited

Disclosure of Basel II (Third Quarter end of F.Y. 2008/09)

Tier 1 Capital and breakdown of its components

	Particulars	Rs. In 000
1	Paid up equity share capital	2,077,500
2	Irredeemable preference shares	6,400,000
3	Statutory general reserves	828,217
4	Retained earnings(loss)	(6,417,584)
5	Unaudited current year cumulative profit	904,471
6	Deduction from capital - Investment in excess of limit	(125,844)
	Total	3,666,760

Tier 2 Capital and breakdown of its components

	Particulars	Rs. In 000
1	Redeemable Preference Share	2,300,000
2	General loan loss provision	828,327
3	Investment Adjustment Reserve	117,534
4	Exchange Equalization Reserve	3,697
	Total	3,249,558

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

The bank has not issued any subordinated term debt.

Total Qualifying Capital

	Particulars	Rs. In 000
1	Core (Tier 1) Capital	3,666,760
2	Supplementary (Tier 2) Capital	3,249,558
	Total	6,916,318

Capital adequacy ratio

10.44

Risk weighted exposures

	Particulars	Rs. In 000
1	Risk weighted exposure for credit risk	61,779,663
2	Risk weighted exposure for operational risk	4,428,216
3	Risk weighted exposure for market risk	58,271

	Total	66,266,150
--	--------------	-------------------

Risk weighted exposure under each of 11 categories of credit risk

	Particulars	Risk Weighted Exposure (Rs.in'000)
1	Claims on government & central bank	-
2	Claims on other official entities	-
3	Claims on banks	1,305,575
4	Claims on corporate & securities firms	-
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	50,558,992
10	Other assets	8,778,407
11	Off balance sheet items	1,136,689
	Total	61,779,663

Total risk weighted exposure calculation table

	Particulars	Rs. In 000
1	Total risk weighted exposures	66,266,150
2	Total core (tier 1) capital	3,666,760
3	Total capital fund (tier 1 + tier 2)	6,916,318
4	Core capital to total risk weighted exposures	5.53
5	Total capital fund to total risk weighted exposures	10.44

Amount of NPA

	Categories	Gross NPA (Rs. In 000)	Provision (Rs. In 000)	Net NPA (Rs. In 000)
1	Reschedule/Restructured loan	968,249	121,031	847,218
2	Substandard loan	615,191	153,798	461,393
3	Doubtful loan	666,126	333,063	333,063
4	Loss loan	3,438,276	3,438,276	-
	Total	5,687,842	4,046,168	1,641,674

NPA Ratio

Gross NPA to gross loan & advance	15.53%
Net NPA to net loan & advance	5.39%

Movement of Non Performing Assets

	Categories	This quarter (Rs.in '000)	Previous quarter (Rs.in '000)	Difference (Rs.in '000)
1	Reschedule/Restructured loan	968,249	988,096	(19,847)
2	Substandard loan	615,191	623,016	(7,825)
3	Doubtful loan	666,126	638,382	27,744
4	Loss loan	3,438,276	3,471,573	(33,297)
	Total	5,687,842	5,721,067	(33,225)

Write-off Loan and Interest Suspense

	Categories			Rs. In 000
1	Write-off Loan			274,700
2	Write-off interest suspense			256,600
	Total			531,300

Movement in Loan Loss Provision

	Categories	This quarter (Rs.in '000)	Previous quarter (Rs.in '000)	Difference (Rs.in '000)
1	Loan loss provision	6,166,121	6,499,476	(333,355)
2	Interest suspense	3,018,787	3,447,566	(428,779)
	Total	9,184,908	9,947,042	(762,134)

Segregation of investment portfolio

	Categories	Rs. In 000
1	Held for trading	-
2	Held to maturity	2,281,535
3	Available for sale	2,424,774
	Total	4,706,309

2.7 Movement of Non Performing Assets

	Categories	Current Year (Rs.)	Last Year (Rs.)	Movement (Rs.)
a)	Reschedule/Restructured loan	981,002,177	1,355,891,390	(374,889,213)
b)	Substandard loan	460,099,703	547,735,586	(87,635,883)
c)	Doubtful loan	667,921,866	1,050,040,706	(382,118,840)
d)	Loss loan	3,152,488,482	4,587,518,704	(1,435,030,222)
	Total	5,261,512,228	7,541,186,386	(2,279,674,158)

2.8 Write-off Loan and Interest Suspense

	Categories			Amount (Rs.)
a)	Write-off Loan			2,228,904,446
b)	Write-off interest suspense			591,195,647

2.9 Movement in Loan Loss Provision

	Categories	Current Year (Rs.)	Last Year (Rs.)	Movement (Rs.)
a)	Pass loan loss provision	313,432,054	268,991,830	44,440,224
b)	Reschedule/Restructured loan loss provision	122,625,272	169,486,424	(46,861,152)
c)	Substandard loan loss provision	115,024,926	136,933,897	(21,908,971)
d)	Doubtful loan loss provision	333,960,933	525,020,353	(191,059,420)
e)	Loss loan loss provision	3,152,488,482	4,587,518,704	(1,435,030,222)
	Total	4,037,531,667	5,687,951,207	(1,650,419,540)

2.10 Movement in Interest Suspense

	Categories	Current Year (Rs.)	Last Year (Rs.)	Movement (Rs.)
	Interest Suspense	4,338,784,965	5,762,381,777	(1,423,596,812)

2.11 Detail of Additional Loan Loss Provision

	Categories	Current Year (Rs.)	Last Year (Rs.)	Movement (Rs.)
	Additional loan loss provision	1,977,757,891	1,500,084,871	477,673,020