

**Nabil Bank Limited**  
Balance Sheet as on 16 July 2002 (32 Ashad 2059)

<b>CAPITAL AND LIABILITIES</b>	<b>Schedule</b>	<b>This Year Rs.</b>	<b>Previous Year Rs.</b>	<b>ASSETS</b>	<b>Schedule</b>	<b>This Year Rs.</b>	<b>Previous Year Rs.</b>
<b>1. Share Capital</b>	<b>1</b>	491,654,400	491,654,400	<b>1. Cash Balance</b>	<b>7</b>	318,158,820	208,482,595
<b>2. Reserve Funds</b>	<b>2</b>	654,773,894	571,192,254	<b>2. Balance with Banks</b>	<b>8</b>	733,661,029	604,423,743
<b>3. Borrowings</b>	<b>3</b>	417,289,060	-	<b>3. Money at Call and short notice</b>	<b>9</b>	31,368,000	522,550,000
<b>4. Deposit Accounts</b>	<b>4</b>	15,506,428,215	15,839,007,783	<b>4. Investments</b>	<b>10</b>	8,199,514,813	7,704,308,930
<b>5. Bills Payable</b>	<b>5</b>	67,752,859	69,696,788	<b>5. Loan Advances and Bills Purchase</b>	<b>11</b>	7,437,894,676	7,732,636,502
<b>6. Other Liabilities</b>	<b>6</b>	491,344,964	799,100,058	<b>6. Fixed Assets</b>	<b>12</b>	237,638,807	248,665,708
				<b>7. Other Assets</b>	<b>13</b>	671,016,247	749,583,805
<b>Total Liabilities</b>		<b>17,629,252,392</b>	<b>17,770,651,283</b>	<b>Total Assets</b>		<b>17,629,252,392</b>	<b>17,770,651,283</b>

<b>Contingent Liabilities</b>	Schedule 14
<b>Directors Declaration</b>	Schedule 23
<b>Capital Adequacy</b>	Schedule 24
<b>Principal Indicators</b>	Schedule 25
<b>Cash Flow Statements</b>	Schedule 26
<b>Principal Accounting Policies</b>	Schedule 27
<b>Notes to Accounts</b>	Schedule 28

Schedules 1 to 14 form integral part of this Balance Sheet

**Profit & Loss Account**  
For the Year Ended 16 July 2002 (32 Ashad 2059)

EXPENSES	Schedule	This Year Rs.	Previous Year Rs.	INCOME	Schedule	This Year Rs.	Previous Year Rs.
<b>1. Interest Expenses</b>	15	462,078,587	578,363,933	<b>1. Interest Income</b>	18	1,120,184,120	1,266,703,645
<b>2. Personnel Expenses</b>	16	144,883,074	147,355,897	<b>2. Commission and Discount</b>	19	114,336,964	97,144,244
<b>3. Office Operating Expenses</b>	17	136,873,352	122,795,028	<b>3. Exchange Gain</b>	20	154,219,398	159,514,025
<b>4. Exchange Loss</b>	20	-	-	<b>4. Non-Operating Income</b>	21	-	1,909,191
<b>5. Non-Operating Expenses</b>	21	50,239	-	<b>5. Other Income</b>	22	250,374,804	14,978,762
<b>6. Loss Loan Write Off</b>		441,525,176	-				
<b>7. Provision for Loan Loss</b>		-	165,767,394				
<b>8. Provision for Staff Bonus</b>		44,116,396	52,596,762				
<b>9. Provision for Income Tax &amp; Special Fee</b>		137,949,850	181,994,713				
<b>10. Net Profit Carried Down</b>		271,638,612	291,376,140				
<b>Total</b>		<b>1,639,115,286</b>	<b>1,540,249,867</b>	<b>Total</b>		<b>1,639,115,286</b>	<b>1,540,249,867</b>

## Profit & Loss Appropriation Account

EXPENSE	This Year Rs.	Previous Year Rs.	INCOME	This Year Rs.	Previous Year Rs.
1. Accumulated loss upto previous year	-	-	1. Accumulated Profit upto last year	26,173,532	108,446,050
2. This Year's Loss	-	-	2. This Year's Profit	271,638,612	291,376,140
3. General Reserve Fund	54,327,722	58,275,228			
4. Contingent Reserve	1,000,000	1,000,000			
5. Bank Development Fund	-	-			
6. Dividend Equalization Fund	-	-			
7. Employees' Related Funds (Gratuity)	20,000,000	15,260,454			
8. Interim and Proposed Dividend	147,496,320	196,661,760			
9. Issue of Bonus Share	-	98,858,400			
10. Special Reserve Fund	-	-			
11. Exchange Equalization Reserve	3,151,639	2,920,309			
12. Prior Years' Tax	20,560,651	672,507			
13. Reserve for Paid up Capital	49,165,440	-			
14. Accumulated Profit	2,110,372	26,173,532			
<b>Total</b>	<b>297,812,144</b>	<b>399,822,190</b>	<b>Total</b>	<b>297,812,144</b>	<b>399,822,190</b>

## Schedule 1: Share Capital and Ownership

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>1. Share Capital</b>	<b>500,000,000</b>	<b>500,000,000</b>
<b>1.1 Authorized Share Capital</b>	<b>500,000,000</b>	<b>500,000,000</b>
A) 5,000,000 Ordinary Shares of Rs. 100.each	500,000,000	500,000,000
<b>1.2 Issued Capital</b>	<b>491,654,400</b>	<b>491,654,400</b>
A) 4,916,544 Ordinary Shares of Rs. 100 each	491,654,400	491,654,400
<b>1.3 Paid Up Capital</b>	<b>491,654,400</b>	<b>491,654,400</b>
A) 4,916,544 Ordinary Shares of Rs. 100 each	491,654,400	491,654,400

### Share Ownership

Particulars	Share Capital		Share Capital	
	%	This Year Rs.	%	Previous Year Rs.
<b>1. Local Ownership</b>	<b>50</b>	<b>245,827,200</b>	<b>50</b>	<b>245,827,200</b>
1.1 His Majesty's Government	-	-	-	-
1.2 Commercial Banks	-	-	-	-
1.3 Financial Institutions	20	98,330,880	20	98,330,880
1.4 Organized Institutions	-	-	-	-
1.5 Individuals	30	147,496,320	30	147,496,320
1.6 Others	-	-	-	-
<b>2. Foreign Ownership</b>	<b>50</b>	<b>245,827,200</b>	<b>50</b>	<b>245,827,200</b>
<b>Total</b>	<b>100</b>	<b>491,654,400</b>	<b>100</b>	<b>491,654,400</b>

Note: Details of Individual Shareholders holding Shares 0.5% or above.

S.No.	Name	%	Share Capital
1	Prerana Shah	0.59	2,925,000
2	Mrs. Sarika Chaudhary	0.56	2,764,100
<b>Total</b>			<b>5,689,100</b>

### Schedule 2: Reserve Funds

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. General Reserve Fund	568,832,115	514,504,393
2. Capital Reserve Fund	-	-
3. Share Premium	74,000	74,000
4. Other Reserve Fund	83,757,407	30,440,329
a. Contingent Reserve	3,750,000	2,750,000
b. Bank Development Fund	-	-
c. Dividend Equalization Fund	-	-
d. Exchange Fluctuation Reserve	28,263,967	25,112,329
e. Special Reserve Fund	2,578,000	2,578,000
f. Assets Revaluation Reserve	-	-
g. Reserve for Paid up Capital	49,165,440	-
5. Accumulated Profit/(Loss)	2,110,372	26,173,532
<b>Total</b>	<b>654,773,894</b>	<b>571,192,254</b>

### Schedule 3: Borrowings

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>A. Local</b>		
<b>1. His Majesty's Government</b>	-	-
1.1 Earthquake affected sector reconstruction	-	-

<b>2. Nepal Rastra Bank</b>	<b>317,298,060</b>	-
2.1 Loan	-	-
2.2 Refinance	137,349,00	-
2.3 Repurchase	179,946,060	-
<b>3. Inter Bank</b>	<b>100,000,000</b>	-
3.1 Overdraft	-	-
3.2 Loan	100,000,000	-
<b>4. Other Financial Institutions</b>	-	-
<b>5. Others</b>	-	-
<b>Total (1+2+3+4+5)</b>	<b>417,298,060</b>	-
<b>B. Foreign</b>		
<b>1. Banks</b>	-	-
1.1 Overdraft	-	-
<b>Total</b>	-	-
<b>Total (A+B)</b>	<b>417,298,060</b>	-

#### Schedule 4: Deposits

as at 16 July 2002 (32 Ashad 2059)

PARTICULARS	This Year Rs.	Prev. Year Rs.
<b>1. Interest-Free Deposits</b>		
<b>A. Current Deposits</b>	<b>2,703,818,737</b>	<b>2,850,971,642</b>
<b>1. Local Currency</b>	<b>1,816,214,119</b>	<b>1,859,739,605</b>
1.1 His Majesty's Government	439,624,724	630,436,256
1.2 Commercial Banks	16,840,587	16,121,955
1.3 Financial Institutions	114,276,647	74,133,119
1.4 Other Organized Institutions	979,312,780	811,448,881
1.5 Individuals	155,280,992	182,752,605
1.6 Others	110,878,389	144,846,789
<b>2. Foreign Currency</b>	<b>887,604,618</b>	<b>991,232,037</b>

2.1 His Majesty's Government	2,778,376	-
2.2 Commercial Banks	234,096	-
2.3 Financial Institutions	56,157,549	43,408,258
2.4 Other Organized Institutions	707,131,884	727,903,931
2.5 Individuals	66,596,652	103,039,742
2.6 Others	54,706,061	116,880,106
<b>B. Margin Deposits</b>	<b>364,287,450</b>	<b>296,190,520</b>
1. Employee Guarantee	1,378,417	-
2. Guarantee Margin	207,941,095	197,339,340
3. Letters of Credit Margin	154,967,938	98,851,180
<b>C. Others</b>	<b>74,459,258</b>	<b>107,166,499</b>
<b>1. Local Currency</b>	<b>30,520,355</b>	<b>63,517,982</b>
1.1 Financial Institutions	-	-
1.2 Other Organized Institutions	884,089	54,996,000
1.3 Individuals	29,636,266	8,521,982
<b>2. Foreign Currency</b>	<b>43,938,903</b>	<b>43,648,517</b>
2.1 Financial Institutions	-	-
2.2 Other Organized Institution	-	32,307,000
2.3 Individual	43,938,903	11,341,517
<b>TOTAL OF INTEREST FREE DEPOSITS</b>	<b>3,142,565,445</b>	<b>3,254,328,661</b>

PARTICULARS	This Year Rs.	Prev. Year Rs.
<b>2. Interest Bearing Deposits</b>		
<b>A. Savings Deposits</b>	<b>4,972,056,618</b>	<b>4,917,138,344</b>
<b>1. Local Currency</b>	<b>4,189,042,145</b>	<b>4,151,402,073</b>
1.1 Organized Institutions	582,687,578	478,334,655
1.2 Individuals	3,370,216,249	3,631,867,564
1.3 Others	236,138,318	41,199,854
2. Foreign Currency	783,014,473	765,736,271
2.1 Organized Institutions	504,560,404	398,722,365
2.2 Individuals	274,243,318	251,172,544

2.3 Others	4,210,751	115,841,362
<b>B. Fixed Deposits</b>	<b>2,446,845,914</b>	<b>3,719,202,825</b>
<b>1 Local Currency</b>	<b>1,559,408,715</b>	<b>2,183,044,715</b>
1.1 Organized Institutions	1,197,877,288	1,686,630,715
1.2 Individuals	356,075,927	464,604,652
1.3 Others	5,455,500	31,809,348
<b>2. Foreign Currency</b>	<b>887,437,199</b>	<b>1,536,158,110</b>
2.1 Organized Institutions	856,697,000	984,816,847
2.2 Individuals	30,740,199	316,564,111
2.3 Others	-	234,777,152
<b>C. Call Deposits</b>	<b>4,944,960,238</b>	<b>3,948,337,953</b>
<b>1. Local Currency</b>	<b>3,894,594,623</b>	<b>3,048,778,331</b>
1.1 Commercial Banks	58,800,678	47,377,377
1.2 Financial Institutions	50,397,283	297,314,005
1.3 Other Organized Institutions	3,653,081,946	2,347,864,995
1.4 Individuals	35,572,893	43,501,331
1.5 Others	96,741,823	312,720,623
<b>2. Foreign Currency</b>	<b>1,050,365,615</b>	<b>899,559,622</b>
2.1 Commercial Banks	2,935,596	7,704,016
2.2 Financial Institutions	995,000	738,984
2.3 Other Organized Institutions	181,638,272	315,116,931
2.4 Individuals	8,698,026	5,537,069
2.5 Others	856,098,721	570,462,622
<b>D. Certificate of Deposits</b>	<b>-</b>	<b>-</b>
1 Organized Institutions	-	-
2 Individuals	-	-
3. Others	-	-
<b>TOTAL OF INTEREST BEARING DEPOSITS</b>	<b>12,363,862,770</b>	<b>12,584,679,122</b>
<b>TOTAL DEPOSITS (1+2)</b>	<b>15,506,428,215</b>	<b>15,839,007,783</b>

### Schedule 5: Bills Payable

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Local Currency	41,136,899	53,662,798
2. Foreign Currency	26,615,960	16,033,990
<b>Total</b>	<b>67,752,859</b>	<b>69,696,788</b>

### Schedule 6: Other Liabilities

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Gratuity Fund	98,104,147	78,104,147
2. Employees Provident Fund	-	-
3. Employees Welfare Fund	-	-
4. Provision for Staff Bonus	44,116,396	52,596,762
5. Dividend Payable	11,798,516	241,724,060
<b>6. Provision for Income Tax: (Less Advance Tax paid)</b>	<b>(31,097,687)</b>	<b>(4,696,814)</b>
Corporate Tax Payable	1,041,672,200	-
Less: Advance Tax Paid	1,072,769,887	-
7. Interest payable on Deposits	357,225	658,494
8. Interest payable on Borrowings	138,674	-
9. Unearned Discount and Commission	3,746,903	4,425,410
10. Proposed Dividend	147,496,320	98,462,760
11. Interest Suspense	100,682,364	191,564,433
12. Sundry Creditors	2,801,388	1,785,619
13. Branch Adjustment Account	-	-
14. Others:	113,200,718	134,475,187
<b>Total</b>	<b>491,344,964</b>	<b>799,100,058</b>

### Schedule 7: Cash Balance

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Local Currency (including coin)	285,369,093	182,577,328
2. Foreign Currency	32,789,727	25,905,267
<b>Total</b>	<b>318,158,820</b>	<b>208,482,595</b>

### Schedule 8: Balance with Banks

as at 16 July 2002 (32 Ashad 2059)

Particulars	Local Currency	Foreign Currency In Rs.			Total Rs.	Prev. Year Rs.
		IRs.	Convertible FCY	Total		
<b>1. Nepal Rastra Bank</b>	<b>508,470,063</b>	-	<b>(1,795,219)</b>	<b>(1,795,219)</b>	<b>506,674,844</b>	<b>512,066,310</b>
a. Current Account	508,470,063	-	(1,795,219)	(1,795,219)	506,674,844	512,066,310
b. Other Account	-	-	-	-	-	-
<b>2. Other Local Banks</b>	<b>24,018,662</b>	-	<b>(108,656)</b>	<b>(108,656)</b>	<b>23,910,006</b>	<b>4,795,423</b>
a. Current Account	24,018,662	-	(108,656)	(108,656)	23,910,006	4,795,423
b. Other Account	-	-	-	-	-	-
<b>3. Foreign Banks</b>	-	<b>(10,640,109)</b>	<b>213,716,288</b>	<b>203,076,179</b>	<b>203,076,179</b>	<b>87,562,010</b>
a. Current Account	-	(10,640,109)	213,716,288	203,076,179	203,076,179	87,562,010
b. Other Account	-	-	-	-	-	-
<b>Total</b>	<b>532,488,725</b>	<b>(10,640,109)</b>	<b>211,812,413</b>	<b>201,172,304</b>	<b>733,661,029</b>	<b>604,423,743</b>

**Note:**

Total Balance as per the statement received from respective banks is Rs. 1,002,637,166

## Schedule 9: Money at Call and Short Notice

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Local Currency	-	-
2. Foreign Currency	31,368,000	522,550,000
<b>Total</b>	<b>31,368,000</b>	<b>522,550,000</b>

## Schedule 10: Investments

as at 16 July 2002 (32 Ashad 2059)

Particulars	Purpose		This Year Rs.	Prev. Year Rs.
	Trading	Other		
<b>1. HMG Securities</b>	-	<b>4,120,294,813</b>	<b>4,120,294,813</b>	<b>2,732,959,430</b>
a. Treasury Bills	-	2,517,317,913	2,517,317,913	1,857,688,530
b. Developments Bonds	-	1,567,976,900	1,567,976,900	840,270,900
c. National Savings Bonds	-	35,000,000	35,000,000	35,000,000
<b>2. Foreign Govt. Securities</b>	-	-	-	-
<b>3. Nepal Rastra Bank Bonds</b>	-	-	-	-
<b>4. Shares, Debentures and Bonds</b>	-	<b>22,220,000</b>	<b>22,220,000</b>	<b>18,820,000</b>
<b>5. Other Investments</b>	-	<b>4,057,000,000</b>	<b>4,057,000,000</b>	<b>4,952,529,500</b>
a. Certificate of Deposits	-	-	-	-
b. Mutual Fund	-	1,000,000	1,000,000	1,000,000
c. Local Banks	-	-	-	-
d. Foreign Banks	-	4,056,000,000	4,056,000,000	4,951,529,500
e. Others	-	-	-	-
<b>Total Investment</b>	-	<b>8,199,514,813</b>	<b>8,199,514,813</b>	<b>7,704,308,930</b>
<b>Provision</b>	-	-	-	-
<b>Net Investment</b>	-	<b>8,199,514,813</b>	<b>8,199,514,813</b>	<b>7,704,308,930</b>

**Schedule 10 (A): Investments In Shares, debentures and Bonds**  
as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.		Prev. Year Rs.
	Cost Price	Market Value	
<b>1. Investment in Shares</b>	<b>22,220,000</b>	<b>-</b>	<b>18,820,000</b>
1.1 NHDFC Ltd			
21,250 ordinary shares of Rs. 100 paid up	2,125,000	4,143,750	2,125,000
1.2 NIDC Capital Market			
3,000 ordinary shares of Rs. 100 paid up	300,000	N/L	100,000
1.3 Rural Microfinance Development Centre Ltd.			
51,950 ordinary shares of Rs. 100 paid up	5,195,000	N/L	5,195,000
1.4 Nirdhan Uthan Bank			
12,000 ordinary shares of Rs. 100 paid up	1,200,000	N/L	1,200,000
1.5 Chhimek Samaj Bank			
12,000 ordinary shares of Rs. 100 paid up	1,200,000	N/L	1,200,000
1.6 Deprosc Nepal			
15,000 ordinary shares of Rs. 100 paid up	1,500,000	N/L	1,500,000
1.7 Far Western Development Bank Ltd			
15,000 ordinary shares of Rs. 100 paid up	1,500,000	N/L	1,500,000
1.8 Eastern Rural Development Bank			
30,000 ordinary shares of Rs. 100 paid up	3,000,000	N/L	3,000,000
1.9 Mid Western Development Bank			
30,000 ordinary shares of Rs. 100 paid up	3,000,000	N/L	3,000,000
2.0 Sanakisan Bikash Bank			
20,000 ordinary shares of Rs. 100 paid up	2,000,000	N/L	-
2.1 Swabalamban Bikash Bank			
12,000 ordinary shares of Rs. 100 paid up	1,200,000	N/L	-
<b>2. Investments in Debentures and Bonds</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Investments</b>	<b>22,220,000</b>	<b>-</b>	<b>18,820,000</b>
<b>3. Provision for Loss</b>	<b>-</b>	<b>-</b>	<b>-</b>

3.1 Upto previous year	-	-	-
3.2 Adjustments this year	-	-	-
<b>Total Provision</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note :**

N/L stands for Not Listed in NEPSE

Companies named under 1.3 to 1.9 above have not declared dividend in last three years.

### Schedule 11: Classification of Loans, Advances and Bills Purchased and Provisioning

as at 16 July 2002 (32 Ashad 2059)

Particulars	Advances					Bills Purchased/Discounted					This Year Rs.	Prev. Year Rs.
	Domestic			Foreign Currency	Total	Domestic			Foreign Currency	Total		
	Priority		Other			Priority		Other				
	Insured	Un-Insured		Insured	Un-Insured							
1. Performing Loan												
1.1 Pass	129,236,025	1,913,023,477	4,811,891,445	85,406,762	6,939,557,709	-	621,449	55,553,207	249,238,516	305,413,172	7,244,970,881	
2. Non-Performing Loan												
2.1 Substandard	12,736,012	5,325,075	242,121,455	94,697	260,277,239	-	-	-	-	-	260,277,239	
2.2 Doubtful	2,783,204	7,008,152	220,651,691	493,493	230,936,540	-	-	-	-	-	230,936,540	
2.3 Loss	26,313,014	4,504,387	33,377,809	270,676	64,465,886	-	-	756,189	441,828	1,198,017	65,663,903	
(A) Total Loan	171,068,255	1,929,861,091	5,308,042,400	86,265,628	7,495,237,374	-	621,449	56,309,396	249,680,344	306,611,189	7,801,848,563	8,324,439,432
3. Loan Loss Provision												
3.1 Pass	323,095	26,993,309	109,693,579	854,068	137,864,051	-	6,214	555,532	2,493,016	3,054,762	140,918,813	
3.2 Substandard	796,001	1,331,269	60,530,363	23,674	62,681,307	-	-	-	-	-	62,681,307	
3.3 Doubtful	347,930	3,504,077	110,325,871	246,746	114,424,624	-	-	-	-	-	114,424,624	
3.4 Loss	6,578,254	4,504,387	33,377,809	270,676	44,731,126	-	-	756,189	441,828	1,198,017	45,929,143	

(B) Total Provisi oning	8,045,2 80	36,333,0 42	313,927, 622	1,395, 164	359,701, 108	-	6,21 4	1,311, 721	2,934,8 44	4,252,7 79	363,953, 887	591,802, 930
4. Provisi oning upto Previou s Year												
4.1 Pass	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Substa ndard	-	-	-	-	-	-	-	-	-	-	-	-
4.3 Doubtful	-	-	-	-	-	-	-	-	-	-	-	-
4.4 Loss	-	-	-	-	-	-	-	-	-	-	-	-
(C) Total Previo us Year Provisi on	-	-	-	-	-	-	-	-	-	-	591,802, 930	
(D) Adjust ment This Year	-	-	-	-	-	-	-	-	-	-	(227,849 ,043)	
Net Loan (A-B)	163,02 2,975	1,893,52 8,049	4,994,11 4,778	84,870 ,464	7,135,53 6,266	-	615, 235	54,997 ,675	246,74 5,500	302,35 8,410	7,437,89 4,676	7,732,63 6,502

### Schedule 12: Fixed Assets

as at 16 July 2002 (32 Ashad 2059)

Particulars	Assets					This Year Rs.	Prev. Year Rs.
	Building	Vehicles	Machine ry	Office Equipme nt	Others		
<b>I. At Cost</b>							
a. Previous Year Balance	95,646,484	63,478,361	-	205,001,428	-	364,126,273	327,548,616
b. Addition this year	-	8,833,554	-	15,211,401	-	24,044,955	44,321,406
c. Revaluation/Wri tten back this year	-	-	-	-	-	-	

d. This year sold	(288,113)	(6,375,475)	-	(677,146)	-	(7,340,734)	(7,743,749)
e. This year written off	-	(9,352)	-	(7,338,705)	-	(7,348,057)	
<b>Total Cost (a+b+c+d+e)</b>	<b>95,358,371</b>	<b>65,927,088</b>	<b>-</b>	<b>212,196,978</b>	<b>-</b>	<b>373,482,437</b>	<b>364,126,273</b>
<b>2. Depreciation</b>							
a. Upto previous year	7,485,743	20,070,586	-	101,454,693		129,011,022	108,382,882
b. For this year	2,285,745	9,124,812	-	28,340,550		39,751,107	26,269,844
c. Depreciation on revaluation/ Written back		(4,858,283)	-	(5,874,255)		(10,732,538)	(5,641,704)
<b>Total Depreciation (a+b+c)</b>	<b>9,771,488</b>	<b>24,337,115</b>	<b>-</b>	<b>123,920,988</b>	<b>-</b>	<b>158,029,591</b>	<b>129,011,022</b>
<b>3. Book Value (WDV)* (1-2)</b>							
	<b>85,586,883</b>	<b>41,589,973</b>	<b>-</b>	<b>88,275,990</b>	<b>-</b>	<b>215,452,846</b>	<b>235,115,251</b>
<b>4. Capital Construction (pending capitalization)</b>							
	<b>9,234,706</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,234,706</b>	<b>290,912</b>
<b>5. Leasehold Assets</b>							
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,951,255</b>	<b>12,951,255</b>	<b>13,259,545</b>
<b>Total (3+4+5)</b>	<b>94,821,589</b>	<b>41,589,973</b>	<b>-</b>	<b>88,275,990</b>	<b>12,951,255</b>	<b>237,638,807</b>	<b>248,665,708</b>

\* Written Down Value

**Schedule 12 (A): Securities against Loan, Advances and Bills Purchased**  
as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>A. Secured</b>	<b>7,801,848,563</b>	<b>-</b>
1. Moveable/Immoveable Assets	5,774,310,131	-
2. Local Banks & Financial Institution Guarantee	63,500,000	-
3. HMG. Guarantee	-	-
4. A+ Rated International Banks Guarantee	344,371,433	-

5. Export Documents	687,082,235	-
6a. Fixed Deposit Receipts-Own Banks	212,402,401	-
6b. Fixed Deposit Receipts-Other Banks	21,103,473	-
7. Government Securities	389,578,159	-
8. Counter Guarantee	162,500,000	-
9. Personal Guarantee	200,000	-
10. Other Securities	146,800,731	-
<b>B. Unsecured</b>	-	-
<b>Total</b>	<b>7,801,848,563</b>	<b>8,324,439,432</b>

### Schedule 13: Other Assets

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Stock of Stationery	5,906,574	7,814,934
2. Income Receivable on Investments	70,414,912	80,974,016
3. Accrued Interest on Loan	100,682,364	291,373,014
4. Receivable Commission	-	-
5. Sundry Debtors	151,852	-
6. Staff Loan and Advances	125,738,336	126,678,820
7. Prepayments	13,631,493	17,116,682
8. Cash in Transit	-	-
9. Other Transit items (including cheque)	169,272,006	79,946,960
10. Drafts Paid without Notice	-	-
11. Expenses Not Written off	-	-
12. Non-Banking Assets	-	-
13. Branch Adjustment account	143,575	4,861
14. Others	185,075,135	145,674,518
<b>Total</b>	<b>671,016,247</b>	<b>749,583,805</b>

### Schedule 13 (A): Other Assets (Additional Statement)

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.				Prev. Year Rs.
	Upto 1 Year	1 to 3 years	Above 3 years	Total	
1. Accrued Interest on Loan	63,665,742	34,801,890	2,214,732	100,682,364	291,373,014
2. Drafts Paid without Notice	-	-	-	-	-
3. Branch Adjustment account	143,575	-	-	143,575	4,861

### Schedule 14: Contingent Liabilities

as at 16 July 2002 (32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Claims on bank but not accepted by the Bank	-	-
2. Letters of credit	2,496,300,873	2,047,819,584
a. Less than six months	2,211,219,769	2,047,819,584
b. Above six months	285,081,104	-
3. Rediscounted Bills	-	-
4. Outstanding Guarantee/ Bonds	1,206,429,507	1,051,147,610
a. Bid Bond	55,830,119	72,397,456
b. Performance Bond	1,150,599,388	978,750,154
5. Unpaid Shares in Investment		
6. Forward Exchange Contract Liabilities	192,350,833	856,516,294
7. Bills under Collection	177,637,234	52,337,181
8. Acceptance and Endorsements	437,279,505	389,912,980
9. Underwriting Commitments	-	-
10. Irrevocable Loan commitments	-	-
11. Guarantee on Counter Guarantee of Internationally Rated Bank	332,103,838	315,195,676
12. Advance Payment Guarantee	54,783,909	68,272,138
13. Financial Guarantee	6,788,412	-
14. Contingent Liabilities on Income Tax	88,878,888	130,295,679
15. Others	-	-

<b>Total</b>	<b>4,992,552,999</b>	<b>4,911,497,142</b>
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### Schedule 15: Interest Expenses

Fiscal Year 16 July 2001 to 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>A. DEPOSITS</b>	<b>456,769,718</b>	<b>564,792,747</b>
<b>1. Fixed Deposits</b>	<b>157,019,261</b>	<b>189,354,623</b>
1.1 Local Currency	127,220,082	109,370,304
1.2 Foreign Currency	29,799,179	79,984,319
<b>2. Savings Deposits</b>	<b>136,936,306</b>	<b>177,021,996</b>
2.1 Local Currency	130,021,232	160,967,228
2.2 Foreign Currency	6,915,074	16,054,768
<b>3. Call Deposits</b>	<b>162,814,151</b>	<b>198,416,128</b>
3.1 Local Currency	147,435,286	172,354,558
3.2 Foreign Currency	15,378,865	26,061,570
<b>4. Certificate of Deposits</b>	-	-
<b>B. BORROWINGS</b>	<b>5,308,869</b>	<b>13,571,186</b>
1. Overdraft	-	-
2. Loan from Nepal Rastra Bank (REPO)	2,322,668	3,984,635
3. Inter Bank Borrowing	2,918,467	9,586,551
4. Other Loan and Refinances	67,734	-
<b>C. OTHERS</b>	-	-
<b>Total</b>	<b>462,078,587</b>	<b>578,363,933</b>

### Schedule 16: Employees Expenses

Fiscal Year 16 July 2001 to 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. Salary	71,033,839	65,990,807
2. Allowances	34,277,930	28,035,512
3. Contribution to Provident Fund	6,676,410	6,423,043
4. Training	1,686,702	1,892,016
5. Uniform	436,979	1,064,005
6. Medical	47,171	100,995
7. Insurance	1,725,231	1,495,384
8. Pension and Gratuity	7,855,599	7,981,429
9. Others :	21,143,214	34,372,706
<b>Total</b>	<b>144,883,074</b>	<b>147,355,897</b>

### Schedule 17: Office Operating Expenses

Fiscal Year 16 July 2001 - 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
1. House Rent	16,885,176	16,415,298
2. Electricity and Water	8,558,947	7,917,781
<b>3. Repairs and Maintenance</b>	<b>2,523,434</b>	<b>7,448,199</b>
a. Building	736,148	-
b. Vehicles	1,787,286	-
c. Others	-	-
4. Insurance	7,330,156	7,030,101
5. Postage, Telex, Telephone, Fax	13,743,937	4,197,840
6. Office Equipment, Furniture and Repair	3,966,276	-
7. Travelling Allowances and Expenses	7,970,729	8,229,528
8. Stationery and Printing	8,736,202	10,170,438
9. Periodicals and Books	331,346	442,478
10. Advertisements	1,021,699	1,461,363
11. Legal Expenses	457,369	-

12. Donations	190,751	36,500
<b>13. Expenses Relating to Board of Directors</b>	<b>2,649,165</b>	<b>-</b>
a. Meeting Fees	1,431,500	982,500
b. Other Expenses	1,217,665	238,031
14. Annual General Meeting Expenses	3,104,642	113,868
<b>15. Expenses Relating to Audit</b>	<b>379,238</b>	<b>-</b>
a. Audit Fees	180,000	240,000
b. Other Expenses	199,238	-
16. Commission on Remittances	-	-
17. Depreciation on Fixed Assets	39,751,107	26,269,844
18. Amortization of Deferred Expenses	5,397,450	4,658,708
19. Share Issue Expenses	-	-
20. Professional Services	3,444,206	17,114,133
21. Entertainment	1,284,669	2,291,013
22. Written Off Expenses	188,365	-
23. Security Expenses	4,296,473	2,770,528
24. Credit Guarantee Premium	1,791,996	3,512,414
25. Commission and Discount	1,192,193	-
26. Others:	1,647,826	1,254,463
<b>Total</b>	<b>136,873,352</b>	<b>122,795,028</b>

### Schedule 18: Interest Income

Fiscal Year 16 July 2001 - 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>A. LOAN, ADVANCES AND OVERDRAFT</b>	<b>801,046,033</b>	<b>846,764,460</b>
1. Loan and Advances	547,072,580	580,337,617
2. Overdraft	253,973,453	266,426,843
<b>B. INVESTMENT</b>	<b>175,579,132</b>	<b>107,843,270</b>
1. HMG Securities	175,579,132	107,843,270
a. Treasury Bills	107,137,856	49,653,080
b. Development Bonds	65,445,639	55,194,552

c. National Savings Certificates	2,995,637	2,995,638
2. Foreign Securities	-	-
3. Nepal Rastra Bank Bonds	-	-
4. Debenture and Bonds	-	-
a. Financial Institutions	-	-
b. Other Organizations	-	-
<b>C. AGENCY BALANCES</b>	<b>3,445,689</b>	<b>17,109,316</b>
1. Local Banks	-	-
2. Foreign Banks	3,445,689	17,109,316
<b>D. MONEY AT CALL AND SHORT NOTICE</b>	<b>360,751</b>	<b>-</b>
1. Local Banks	360,751	-
2. Foreign Banks	-	-
<b>E. OTHERS</b>	<b>139,752,515</b>	<b>294,986,599</b>
1. Certificate of Deposits	-	-
2. Inter-Bank Loan	7,538,999	2,010,959
3. Others (FCY Placement)	132,213,516	292,975,640
<b>Total</b>	<b>1,120,184,120</b>	<b>1,266,703,645</b>

### Schedule 19: Commission and Discount

Fiscal Year 16 July 2001 - 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>A. BILLS PURCHASE AND DISCOUNT</b>	<b>4,152,559</b>	<b>6,007,927</b>
1. Local	2,086,512	4,767,615
2. Foreign	2,066,047	1,240,312
<b>B. COMMISSION</b>	<b>93,876,958</b>	<b>79,004,688</b>
1. Letters of Credit	41,942,463	35,977,061
2. Guarantees	20,037,299	17,089,919
3. Collection Fees	5,364,050	5,144,283
4. Remittance Fee	19,370,843	14,321,296
5. Credit Cards	7,162,303	6,472,129
6. Share Underwriting/ Issues	-	-

7. Government Transactions	-	-
8. Agency Commission	-	-
9. Exchange Fee	-	-
<b>C. OTHERS:</b>	<b>16,307,447</b>	<b>12,131,629</b>
<b>Total</b>	<b>114,336,964</b>	<b>97,144,244</b>

### Schedule 20: Currency Exchange Gain / Loss

Fiscal Year 16 July 2001 - 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
A. Revaluation Gain	12,606,556	11,681,237
B. Trading Gain	141,612,842	147,832,788
<b>Total Income (Loss)</b>	<b>154,219,398</b>	<b>159,514,025</b>

### Schedule 21: Non-Operating Income / Loss

Fiscal Year 16 July 2001 - 16 July 2002 (1 Shrawan 2058 to 32 Ashad 2059)

Particulars	This Year Rs.	Prev. Year Rs.
<b>1. Profit (Loss) On Sale of Investment</b>	<b>-</b>	<b>-</b>
<b>2. Profit (Loss) On Sale of Assets</b>	<b>(373,239)</b>	<b>1,644,191</b>
<b>3. Dividend</b>	<b>323,000</b>	<b>265,000</b>
a. Commercial Banks	-	-
b. Grameen Banks	-	-
c. Financial Institutions	323,000	265,000
d. Other Organized Institution	-	-
1. Subsidiary Companies	-	-
2. Others	-	-
<b>4. Subsidies Received from Nepal Rastra Bank</b>	<b>-</b>	<b>-</b>
a. Reimbursement of losses of specified branches	-	-
b. Interest Subsidy	-	-
c. Exchange Counter	-	-
<b>5. OTHERS</b>	<b>-</b>	<b>-</b>
<b>Net Non-Operating Income (Loss)</b>	<b>( 50,239)</b>	<b>1,909,191</b>



## Schedule 24: Capital Fund Table

as at 16 July 2002 (32 Ashad 2059)

Particulars	Prev. Year Rs.	This Year Rs.
<b>A. CORE CAPITAL</b>	-	<b>1,062,670,887</b>
1. Paid Up Capital	-	491,654,400
2. Share Premium	-	74,000
3. Non-Redeemable Preference Share	-	-
4. General Reserve Fund	-	568,832,115
5. Cumulative Profit/ Loss (upto previous FY)	-	26,173,532
6. Current Year Profit & Loss (as per Balance Sheet)	-	(24,063,160)
<b>B. SUPPLEMENTARY CAPITAL</b>	-	<b>352,616,710</b>
1. General Loan Loss Provision	-	318,024,743
2. Exchange Equalization Reserve	-	28,263,967
3. Assets Revaluation Reserve	-	-
4. Hybrid Capital Instruments	-	-
5. Unsecured Subordinated Term Debt	-	-
6. Interest Rate Fluctuation Fund	-	2,578,000
7. Other Free Reserves	-	3,750,000
<b>C. TOTAL CAPITAL FUND (A+B)</b>	-	<b>1,415,287,597</b>
<b>D. Minimum Capital Fund required to be maintained on the basis of Risk Weighted Assets</b>		
Total Capital Fund (@ 9.0 Percent)	-	950,725,781
Core Capital ( @ 4.5.Percent)	-	475,362,891
Core Capital Adequacy Ratio	-	10.06%
Total Capital Adequacy Ratio	-	13.40%
Capital Fund (Excess/Short) ( @ 4.40 Percent Excess)	-	464,561,816
Core Capital (Excess/Short) ( @ 5.56 Percent Excess)	-	587,307,996

## Schedule 24: Table of Risk Weighted Assets Statement

as at 16 July 2002 (32 Ashad 2059)

PARTICULARS	Weightage	Previous Year	Current Year
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		Amount	Risk Weightage Assets	Amount	Risk Weightage Assets
<b>On- Balance Sheet Assets</b>					
Cash Balance	0%	-	-	318,158,820	-
Gold (tradable)	0%	-	-	-	-
Balance with Nepal Rastra Bank	0%	-	-	506,674,844	-
Investment in Govt. Securities	0%	-	-	4,120,294,813	-
Investment in NRB Bonds	0%	-	-	-	-
Fully secured loan against own Fixed Deposit Receipt	0%	-	-	212,402,401	-
Fully secured loan against Govt. Securities	0%	-	-	389,578,159	-
Balance with Domestic banks and Financial Institutions	20%	-	-	23,910,006	4,782,001
Fully secured FDR loan against Fixed Deposit Receipt of other banks	20%	-	-	21,103,473	4,220,695
Balance with foreign banks	20%	-	-	203,076,179	40,615,236
Money at call	20%	-	-	31,368,000	6,273,600
Loan against the guarantee of internationally rated banks	20%	-	-	344,371,433	68,874,287
Other Investments with internationally rated banks	20%	-	-	4,056,000,000	811,200,000
Investments in Shares, Debentures and Bonds	100%	-	-	23,220,000	23,220,000
Other Investments	100%	-	-	-	-
Loan, Advances and Bills Purchased/ Disciunt	100%	-	-	6,834,393,097	6,834,393,097

Fixed Assets	100%	-	-	237,638,807	237,638,807
All other assets	100%	-	-	67,016,247	67,016,247
<b>Total (A)</b>	-	-	-	<b>17,993,206,279</b>	<b>8,702,233,969</b>
<b>Off Balance Sheet Items</b>					
Bills Collection	0%	-	-	177,637,234	-
Forward Foreign Exchange Contract	10%	-	-	192,350,833	19,235,083
Letter of Credit with Maturity of less than 6 months (full value)	20%	-	-	2,211,219,769	442,243,954
Guarantees provided against counter guarantee of internationally rated foreign banks	20%	-	-	332,103,838	66,420,768
Letter of Credit with Maturity of more than 6 months (full value)	50%	-	-	285,081,104	142,540,552
Bid Bond	50%	-	-	55,830,119	27,915,060
Performance Bond	50%	-	-	1,150,599,388	575,299,694
Advance Payment Guarantee	100%	-	-	54,783,909	54,783,909
Financial Guarantee	100%	-	-	6,788,412	6,788,412
Other Guarantee	100%	-	-	-	-
Irrevocable Loan Commitment	100%	-	-	-	-
Contingent Liability in respect of Income Tax	100%	-	-	88,878,888	88,878,888
All other contingent liabilities	100%	-	-	437,279,505	437,279,505
<b>Total (B)</b>			-	<b>4,992,552,999</b>	<b>1,861,385,825</b>
<b>TOTAL RISK WEIGHTED ASSETS</b>			-	<b>22,985,759,278</b>	<b>10,563,619,794</b>

## Schedule 25: Principal Indicators

S.No.	Particulars	Indicators	FY 97/98	FY 98/99	FY 99/00	FY 00/01	FY 01/02
1	<b>Percent of Net Profit/ Gross Income</b>	Percent	15.69	23.60	25.13	18.50	16.57
2	<b>Earning Per Share</b>	Rs.	44.50	67.84	83.79	59.26	55.25
3	<b>Market Value Per Share</b>	Rs.	430.00	700.00	1400.00	1500.00	700.00
4	<b>Price Earning Ratio</b>	Ratio	9.66	10.32	16.71	25.31	12.67
5	<b>Dividend (including bonus)/Share Capital</b>	Percent	63.37	50.00	55.00	60.11	30.00
6	<b>Cash Dividend/ Share Capital</b>	Percent	30.00	50.00	55.00	40.00	30.00
7	<b>Interest Income/ Loan &amp; Advances</b>	Percent	15.46	12.84	11.75	11.46	10.34
8	<b>Staff Expenses/ Total Operating Expenses</b>	Percent	11.86	12.92	14.35	16.51	19.48
9	<b>Interest Expenses/ Total Deposit &amp; Borrowings</b>	Percent	5.22	4.40	3.81	4.00	2.91
10	<b>Exchange Gain/ Total Income</b>	Percent	11.21	9.58	9.33	10.13	9.41
11	<b>Staff Bonus/ Total Staff Expenses</b>	Percent	62.66	50.55	56.11	36.06	30.45
12	<b>Net Profit/ Loan &amp; Advances</b>	Percent	3.84	5.18	5.35	3.94	3.51
13	<b>Net Profit/ Total Assets</b>	Ratio	0.0166	0.0225	0.0242	0.0171	0.0153
14	<b>Total Credit/ Deposit</b>	Percent	59.79	61.17	57.39	52.56	50.31
15	<b>Total Operating expenses/ Total</b>	Percent	5.91	5.72	5.03	5.18	4.20

	Assets						
16	<b>Adequacy of Capital Fund on Risk Weighted Assets</b>						
	<b>a. Core Capital</b>	Percent	8.90	8.70	7.95	6.50	10.06
	<b>b. Supplementary Capital</b>	Percent	4.50	4.50	4.35	3.96	3.34
	<b>c. Total Capital Fund</b>	Percent	13.40	13.20	12.30	10.46	13.40
17	<b>Liquidity (CRR)</b>	Percent	13.20	6.67	8.52	5.13	6.78
18	<b>Non-performing credit/ Total credit</b>	Percent	13.40	13.44	11.23	16.20	7.14
19	<b>Weighted Average Interest Rate Spread</b>	Percent	N.A.	4.90	5.14	4.50	4.02
20	<b>Book Net Worth Per Share</b>	Rs.	211	224	251	216	233
21	<b>Total Shares</b>	No.	3,927,960	3,927,960	3,927,960	4,916,544	4,916,544
22	<b>Total Staff</b>	No.	389	389	392	388	382

**Note:**

Denominators of point no.7,9,12,13 & 15 above are average of last year and this year figure  
Numerator of point no 7 above is interest income loan and advances only.  
CRR (point no 17) is cash and bank balance to total deposits as of year end.

### Schedule 26: Cash Flow Statement

Particulars	This Year Rs.	Previous Year Rs.
<b>A. CASH FLOW FROM OPERATIONS</b>	<b>83,581,640</b>	<b>94,041,873</b>
<b>1. Cash Receipts</b>	<b>1,639,115,286</b>	<b>1,540,249,867</b>
1.1 Interest Income	1,120,184,120	1,266,703,645
1.2 Commission and Discount Income	114,336,964	97,144,244
1.3 Exchange Gain	154,219,398	159,514,025
1.4 Non-Operating Income	-	1,909,191

1.5 Other Income	250,374,804	14,978,762
<b>2. Cash Payments</b>	<b>1,555,533,646</b>	<b>1,446,207,994</b>
2.1 Interest Expenses	462,078,587	578,363,933
2.2 Staff Expenses	144,883,074	147,355,897
2.3 Office Overhead Expenses	136,873,352	122,795,028
2.4 Exchange Loss	-	-
2.5 Non-Operating Expenses	50,239	-
2.6 Other Expenses	811,648,394	597,693,136
<b>B. CASH FLOW FROM INVESTING ACTIVITY</b>	<b>251,075,116</b>	<b>(3,329,275,807)</b>
1. Decrease/(Increase) in Balance with Banks	(129,237,286)	110,838,069
2. Decrease/(Increase) in Money at Call and Short Notice	491,182,000	4,109,280,000
3. Decrease/(Increase) in Investment	(495,205,883)	(6,453,365,497)
4. Decrease/(Increase) in Loan, Advances and Bills Purchased	294,741,826	(1,113,021,170)
5. Decrease/(Increase) in Fixed Assets	11,026,901	(15,949,517)
6. Decrease/(Increase) in Other Assets	78,567,558	32,942,308
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>(224,980,531)</b>	<b>3,248,907,322</b>
1. (Decrease)/Increase in Borrowings	417,298,060	(285,200,000)
2. (Decrease)/Increase in Deposits	(332,579,568)	3,059,498,011
3. (Decrease)/Increase in Bills Payable	(1,943,929)	31,623,153
4. (Decrease)/Increase in Other Liabilities	(307,755,094)	442,986,158
<b>D. NET CASH FLOW OF THE YEAR</b>	<b>109,676,225</b>	<b>13,673,388</b>
<b>E. OPENING CASH BALANCE</b>	<b>208,482,595</b>	<b>194,809,207</b>
<b>F. CLOSING CASH BALANCE</b>	<b>318,158,820</b>	<b>208,482,595</b>