

PRIME COMMERCIAL BANK LIMITED
Disclosures under BASEL II as at 30.09.2067

1. **Capital Structure and Capital Adequacy**

- **Tier 1 Capital and a breakdown of its components:**

	Core Capital (Tier I)	Amount (Rs.)
a	Paid up Capital	1,210,000,000.00
b	Calls in Advances	163,880,000.00
c	Proposed Bonus Share	-
d	Statutory General Reserve	99,140,866.00
e	Retained Earnings	240,278,670.29
	Sub- Total	1,713,299,536.29
	Less : Fictitious Assets	-
	Total Core Capital (Tier I)	1,713,299,536.29

- **Tier 2 Capital and a breakdown of its components:**

	Supplementary Capital (Tier 2)	Amount (Rs.)
	General Loan Loss Provision	162,671,269.49
	Exchange Equalization Reserve	-
	Total Supplementary Capital (Tier II)	162,671,269.49

- **Detailed information about the Subordinated Term Debts with information on the outstanding amount, maturity, amount eligible to be reckoned as capital funds:** Nil
- **Deductions from Capital** Nil
- **Total Qualifying Capital** 1,875,970,805.78
- **Capital Adequacy Ratio** 11.06%
- **Summary of the Bank's Internal Approach to assess the adequacy of its capital to support current and future activities:**
 - Internal Audit department regularly monitors the adequacy of the capital.
 - The capital adequacy is also monitored by the management and Board of Directors on periodic basis.
- **Summary of the terms, conditions and main features of all capital instruments, especially in case of subordinated term debts including hybrid capital instruments** Nil

2. **Risk Exposures**

Risk weighted exposures for Credit Risk, Market Risk and Operational Risk

	Risk Weighted Exposure	Amount (Rs.)
a	Risk weighted exposure for Credit Risk	16,277,512,689.93
b	Risk weighted exposure for Operational Risk	631,128,006.44
c	Risk weighted exposure for Market Risk	52,938,856.84
	Total Risk Weighted Exposure	16,961,579,553.20

- **Risk Weighted Exposure under each of 11 categories**

	Credit Risk	Claim	RWE
1	Claims on Govt. and Central Bank	2,988,713,582	Nil
2	Claims on other Financial Entities	-	-
3	Claims on Banks	1,304,066,742	279,417,158
4	Claims on Corporate and Securities Firm	7,875,287,137	7,761,752,353
5	Claims on Regulatory Retail Portfolio	1,612,653,346	697,375,453
6	Claims Secured by Residential Properties	1,115,834,449	671,254,746
7	Claims Secured by Commercial Real Estate	2,563,264,426	2,563,264,426
8	Past due Claims	29,970,969	22,478,226
9	High Risk Claims	2,723,967,549	2,475,620,023
10	Other Assets	489,284,657	356,879,675
11	Off Balance Sheet Items	3,706,936,349	1,449,470,629

- **Total Risk weighted exposure calculation table:**

	Risk Weighted Exposure	Amount (Rs.)
a	Risk weighted exposure for Credit Risk	16,277,512,689.93
b	Risk weighted exposure for Operational Risk	631,128,006.44
c	Risk weighted exposure for Market Risk	52,938,856.84
	Total Risk Weighted Exposure	16,961,579,553.20

- **Amount of NPAs** **41,664,813.87**

- **NPA Ratios** **0.26%**

- **Movement of Non Performing Assets**

Particulars	Opening Balance	Closing Balance	Movement
Sub- Standard Loan	29,970,969	11,693,845	-60.98%
Doubtful Loan	-	29,970,969	100%

- **Write off of Loans and Interest Suspense** **Nil**

- **Movement in Loan Loss Provisions and Interest Suspense**

Loan Loss Provisions

Particulars	Opening Balance	Closing Balance	Movement
Pass Loan	157,828,593	162,671,269	3.07%
Sub- Standard Loan	14,985,484	2,923,461	-80.49%
Doubtful Loan	-	14,985,484	100%
Personal Guarantee	125,408	124,828	-0.46%

Interest Suspense

Particulars	Opening Balance	Closing Balance	Movement
Interest Suspense	8,105,525	17,723,871	118.66%

Details of additional Loan Loss Provisions

Particulars	Opening Balance	Closing Balance	Movement
Pass Loan	157,828,593	162,671,269	4,842,676
Sub- Standard Loan	14,985,484	2,923,461	-12,062,023
Doubtful Loan	-	14,985,484	14,985,484
Personal Guarantee	125,408	124,828	-580

- **Segregation of investment portfolio into Held for Trading, Held to Maturity and Available for Sale Category**

All investments are held to maturity.

3. Risk Management Function

Types of eligible credit risk mitigants used and the benefits availed under CRM

Eligible Credit Risk Mitigants	Benefits taken under CRM (Rs.)
Deposits with banks	400,122,127
Gold	1,534,263,709
Guarantee of Foreign Banks	275,786,987