

Thapathali, Kathmandu.

Unaudited Financial Results (Quarterly)

As at 1st Quarter (17/10/2010) of the Fiscal Year 2010/2011 (2067Aswin)

Rs . In Thousand

| S.No. | Particulars | This Quarter Ending | Previous Quarter Ending | Corresponding Previous Year Quarter Ending |
|-------|--|----------------------------|----------------------------|---|
| 1 | Total Capital and Liabilities (1.1 to 1.7) | 539,762 | 528,048 | 614,545 |
| 1.1 | Paid Up Capital | 50,000 | 50,000 | 50,000 |
| 1.2 | Reserve and Surplus | 61,060 | 25,841 | 7,923 |
| 1.3 | Debenture and Bond | | | |
| 1.4 | Borrowings | | 35,000 | 115,000 |
| 1.5 | Deposits (a+b) | 388,671 | 344,363 | 408,605 |
| | a. Domestic Currency | 388,671 | 344,363 | 408,605 |
| | b. Foreign Currency | | | |
| 1.6 | Income Tax Liability | 9,953 | 6,430 | 2772 |
| 1.7 | Other Liabilities | 30,078 | 66,414 | 30,245 |
| 2 | Total Assets (2.1 to 2.7) | 539,762 | 528,048 | 614,545 |
| 2.1 | Cash and Bank Balance | 69,447 | 77,316 | 97,315 |
| 2.2 | Money at Call and Short Notice | | | |
| 2.3 | Investments | 5,000 | 5,000 | |
| 2.4 | Loans and Advances | 447,931 | 431,309 | 510,022 |
| | a. Real Estate Loan | 157,820 | 156,820 | |
| | b. Home/Housing Loan | 7,986 | 8,059 | |
| | c. Margin Type Loan | 7,120 | 1,349 | |
| | d. Term Loan | 15,309 | 12,952 | |
| | e. Overdraft Loan/TR Loan/WC Loan | 171,386 | 142,361 | |
| | f. Others | 88,310 | 109,768 | |
| 2.5 | Fixed Assets | 1,528 | 1,540 | 1,891 |
| 2.6 | Non Banking Assets | | | |
| 2.7 | Other Assets | 15,856 | 12,883 | 5,317 |
| 3 | Profit and Loss Account | Up to This Quarter | Up to Previous Quarter | Up to Corresponding Previous Year Quarter |
| 3.1 | Interest Income | 19,081 | 71,427 | 13,235 |
| 3.2 | Interest Expense | 10,329 | 42,505 | 9,937 |
| | A. Net Interest Income (3.1-3.2) | 8,752 | 28,922 | 3,298 |
| 3.3 | Fees, Commission and Discount | 989 | 5,705 | 1,842 |
| 3.4 | Other Operating Income | 210 | 915 | 74 |
| 3.5 | Foreign Exchange Gain/Loss (Net) | | | |
| | B. Total Operating Income (A+3.3+3.4+3.5) | 9,951 | 35,542 | 5,214 |
| 3.6 | Staff Expenses | 1,265 | 4,303 | 945 |
| 3.7 | Other Operating Expenses | 1,062 | 4,370 | 916 |
| | C. Operating Profit Before Provision (B-3.6-3.7) | 7,624 | 26,869 | 3,353 |
| 3.8 | Provision for Possible Losses | | 3,247 | 6,789 |
| | D. Operating Profit (C-3.8) | 7,624 | 23,622 | (3,436) |
| 3.9 | Non Operating Income/Expenses (Net) | | | |
| 3.10 | Write Back of Provision for Possible Loss | 5,292 | | |
| | E. Profit from Regular Activities (D+3.9+3.10) | 12,916 | 23,622 | (3,436) |
| 3.11 | Extraordinary Income / Expenses (Net) | | 44 | |
| | F. Profit before Bonus and Taxes (E+3.11) | 12,916 | 23,578 | (3,436) |
| 3.12 | Provision for Staff Bonus | 1,174 | 2,143 | |
| 3.13 | Provision for Tax | 3,523 | 6,291 | |
| | G. Net Profit / Loss (F-3.12-3.13) | 8,219 | 15,144 | (3,436) |
| 4 | Ratios | At the End of This Quarter | At the End of This Quarter | At the End of Corresponding Previous Year Quarter |
| 4.1 | Capital Fund to RWA | 24.87 | 17.86 | 11.71 |
| 4.2 | Non Performing Loan (NPL) to Total Loan | 3.37 | 7.52 | 5.06 |
| 4.3 | Total Loan Loss Provision to Total NPL | 73.89 | 50.71 | 74.09 |
| 4.4 | Cost of Funds | 10.76 | 10.49 | |
| 4.5 | Credit to Deposit Ratio(Calculated as per NRBDirectives) | 89.63 | 102.49 | 109.32 |

* Figures regrouped wherever necessary.

*Above figures may vary with the audited figures if modified by the external auditors and regulators.