



Development Bank Supervision Report

2017



Nepal Rastra Bank

Baluwatar, Kathmandu, Nepal

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Table of Contents

1. AN OVERVIEW OF DEVELOPMENT BANKS IN NEPAL	5
The Development Banks	9
Access to Banking Services and Branch Network	9
2. DEVELOPMENT BANK SUPERVISION	11
Supervision Function.....	11
Supervision Methodology	11
Organization of Development Bank Supervision Department	12
On-site Inspection Unit	12
Off-site Supervision Unit	15
Policy, Planning and Forward Looking Analysis Unit	16
Enforcement Unit.....	17
Internal Administration Unit	17
3. OPERATIONAL PERFORMANCE OF DEVELOPMENT BANKS	18
Assets of the Development Banks	18
Composition of Assets	18
Composition of Liabilities.....	19
Capital	20
Deposits	20
Loan and Advances	21
Sector-wise Loan and Advances.....	22
Security-wise Loan and Advances.....	23
Product-wise Loan and Advances	24
Non- Performing Loans	24
Non-Banking Assets	25
Investment	25
Earnings.....	26
Liquidity.....	27
Deprived Sector	28
Base Rates and Spread Rates	28
Stress Testing of Development Banks.....	29

Credit Shock	29
Liquidity Shock	29
Other Shocks	30
Actions and Penalties.....	31
Annex 1: Numbers of Banks and Financial Institutions	34
Annex 2: Asset Size of Banks and Financial Institutions	35
Annex 3: List of Development Banks (As of mid July, 2017)	36
Annex 4: Onsite Inspection Detail for F/Y 2016/17	37
Annex 5: Special Inspection of Development Banks (FY 2016/17)	38
Annex 6: Follow up Inspection of Development Banks (FY 2016/17).....	38
Annex 7: International Training and Seminar Participation from DBSD	39
Annex 8 : Organization Chart of Development Bank Supervision Department.....	40
Annex 9: Balance Sheet of Development Banks (F/Y 2016/17)	41
Annex 10: Profit & Loss Account of Development Banks (F/Y 2016/17)	47
Annex 11: Loan & Advance of Development Banks (F/Y 2016/17)	50
Annex 12: Other Information of Development Banks (F/Y 2016/17)	51
Annex 13: Sector-wise Statement of Loan of Development Banks	53
Annex 14: Product-wise Statement of Loan of Development Banks.....	55
Annex 15: Investment details of Loan of Development Banks	58
Annex 16: Industry Statistics.....	59
Annex 16.1: DB's Operations	59
Annex 16.2: Capital Fund	59
Annex 16.3: Deposit Mix.....	59
Annex 16.4: Non Performing Loan.....	60
Annex 16.5: Non Banking Assets.....	60
Annex 16.6: Investment	60
Annex 16.7: Liquid assets to Deposits & Liquid assets to total assets.....	61
Annex 16.8: Operation efficiency of Development Banks	61
Annex 16.9: Consolidated financial figures of Development Banks	62
Annex 17: Circulars issued to Bank and Financial Institutions (FY 2016/17)	63
Annex 18: Existing Acts, Bylaws and Guidelines	64

Figure 1.1 Growth of Development Banks.....	7
Figure 1.2: Regional presence of DBs.....	9
Figure 1.3: State, Zone and District presence of DBs.....	10
Figure 3.1: Total Assets of the Development Banks	18
Figure 3.2: Composition of Assets of Development Banks	19
Figure 3.3: Composition of Liabilities of Development Banks	19
Figure 3.4: Capital Fund of the Development Banks	20
Figure 3.5: Deposit Mix of the Development Banks	20
Figure 3.6: Deposit Mix of the Development Banks	21
Figure 3.7: Loan and Advances of the Development Banks.....	22
Figure 3.8: Non-performing loans of the Development Banks	25
Figure 3.9: Non-banking Assets of the Development Banks.....	25
Figure 3.10: Investment Portfolio of the Development Banks	26
Figure 3.11: Operating Efficiency of the Development Banks	27
Figure 3.12: Liquidity Position of the Development Banks.....	28
Table 1.1: List of Merged Development Banks	7
Table 1.2: Share of different categories of BFIs in the banking industry in terms of assets	10
Table 2.1: Important Directives regarding Capital, Credit and Liquidity (Effective for 2016/17).....	15
Table 3.1: Sector-wise loan and advances of Development Banks	22
Table 3.2: Securities used to Secure Loans and Advances.....	23
Table 3.3: Product-wise Loan and Advances	24
Table 3.4: List of Development Banks that Reported Losses.....	26
Table 3.5: Summary Result Series of Stress Testing of National Level Development Banks	30

Acronyms Used

ADB/N	:	Agricultural Development Bank , Nepal
BAFIA	:	Bank and Financial Institutions Act
BFI	:	Bank and Financial Institution
BSD	:	Bank Supervision Department
CRR	:	Cash Reserve Ratio
DB	:	Development Bank
DBSD	:	Development Bank Supervision Department
FINGO	:	Financial Non-governmental Organization
KYC	:	Know Your Customer
NBA	:	Non-Banking Asset
NBL	:	Nepal Bank Limited
NFRS	:	Nepal Financial Reporting System
NIDC	:	Nepal Industrial Development Corporation
NPL	:	Non-performing Loan
NRB	:	Nepal Rastra Bank
RWA	:	Risk Weighted Asset
SACCO	:	Saving & Credit Cooperative
SLR	:	Statutory Liquidity Ratio
STR	:	Suspicious Transaction Reporting
SSA	:	Simplified Standardized Approach

1. AN OVERVIEW OF DEVELOPMENT BANKS IN NEPAL

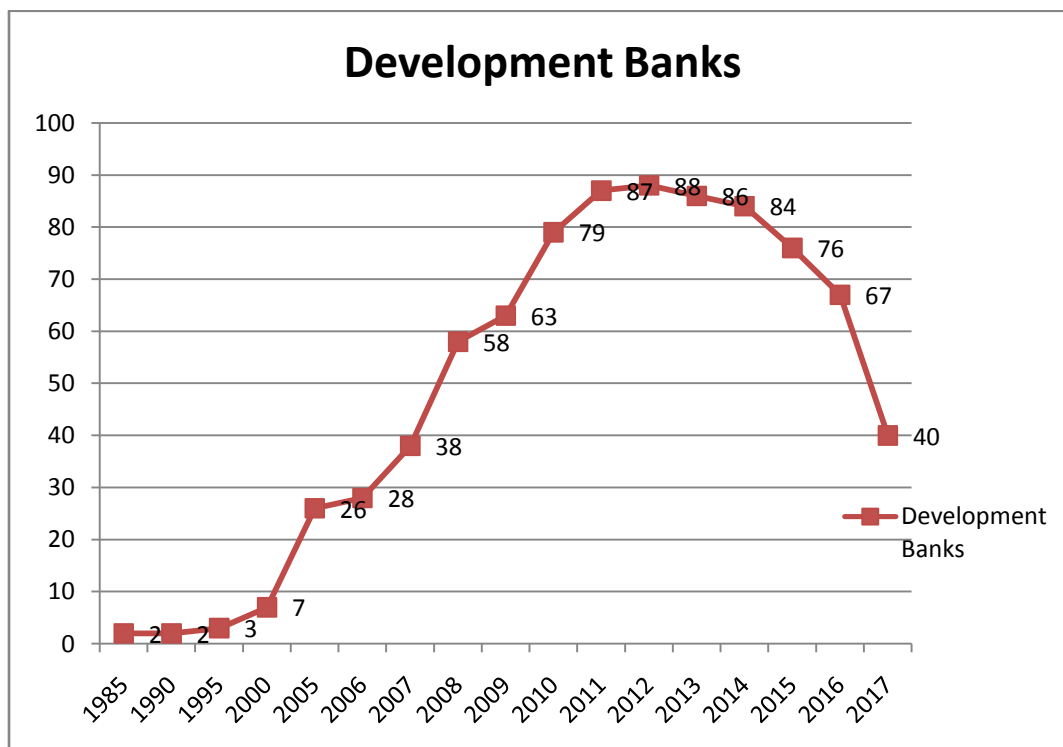
- 1.1 The development of Nepalese financial system started from the early twentieth century. Establishment of Nepal Bank Limited in 1937 originated the modern and formal banking in Nepal. Nepal Rastra Bank, the central bank of Nepal, came into existence in 1956 and gave a new dimension to Nepalese financial system. After this, three institutions with diverse nature of banking were established under the full ownership of the government, viz, Nepal Industrial and Development Corporation (NIDC) in 1959, Rastriya Banijya Bank (RBB) in 1966 and Agriculture Development Bank Nepal (ADB/N) in 1968. Till 1980s, the Nepalese banking sector was limited to government ownership. The history of Development Banks (DBs) in Nepal is supposed to have commenced with the establishment of Nepal Industrial and Development Corporation (NIDC) prior Industrial Development Bank. ADB/N was established with the motive to develop and support agricultural growth of the country.
- 1.2 With the introduction of deregulated and liberalized economic policies in 1984, Nepalese financial system witnessed major shifts in the policy measures. The policy measures were deregulated framework of interest rate, indirect methods of monetary control, practice of open market operations as the main policy tool; market determined exchange rate of the Nepalese currency against convertible currencies and full convertibility of Nepalese currency in the current account. As a result, many sectors including the banking sector, got an opportunity to expand and grow with new facilities and to introduce modern technology in banking product and services. During this period many joint-venture and private banks entered into the financial market. Along with commercial banks, NRB allowed entry of development banks, finance companies and financial institutions with the objective of increasing people's access to financial institutions. After formulation of the unified 'Banks and Financial Institutions Act' for bank and financial institutions, NRB has categorised licensed banks and financial institutions (BFIs) in four categories namely, Commercial Banks as 'A class', Development Banks as 'B Class', Finance Companies as 'C Class' and Micro Credit Financial Institutions as 'D Class' . These institutions are regulated, supervised and monitored by Nepal Rastra Bank (NRB) as per the section (4) of Nepal Rastra Bank Act, 2058 (Second Amendment 2073). Bank and Financial Institution Act, (BAFIA) 2006 (now replaced by BAFIA,2017), an umbrella act enacted in unified form which abolished five other acts related to bank and financial institutions.
- 1.3 Till 1995, the presence of development banks in Nepalese banking industry was in a passive stage with few players in operation. However, after 1999, there was a rapid increase in DBs along with other financial institutions for more than a decade. The highest number of DBs stood at 88 in 2012. Establishment of banks and financial institution

however was not enough to address NRB's objective of promoting financial inclusion and balanced development of bank and financial institutions in all parts and sections of Nepal.

- 1.4 NRB imposed a suspension on new bank licenses for A, B and C category institutions in December 2009 while the Nepalese BFIs proliferated in number. This resolution was not applicable for those special financial institutions contributing to national priority sectors such as agriculture, energy and infrastructure development. Moratorium of licensing for commercial banks, development banks and finance companies contributed towards financial sector consolidation through mergers and acquisitions, measures which are still continuing today.
- 1.5 NRB has taken a number of initiatives to consolidate the financial system. It introduced merger and acquisition policy by launching Merger Bylaw 2068 and Acquisition Bylaw in 2070. Both bylaws were modified and united to form Merger and Acquisition Bylaw, 2073. The objective of merger and acquisition was to resize and adjust the number of BFIs for strength and efficiency through consolidation of existing BFIs. This policy has facilitated BFIs for merger and acquisition in order to raise their capital base and enhance capacity. It has also encouraged the merger of urban-centered institutions and prioritized expansion of rural branches in the underserved areas.
- 1.6 In the recent years, banking system of Nepal is experiencing an encouraging restructuring and consolidation, particularly through the merger and acquisition. Till mid July 2017, 138 BFIs were involved in merger and acquisition. Out of this, the license of 94 BFIs was revoked thereby forming 44 BFIs. As of mid-July 2017, the total number of financial institutions stood at 149 comprising of 28 Commercial Banks, 40 Development Banks, 28 Finance Companies and 53 Microfinance Development Banks. The total number of "A", "B", "C" and "D" class financial institutions were 179 in mid-July 2016. However, the number of "D" class financial institutions is in increasing trend as NRB has been quite liberal in licensing those institutions to enhance financial access to unbanked or under banked areas.
- 1.7 For the last two years, the number of DBs is decreasing due to the merger and acquisition as per the NRB expectation. As of mid July 2016, there were total 67 DBs in Nepal, with 22 'National Level', 9 'Ten Districts Level', 25 'Three Districts Level' and 11 'One District Level' DBs operating within their jurisdictions which was reduced to a total of 40 as of mid July 2017 comprising of 13 'National Level', 2 'Ten Districts Level', 20 'Three Districts Level' and 5 'One District Level' DBs.
- 1.8 The figure below shows the numerical trend of development banks in Nepal.

Figure 1.1 Growth of Development Banks

(As of Mid July, 2017)



1.9 NRB has encouraged merger and acquisition of BFIs in order to enhance the capability of BFIs and also to promote financial sector stability. NRB has introduced mandates for 'A', 'B' and 'C' class BFIs to increase the paid up capital at least by four times by the end of FY 2073/74. Thus, in order to meet this requirement, merger and acquisition among BFIs have been on the rise in the recent years which has helped to minimize the number of BFIs and to develop their robustness at the same time. At the end of FY 2073/74, the total number of DBs reduced to 40. In the review year, following DBs were either merged or acquired to form new BFIs.

Table 1.1: List of Merged Development Banks

(As of mid July, 2017)

Merged BFIs	Name after Merger/ acquisition
Jyoti Bikas Bank Ltd Jhimruk Bikas Bank Ltd	Jyoti Bikas Bank Ltd
Vibor Bikas Bank Ltd. Society Development Bank Ltd. Lumbini finance & Leasing Company Ltd	Lumbini Bikas Bank Ltd.

Garima Bikas Bank Ltd. Subekshya Bikas Bank Ltd.	Garima Bikas Bank Ltd.
NCC Bank Ltd. Infrastructure Development Bank Ltd. Apex Development Bank Ltd. Supreme Development Bank Ltd. International Development Bank Ltd	NCC Bank Ltd.
Sanima Bank Ltd. Bagmati Development Bank Ltd.	Sanima Bank Ltd.
Tourism Development Bank Ltd. Matribhumi Bikas Bank Ltd. Kalinchowk Development Bank Ltd.	Tourism Development Bank Ltd.
Laxmi Bank Ltd. Professional Diyalo Bikas Bank Ltd.	Laxmi Bank Ltd.
Global IME Bank Ltd. Pacific Development Bank Ltd. Reliable Development Bank Ltd.	Global IME Bank Ltd.
Janata Bank Ltd. Triveni Development Bank Ltd. Siddhartha Development Bank Ltd.	Janata Bank Ltd.
Prime Commercial Bank Ltd. Biratlaxmi Bikas Bank Ltd. Country Development Bank Ltd.	Prime Commercial Bank Ltd.
Century Commercial Bank Ltd. Innovative Development Bank Ltd. Araniko Development Bank Ltd	Century Commercial Bank Ltd.
Kumari Bank Ltd. Kasthamandap Development Bank Ltd. Mahakali Bikas Bank Ltd. Kakrebihar Bikas Bank Ltd. Paschimanchal Finance Ltd.	Kumari Bank Ltd.
Om Development Bank Ltd. Manaslu Development Bank Ltd.	Om Development Bank Ltd.
Fewa Bikas Bank Ltd. Gandaki Bikas Bank Ltd.	Gandaki Bikas Bank Ltd.
Nepal Investment Bank Ltd. Ace Development Bank Ltd.	Nepal Investment Bank Ltd.
Yeti Development Bank Ltd Malika Bikas Bank Ltd. Mahalaxmi Finance Company Ltd. Siddhartha Finance Company Ltd.	Mahalaxmi Bikas Bank Ltd.
Shangrila Development Bank Ltd. Cosmos Development Bank Ltd.	Shangrila Development Bank Ltd.

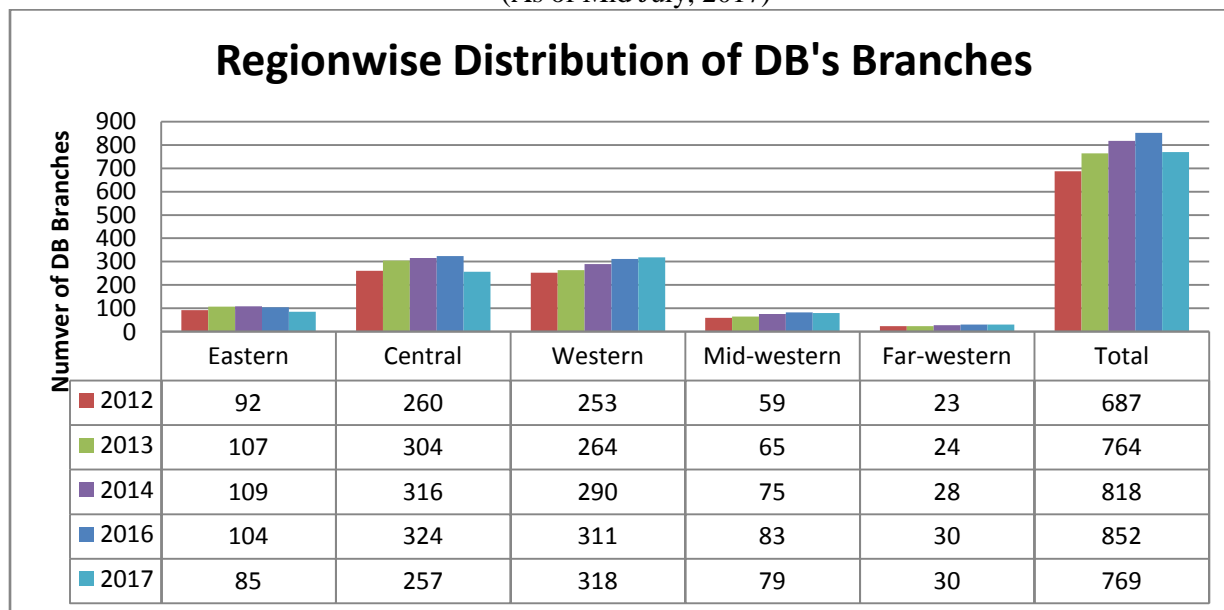
The Development Banks

1.10 As at mid July 2017, there are 40 DBs operating in Nepalese banking industry comprising of 13 in 'National Level', 2 in 'Ten Districts Level' DBs, 20 in 'Three Districts Level' and 5 in 'One District Level' working areas. Details of DBs is given in Annex 1.

Access to Banking Services and Branch Network

1.11 The total number of DB branches stood at 769 in mid-July 2017. NRB has been encouraging BFIs to open branches to rural areas in order to increase financial access. While the numbers of DB branches are increasing each year, chunk of banking services is still concentrated in urban areas. For instance, Gandaki Zone had largest number of DB branches (147), followed by Lumbini (141 branches) and Bagmati (134 branches) while Karnali had only two branches of DBs till the end of the review period.

Figure 1.2: Regional presence of DBs
(As of Mid July, 2017)



(Source: Bank and Financial Institutions Regulation Department, NRB)

2. DEVELOPMENT BANK SUPERVISION

Supervision Function

- 2.1 With the legal jurisdiction defined by Nepal Rastra Bank Act, 2002 (Second Amendment 2017) and the Bank and Financial Institution Act, 2017, NRB regulates, supervises and monitors licensed BFIs. Supervision bylaw, manuals, guidelines, directives and circulars are the main basis of supervision that promotes fair banking practice in the country. Supervision is an important activity of banking system. Supervision of BFIs promotes prudent banking system by continuous feedback and monitoring of their activities. Regular supervision and monitoring effort provides early warning signals (EWS) and proactive measures to maintain overall financial stability.
- 2.2 DBSD is responsible for executing the supervisory policies and practices over DBs as per governing laws, regulations and policies. The DBSD prepares an annual onsite supervision plan before the new calendar year and supervises banks as per the plan approved by the competent authority of the bank. The supervisory process includes mainly full-fledged on-site examination once a year, and, special inspection, targeted inspection and follow up inspection as per requirement. An onsite inspection is supported by an offsite supervision function which is responsible for continuous monitoring the financial statements of DBs and develops the indicators related to financial soundness and stability. Offsite supervision section regularly observes the early warning signals and ensures that the DBs to comply all regulatory norms and compliance along with managing the overall inherent risks adequately. Furthermore, enforcement system facilitates correction if any and continuously monitors progress regarding corrective action for the remarks and observations made by onsite inspection. The work division and staff composition of DBSD is detailed in organization structure in Annex 8.

Supervision Methodology

- 2.3 The DBSD continues to adopt and implement the core principles framed by the Basel Committee on Banking Supervision (BCBS). Onsite inspection is mainly compliance based for all DBs. However, DBSD has executed Risk Based Supervision (RBS) approach for some national level development banks. Further, NRB has adopted the Simplified Standardized Approach (SSA) based on BASEL II principles for offsite reporting of national level DBs. The regional level DBs are still observed under BASEL I core principles. Though supervision is compliance based, basic elements of Capital Adequacy, Asset Quality, Management Competence, Earning, Liquidity, and Sensitivity to Market Risk (CAMELS) are closely observed to assess compliance, stability, sustainability, governance and overall risk exposure of B class institutions.

DBSD collects and compiles information regarding liquidity and monitors liquidity position of DBs on a daily basis. It also reviews and analyzes returns of DBs and then, prepares reports to detect emerging problems and early warning signals. The returns are used to evaluate the exposure to risks and the effect that could have on profits. The statutory returns are the primary source for computing basic ratios (financial soundness indicators) to analyze capital adequacy, assets quality, earnings, liquidity and sensitivity to market risk (CAELS). Beside it, DBSD also reviews and analyze the audited financials of DBs and provides approval of dividends and publicity of audited financials. Designed and informative return forms are used to receive the data from BFIs. DBs are encouraged to follow Stress Testing Guideline for proper management of assets and liabilities.

Organization of Development Bank Supervision Department

2.4 There is a defined organization structure as per NRB Inspection and Supervision Bylaw, 2013 which is similar with other supervision departments including BSD. Based on NRB Inspection and Supervision Bylaw, 2013, DBSD is organized into Internal Administration Unit, Policy Planning and Forward Looking Analysis Unit, On-site Supervision Unit , Off-site Supervision Unit and Report Enforcement Unit.

Each of these is described below:

On-site Inspection Unit

2.5 Onsite inspection of DBs is conducted as per the approved annual plan based on the Onsite Inspection Manual.

2.6 On-site examination includes the following:

- *Initial examination*, generally conducted within six months of commencement of operation for a newly established institution.
- *Routine full-fledged*, corporate-level inspection, which is the regular examination, generally carried out once a year.
- *Targeted inspection*, which addresses on specific areas of operation or transaction based on the risk profile of BFIs.
- *Special inspection*, carried out based on offsite reports, press charges, legal charges or any information obtained from external sources that appear as a complaint against wrong action by BFIs, undertaken against general welfare of public interest and any important issue felt by the bank. The special inspection undertaken by the department in the review year is summarized in Annex 5.

- *Follow-up* inspection is carried out to examine on adherence on the enforcement instructions given to institution in a previous inspection. The follow-up inspection undertaken by the department in the review year is summarized in Annex 6.
- 2.7 The on-site examination unit obtains feedback from the offsite unit, analyzes past reports and reviews current financial positions of DBs. A dedicated inspection team analyzes risk levels of DBs including compliance issues and guidelines issued by NRB, ensuring proper implementation of contemporary laws, acts and other regulations, adequacy of in-house guidelines and manuals. Issues of corporate governance, internal control and budgetary issues are also scrutinized in a detailed way. After completing due process of the bank the findings of the onsite inspection are forwarded to respective DB and directed to address in the areas that requires further compliance and improvement. On-site inspection undertaken in the review year is summarized in Annex 4.
- 2.8 The major shortcomings as well as non-compliance observed at the DBs during on-site examinations in FY 2016/17 are summarized as follows:

2.8.1 **Capital Adequacy:**

- Errors in calculation of Risk Weighted Asset (RWA).
- Lack of proportionate increase in paid up capital.
- Insufficient provisioning for credit and investment which creates pressure in CAR.
- Omitted the capital charge for operational risk and market risk while calculating RWA.
- Mistakes on amount of irrevocable loan commitment while calculating RWA.
- Lack of deduction of fictitious assets, related party lending, lease expenditure and investment in related business activities.

2.8.2 **Asset Quality:**

- Lack of adequate documents in credit files (e.g. credit information report, tax clearance certificate, audited financial statements of the borrower, stock and project inspection report, premature revaluation of property, inadequate insurance of collateral and assets, etc.).
- Mismatch in purpose and types of loan lending. Overdraft loans to purchase fixed assets such as land and building or development of real estate. Personal loans are disbursed without proper assessment of the purpose. Size of personal loan found extending every year without justification. . Disbursements of term loan without identifying needs of borrower.
- Non-compliance of NRB Directives regarding credit information and multiple banking. Credit information were not analyzed properly to renewal or extension of facilities.

- Lack of regular inspection of business and stock for working capital loans.
- Lack of tagging the group exposure of related parties in system and credit files.
- Wrong categorization of credit in sectoral classification, under reporting of provisions.
- Insufficient analysis of borrower's background and need of credit. Lack of full compliance of Know-your-customer (KYC) guidelines in case of STR.
- Contradiction in Credit Policy Guidelines (CPG) with Nepal Rastra Bank directives.
- Irregularities in Credit Management Practice, lack of proper mechanism to identify, measure, monitor and control the risks.
- BOD decisions against policy guidelines and manuals.
- Lack of adequate disclosure and transparency regarding fees, interest rate, penalties and other tariffs.
- Lapses in valuation of collateral in case of rates, ownership pattern and road access.
- Lack of monitoring in case of deprived sector loan, excess reporting and misreporting of deprived sector loans.
- Renewal process of the credit files is observed to be sluggish and several files are found with periodic extension or temporary renewal.

2.8.3 **Management:**

- Lack of strategic plans, risk management policies and procedures, succession planning and other policies. Lack of timely review of the existing policies.
- Weak and inadequate human resources management practices. Lack of best practices in terms of staff recruitment and selection.
- Inadequate qualification and experiences of board members. Insufficient quorum of BOD. Board is functioning merely like a credit committee spending most of the time in discussion of credit files rather than policy making.
- Inadequate MIS, weak IT infrastructure, lack of information security policy.
- Lapses in internal control and less effective internal audit as well as weak compliance department. Non-compliance of issues raised in internal audit reports, NRB reports and directive.

2.8.4 **Earning**

- Issues on income recognition, lack of diversification in income.
- Higher interest spread rate.
- Non-compliance of service fee related guidelines.
- Unplanned and irrational expenses.

2.8.5 **Liquidity:**

- Weaknesses in monitoring liquidity profile and gap analysis.
- Heavy gap in short term asset and liabilities.

- Lack of proper liquidity management plan in tough times.

2.8.6 Sensitivity To Market:

- Investment Policy not formulated/implemented.
- Incompetency to analyse external market conditions.
- Weak board oversight regarding the overall inherent risks.

Off-site Supervision Unit

2.9 The offsite supervision unit carries out off-site surveillance of the DBs. The core objective of this function is to conduct periodic financial reviews of DBs in order to identify potential problems and compliance situation of an organization as per directives and laws.

2.10 The off-site supervision unit is responsible for supervision of DB operations on the basis of returns submitted, review data and deal with the deviations if any. The unit also monitors key ratios of each DB and submits quarterly consolidated financial report. Another important function of an offsite supervision unit is approval of audited financials for disclosure purpose through AGM. It also works for accuracy of purposed dividend of DBs. Apart from these, the unit reviews compliance in terms of Cash Reserve Ratio (CRR), Statutory Liquidity Ratio (SLR), Productive Sector Lending and Deprived Sector Lending and impose fine as per directive in case of non-compliance if any. Table 2.2 shows important directives implemented during the review year.

Table 2.1: Important Directives regarding Capital, Credit and Liquidity for Development Banks (Effective for 2016/17)

SN	Particulars	Percentage	Days/ Month	Remarks I	Remarks II
1.	Minimum Capital Fund National Level "B" Class	Core Capital \geq 6% & Capital Fund \geq 11%		Minimum capital fund to be maintained based on the risk-weight assets/exposures (percent)	
	Regional "B" class & "C" class	Core Capital \geq 5.5% & Capital Fund \geq 11%			
2.	Bank Rate	7%			
3.	Repo & Reverse Repos	Max. 21days			
4.	CRR	5%			
5.	SLR	9%			6% for "B" and "C" Class that do not take call & current deposit
6.	Deprived Sector	4.5%			
7.	Productive Sector lending	15%			

Cash Reserve Ratio (CRR)

2.11 BFIs are the backbone of the payment system and are the main counterparts of monetary policy. As an indirect monetary instrument, NRB applies CRR to control money supply in the economy. CRR position of BFIs is monitored on weekly basis. For DBs, the cash reserve ratio (CRR) in the review period was 5 percent of total local currency deposits. Banks that fail to maintain such reserves should imposed fines as per directives. The penalty rate escalates for repeated violations. In the review year, all DBs are found complying with CRR aforementioned.

Directed Lending (Deprived Sector Lending)

2.12 BFIs must allocate certain portion of their total loan portfolio in the deprived sector as directed lending. DBs have a mandatory requirement to disburse 4.5 percent of total loan of two previous quarters. The average deprived sector lending of the DBs stands at 5.95 percent in the review year. DBs that fail to maintain the minimum requirement in deprived sector lending as per regulatory requirement is entitled to monetary penalty. In the review year, all DBs are found with meeting the minimum threshold for deprived sector lending.

Statutory Liquidity Ratio (SLR)

2.13 DBs have a regulatory obligation to maintain statutory liquidity ratio (SLR) of 9 percent (including CRR) of their total domestic deposit liabilities. Failure to meet such obligation results in monetary penalties- computed on the basis of bank rate as per directives. During the review year all DBs are found complying with SLR directive.

Capital Adequacy Ratio (CAR)

2.14 The minimum capital requirements for DB is at least 5.5 percent of core capital and 11 percent of Capital Fund as per The Capital Adequacy Framework. The minimum capital adequacy requirements are based on Risk Weighted Exposures (RWE) of the DBs. The overall Core Capital Ratio of the DBs in the review year is 26.91 percent and Capital Fund ratio is 28.78 percent which shows the comfortable capital position of find of DBs.

Policy, Planning and Forward Looking Analysis Unit

2.15 The Policy, Planning and Forward Looking Analysis Unit reviews and formulates the annual plans of DBSD in line with NRB's strategic plan. It also facilitates inter-departmental communication and exchanges information relating to the department. The unit also reviews the progress of annual plan on a quarterly basis, analyses periodical data of the industry and explores best practices and emerging issues in a global supervision and regulation arena. Furthermore, this unit works with Policy, Planning and Analysis Unit of BSD and Bank and Financial Institutions Regulation Department to explore the areas of new initiatives and global practices on supervision. This unit also prepares quarterly and annual report for the department.

Enforcement Unit

2.16 Enforcement Unit is responsible for ensuring the compliance of directives issued to BFIs and position of execution of the directions given to the individual banks through on-site reports and implementation of punishment related issues such as imposed fines and penalties. This unit mainly prepares quarterly report of individual banks focusing on major financial indicators and the compliance status of the given directions.

Internal Administration Unit

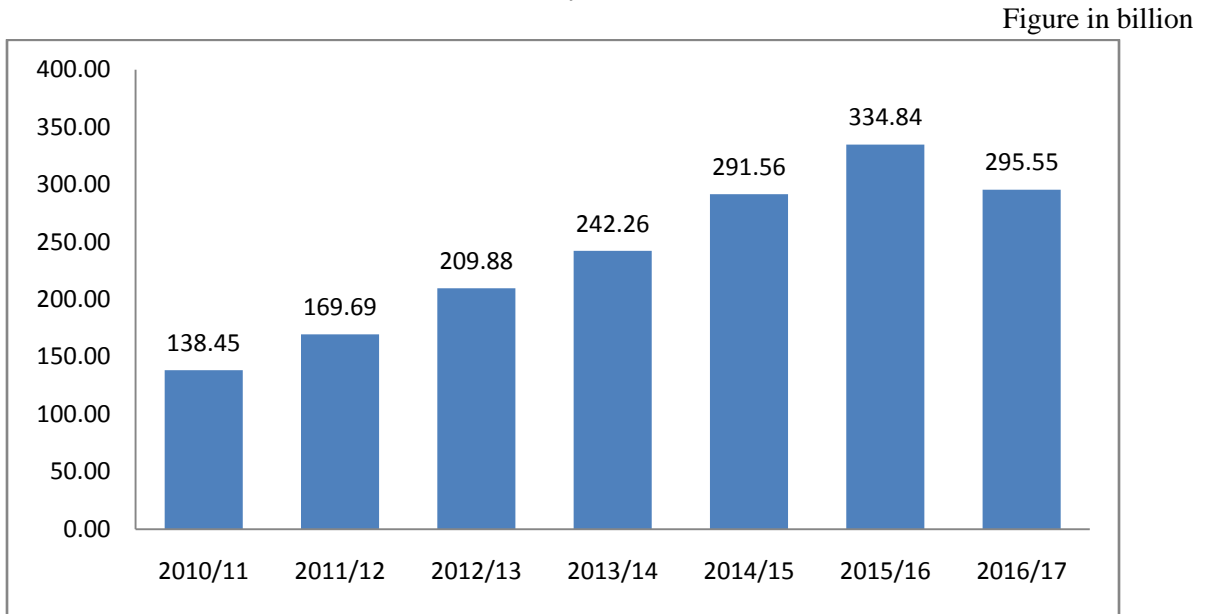
2.17 The Internal Administration Unit performs the functions related to human resources management and internal administration within the DBSD. It includes internal placement, issuance of travel orders, maintaining leave records and also serves as the back office. This unit also looks after procurement for the DBSD such as supply of office logistics and stationery in coordination with the General Services Department of NRB. This unit also carries out coordination to assist other units to carry out the functions more effectively and efficiently. This unit also works as the secretariat of the Policy Direction and Implementation Committee regarding the issues of DBs.

3. OPERATIONAL PERFORMANCE OF DEVELOPMENT BANKS

Assets of the Development Banks

3.1 The total asset of the DBs has decreased by 11.73 percent to Rs.295.55 billion in the review year compared to the previous year. The same had increased by 14.84 percent to Rs 334.84 billion in FY 2015/16 compared to FY 2014/15. Similarly, loans and advances of overall DBs has decreased by 10.01 percent in the review year compared to the previous year. Cash balance, balance with NRB, balance in other BFIs and money at call have also decreased by 13.72 percent, 20.72 percent, 27.05 percent and 11.44 percent respectively. Aggregate figures are shown in Annex 15.1 and 15.9. The total asset of the DBs (industry) has decreased mainly due to merger or acquisition of DBs with or by 'A' class commercial banks. However, the total asset of individual DBs has increased during the period (Annex 8) because of an increase in DB's loan portfolio.

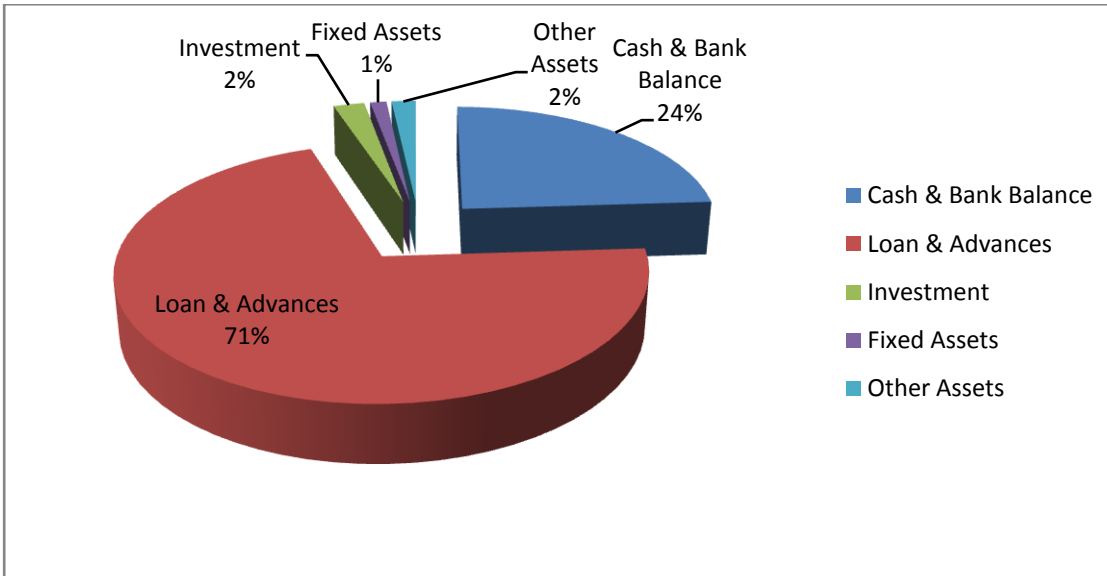
Figure 3.1: Total Assets of the Development Banks
(Mid July 2017)



Composition of Assets

3.2 The major portion of the assets of the DBs is covered by loans and advances which comprises 71 percent of total asset i.e. Rs 209.30 billion, followed by cash and bank balance which comprises 24 percent of total assets composition. Investment, fixed assets and other assets altogether constitute 5 percent of total asset composition. Detailed figures are shown in Annex 16.9.

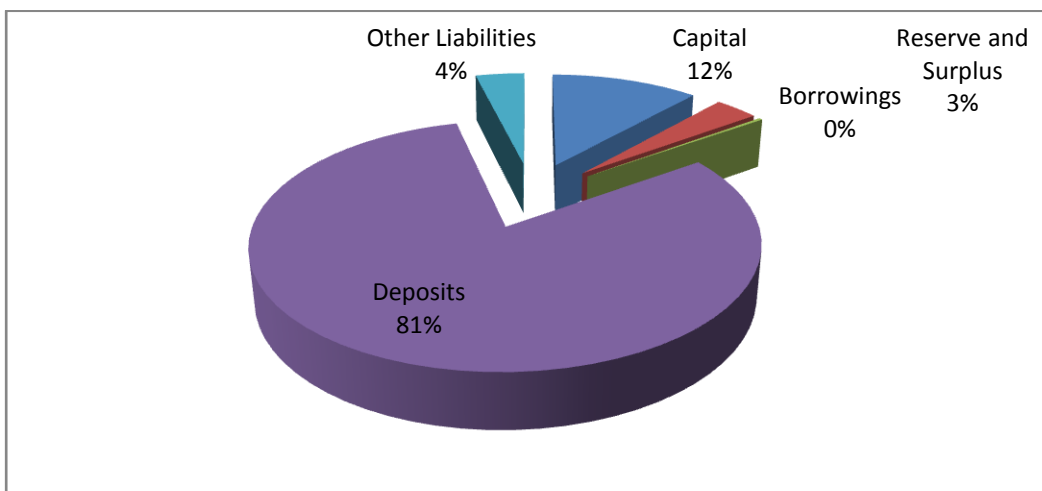
Figure 3.2: Composition of Assets of Development Banks
(Mid July 2017)



Composition of Liabilities

3.3 The composition of liability is obtained by adding up various sources of funds such as share capital, reserves, deposits and borrowings. In the review period, deposits were the largest component of liabilities accounting 81 percent, i.e. Rs 239.04 billion. Detailed figures are shown in Annex 16.9.

Figure 3.3: Composition of Liabilities of Development Banks
(Mid July 2017)

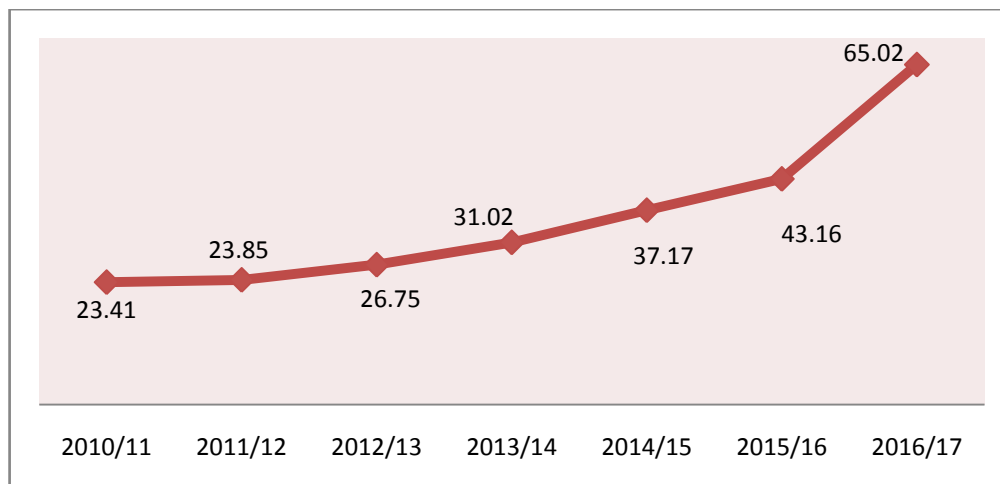


Capital

- 3.4 The consolidated total capital of the DBs showed a positive growth during the review year. Capital fund increased by 50.65 percent to Rs 65.02 billion in fiscal year 2016/17. The same had increased by 16.12 percent and 19.83 percent in FY 2015/16 and 2014/15 respectively. Detailed figures are presented in Annex 16.2.

Figure 3.4: Capital Fund of the Development Banks
(Mid July 2017)

Figures in billion

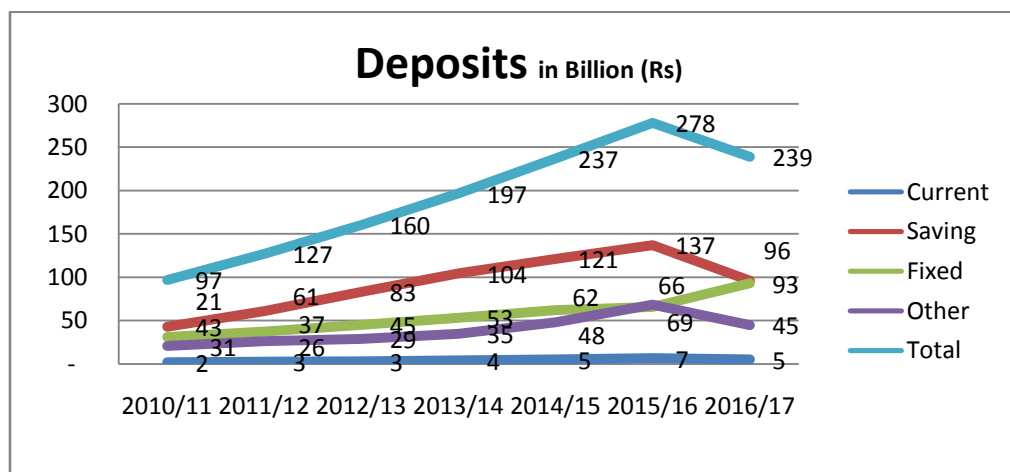


Deposits

- 3.5 Total deposits of the DBs decreased by 14.09 percent to Rs. 239.04 billion in mid-July 2017 compared to mid July 2016 where the aggregate deposit was Rs. 278 billion. Aggregate deposit figures are shown in Annex 16.1.

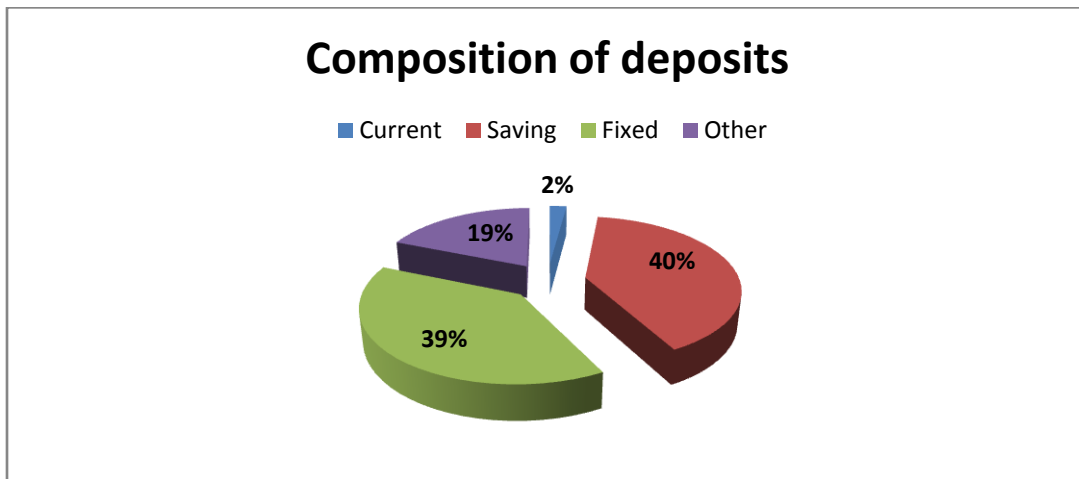
Figure 3.5: Deposit of the Development Banks
(Mid July 2017)

Figures in billion



In the DB industry, saving and fixed deposits dominated (79%) the deposit of the DBs over the year. However, ‘other deposits’ overtook ‘fixed deposits’ as on mid-July, 2016. This was due to increase in call deposits at that point which has also contributed towards decreasing total deposit in current period. Saving deposits contributed 40 percent, fixed deposits comprised 39 percent, and others deposits, including call, margin and others comprised 19 percent of total deposits. The contribution of current deposits seems small i.e. 2 percent only. Detailed figures are shown in Annex 16.3.

Figure 3.6: Deposit Mix of the Development Banks
(Mid July 2017)

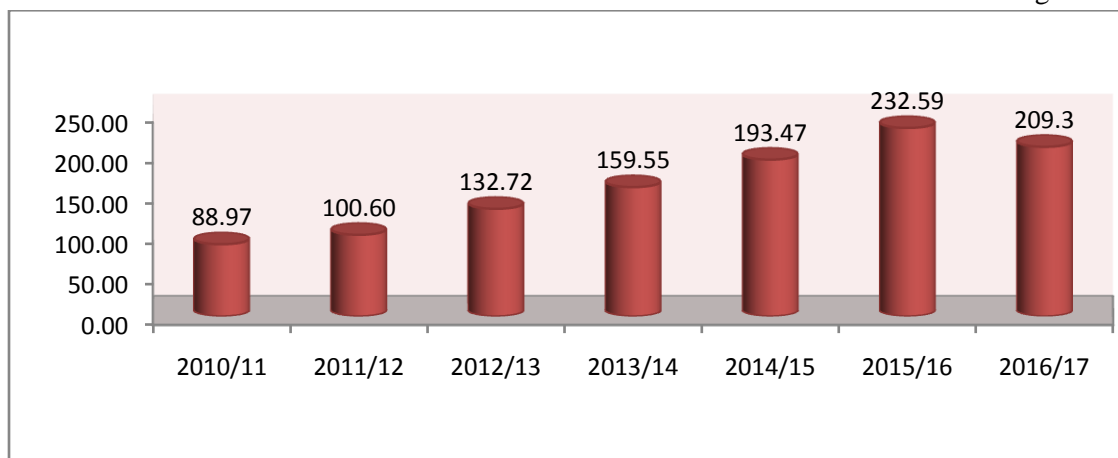


Loan and Advances

3.6 Loan and advances of the DBs decreased by 10.01 percent to Rs. 209.30 billion in the review year compared to 20.22 percent growth to Rs 232.59 billion in the previous year. Performing loan stands at Rs 206.63 billion while the rest - 2.67 billion - is non-performing loan. Detailed figures are shown in Annex 15.1 and 15.4.

Figure 3.7: Loan and Advances of the Development Banks
(Mid July 2017)

Figure in billion



Sector-wise Loan and Advances

3.7 DB's loans are diversified in different economic groups. For the review year, the highest concentration falls under wholesale and retail sector with 15.63 percent followed by construction sector with 13.18 percent of total disbursement. The table below shows a declining trend of loans and advances in Sector 5 (Manufacturing sector), sector 8 (Metal Products, Machineries, Electronics and Installation), Sector 9 (Transport, Warehousing and Communication) and Sector 10 (Wholesalers and Retailers) while there is a gradual rise in Sector 1 (agriculture and forest) owing to regulatory requirement. Further, Sector 6 (Construction) and Sector 16 (Others) are also in increasing trend. Table 3.1 shows Sector-wise loan and advances of the Development Banks.

Table 3.1: Sector-wise loan and advances of Development Banks
(Mid July 2017)

Figures in percentage

S.N.	Sector	% of Total Loan (mid-July)						
		2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
1	Agriculture Forest	2.87	3.65	4.70	5.21	6.24	6.52	5.50
2	Fishery	0.03	0.04	0.10	0.13	0.21	0.18	0.13
3	Mining	0.26	0.19	0.20	0.17	0.20	0.17	0.21
4	Agriculture, Forestry & Beverage Production Related						3.09	2.71
5	* Non-food Production Related					6.33	3.23	2.83
5	Manufacturing	8.05	7.08	6.93	6.61			
6	Construction	11.54	12.00	11.49	12.06	13.49	14.01	13.18

7	Electricity, Gas and Water	1.25	1.31	1.58	2.24	2.56	1.72	1.91
8	Metal Products, Machineries, Electronics and Installation	1.71	1.55	1.55	1.47	1.54	1.03	0.74
9	Transport, Warehousing and Communication	9.91	9.01	8.46	7.97	7.84	7.66	9.02
10	Wholesalers and Retailers	18.98	21.13	20.40	18.31	16.91	15.40	15.63
11	Finance, Insurance and Real Estate	10.73	9.87	9.48	7.91	6.95	6.98	6.76
12	Tourism (Hotel and Restaurant)	3.31	3.83	3.57	3.88	3.76	3.99	4.00
13	Other Services	6.08	5.32	4.74	4.89	4.50	4.03	3.99
14	Consumable Loans	5.78	6.08	7.36	7.87	8.09	7.31	9.24
15	Local Government	0.83	0.03	0.02	0.02	0.02	0.02	0.02
16	Others	18.67	18.90	19.37	21.26	21.37	24.67	24.13
	Total Loan	100.00	100.00	100.00	100.00	100.00	100.00	100.00

* Manufacturing has been replaced by Food and non-food production related

Security-wise Loan and Advances

3.8 Of the total loans and advances outstanding of DBs, loans secured by fixed property as collateral are most common. In the review year, this comprised of 89.01 percent of the total loan disbursed. Proportion of loans against guarantee has gradually increased in the last seven years and has reached 4.39 percent in the review year. All the other forms of security used hover around 1 to 2 percent and are therefore negligible. Table 3.2 shows security wise loan and advance position of DBs as on mid-July 2017.

Table 3.2: Securities used to Secure Loans and Advances
(Mid July 2017)

Figures in percentage

S.N.	Security	% of total loan (mid-July)						
		2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
1	Gold and Silver	1.02	1.77	2.53	2.27	2.13	1.80	2.06
2	Government Bonds	0.02	0.05	0.02	0.00	0.01	0.00	0.00
3	Non Government Securities	1.70	1.52	1.52	1.97	1.72	1.99	1.81
4	Fixed Deposit	1.85	1.34	1.23	1.06	1.04	0.93	2.51
5	Property as Collateral	86.62	90.60	91.83	90.98	91.93	91.50	89.01
6	Security of Bills	0.03	0.01	0.02	0.00	0.01	0.00	0.00
7	Guarantee	1.53	1.74	1.98	2.24	2.78	3.39	4.39
8	Credit/Debit Card	0.00	0.00	0.00	0.00	0.00	0.00	0.00
9	Others	7.22	2.97	0.87	1.48	0.39	0.39	0.21
	TOTAL	100.00	100.00	100.00	100.00	100.00	100.00	100.00

Product-wise Loan and Advances

3.9 DBs have classified their loan products as per NRB directives. The highest portion (24.56 percent) of the loans and advances is covered by overdraft products. Similarly, term loan comprises 15.79 percent, hire purchase loan comprises 11.71 percent and personal residential home loan comprises around 10.50 percent respectively. There is a gradual rise of deprived sector loans in last seven years owing to regulatory requirement. There has been a steady rise in term loans in last six years but the portion of demand and other working capital loans has been in decreasing trend since last 4 years. Table 3.3 shows the composition of product wise loan and advances of DBs in last five fiscal years.

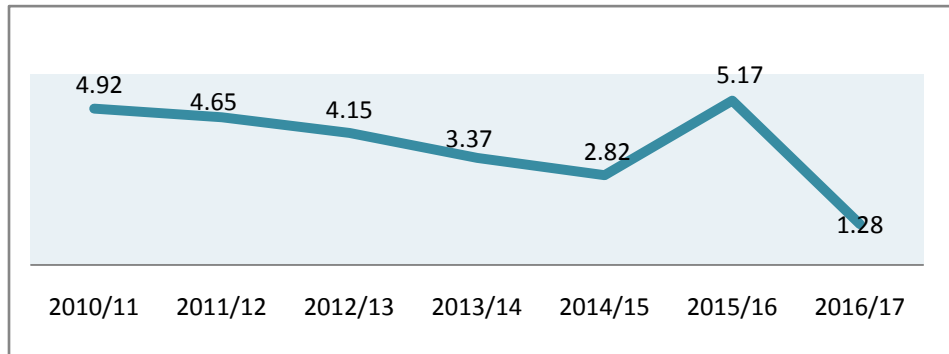
Table 3.3: Product-wise Loan and Advances
Mid July 2017

S.N.	Loan Products	% of total loan						
		2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
1	Term Loan	11.83	12.51	11.35	13.25	14.47	16.01	15.79
2	Overdraft	23.77	26.04	25.85	25.03	23.72	23.32	24.56
3	Trust Receipt Loan/Import Loan	0.02	0.10	0.00	0.00	0.00	0.00	0.00
4	Demand and Other Working Capital Loan	14.63	12.67	14.09	12.27	10.60	8.66	5.05
5	Personal Residential Home Loan	6.34	9.24	9.27	10.40	11.62	11.50	10.50
6	Real Estate Loan	14.68	11.85	9.69	7.89	6.78	7.42	8.02
7	Margin Loan	2.58	1.99	2.04	2.54	1.98	2.23	1.83
8	Hire Purchase Loan	11.26	10.35	10.02	9.83	9.81	10.17	11.71
9	Deprived Sector Loan	3.25	3.56	3.93	4.68	5.27	5.56	7.83
10	Bills Purchased	0.05	0.01	0.01	0.00	0.00	0.00	0.00
11	Other Product	11.58	11.68	13.74	14.11	15.76	15.14	14.69
		100.00	100.00	100.00	100.00	100.00	100.00	100.00

Non-Performing Loans

3.10 Non-performing loans (NPL) of DBs declined gradually from FY 2010/11 to FY 2014/15. However, it increased significantly during FY 2015/16 after which it declined again in FY 2016/17 to 1.28 percent.

Figure 3.8: Non-performing loans of the Development Banks
(Mid July 2017)

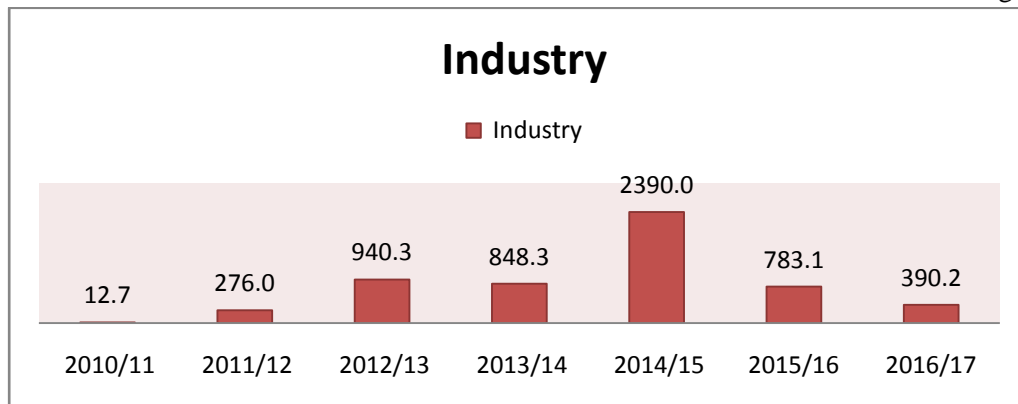


Non-Banking Assets

3.11 The total amount of non-banking assets (NBA) of DBs for the review year stands at Rs 390.27 million. NBA had increased substantially in FY 2014/15 from Rs. 848.3 million to Rs.2,390 million due to NBA figures of the then three problematic banks, viz, Corporate Development Bank, Gurkha Bikas Bank and Narayani Development Bank. In the review year, Mahalaxmi Development has the highest NBA for. The level and structure of NBA during the last six years is presented in the figure 3.9. Details on Non-Banking Assets for various years are shown in Annex 16.5.

Figure 3.9: Non-banking Assets of the Development Banks
Mid July - 2017

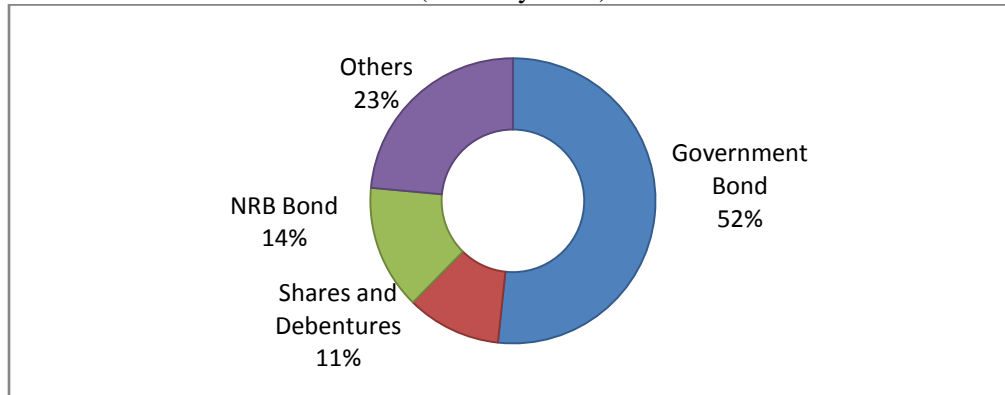
Figures in million



Investment

3.12 DBs predominantly invest in government securities. This category accounts 52 percent of total investment of DBs in the review year. Investment in NRB bond and listed shares and debentures amounted to 14 and 11 percent respectively of total investment. The total investment of DBs has decreased by 12 percent and reached Rs.6,629.72 million from Rs.7,456.00 million in 2015/16. Details of investment of DBs are shown in Annex 16.6.

Figure 3.10: Investment Portfolio of the Development Banks
(Mid July 2017)



Earnings

3.13 Earning is the backbone of organisation's sustainability. In the review period, out of 38 DBs, two problematic DBs excluded, following DBs reported loss on their financial statements:

Table 3.4: List of Development Banks that Reported Losses
(FY 2016/17)

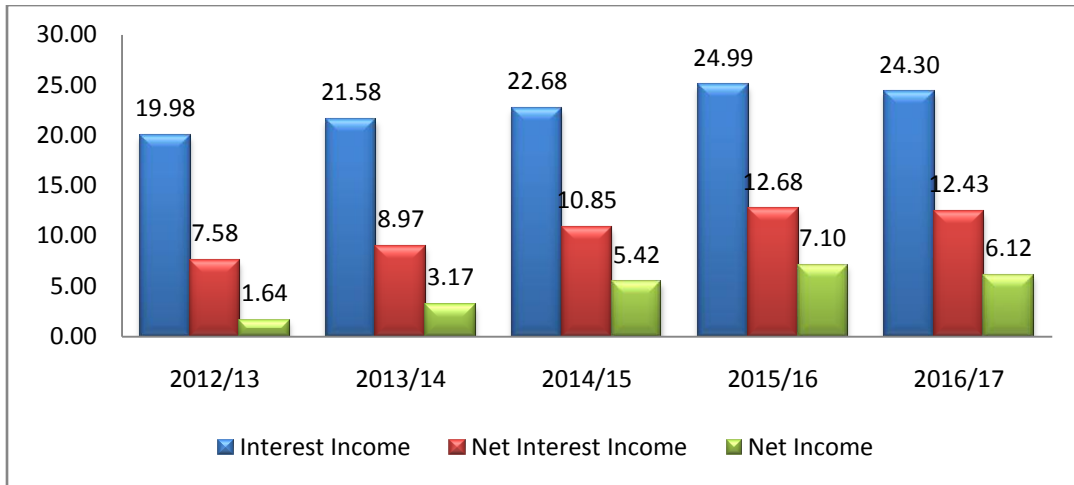
Rs. in thousand

SN	Name of Institution	Operation Area	Net Loss
1	Sajha Development Bank	3 Districts	11,318
2	Green Development Bank	3 Districts	599

3.14 Interest is a major component of income as well as expenses of DBs. The total interest income of DBs decreased by 2.76 percent from Rs. 24.99 billion to Rs. 24.30 billion in FY 2016/17 compared to previous FY. The net interest income has decreased by 1.97 percent from Rs.12.68 billion to Rs.12.43 billion. The net profit of overall DBs has decreased by 13.80 percent mainly because some DBs merged with 'A' class financial institutions. Earnings of development banks over two years are shown in the Annex 16.8.

Figure 3.11: Operating Efficiency of the Development Banks
(Mid July-2017)

Figures in billion

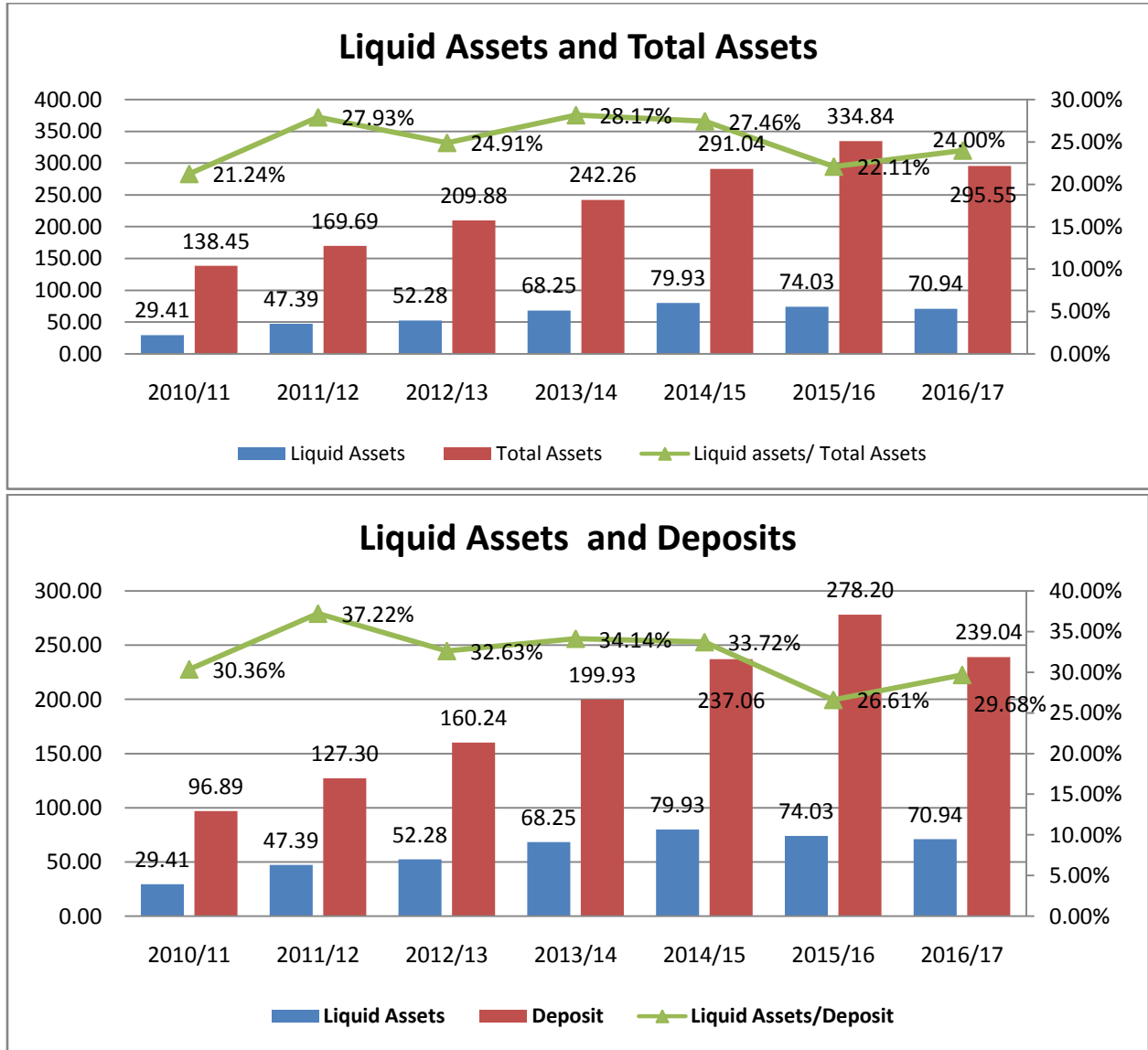


Liquidity

3.15 Total liquidity is calculated by summing up cash balance, bank balances with NRB and other BFIs, money at call and investment in government securities. The total liquid assets of DBs has decreased by 4.17 percent to Rs. 70.94 billion in FY 2016/17 compared to FY 2015/16. The proportion of liquid assets to total deposits of DBs in FY 2016/17 stood at 29.68 percent while this figure was only 16.68 percent in FY 2015/16. Similarly, the proportion of liquid assets to total assets of the DBs in FY 2016/17 was 24.00 percent, while this figure was only 22.11 percent in FY 2015/16. Detailed figures as indicated in figure 3.12 are shown in Annex 16.7.

Figure 3.12: Liquidity Position of the Development Banks
Mid July - 2017

Figures in billion



Deprived Sector

3.16 The overall position of deprived sector lending of DBs in FY 2016/17 was 5.95 percent while the figure stood at 6.82 percent in FY 2014/15. Actual deprived sector lending is above NRB minimum requirement of 4.5 percent in the review year.

Base Rates and Spread Rates

3.17 The overall base rate of national level development banks stood at 12.18 percent in mid-July 2017, whereas it was 9.14 percent in mid-July 2016. Increase in base rate was because

of increase in cost of funds due to loanable fund's crunch last year. As of mid-July 2017, out of 13 national level DBs, base rates of 6 DBs were below average while that of 7 DBs were higher than the average rate.

- 3.18 Average spread rate of national level development banks decreased by 44 basis points to 5.42 percent during FY 2016/17.

Stress Testing of Development Banks

- 3.19 National level development banks have emerged as strong institutions in the recent stress testing scenarios defined by NRB. Based on the data as of mid-July 2017, it was revealed that the banks have adequate buffer capital to absorb perceived shocks. Results from stress tests of 13 national level DBs on various shocks have been observed as follows.

Credit Shock

- 3.20 The stress testing results of national level DBs as of mid July 2017 revealed that a standard credit shock (if 15 percent performing loans were to deteriorate as substandard loans) would push the capital adequacy ratio of as many as one DB below the regulatory minimum benchmark. Similarly, one DB would not comply the requirement if 5 percent of performing loans were to deteriorate as loss loans.

Liquidity Shock

- 3.21 The stress test results indicated that four DBs would see their liquidity dip below minimum level (become illiquid) if there were a withdrawal of deposit by 2 percent, 5 percent, 10 percent, 10 percent and 10 percent for five consecutive days as per liquidity maintained on mid July 2017.

Similarly, if there were a withdrawal of deposit by 5 percent, 10 percent, 15 percent and 20 percent the number of banks with liquid assets to deposit ratio below the regulatory minimum of 20.0 percent would stand at 1, 4, 10 and 11 respectively as on mid-July 2017.

With the shock on withdrawal of deposits by top two to five institutional depositors, liquid assets to deposit ratio of one DB will be below 20 percent. This shows that very few banks are reliant on institutional depositors. Furthermore, no bank would face liquidity problem if up to five top individual depositors opt to withdraw their deposits.

Other Shocks

3.22 The stress testing results revealed that CAR of all 13 national level DBs was above the regulatory requirement when calibrating through interest rate, exchange rate and equity price shocks. Banks do not bear interest rate risk as they pass it directly to their clients, so that they are found to be less affected by interest rate shocks as well.

The resilience of national level DB towards key stress test analysis showed an improved, sound and strong financial condition for all three kinds of shocks - credit, liquidity and market in stress testing analysis. The overall vulnerability test in aggregate in all 13 national level DB found the national level DBs to be in less vulnerable position.

Table 3.5: Summary Result Series of Stress Testing of National Level Development Banks
As of Asar end, 2074

Events		Number of Banks with CAR		
		< 0%	0% - <10%	>=10%
Pre Shock		0	0	13
A. After Credit Shock		Post Shocks		
		< 0%	0% - <10%	>=10%
C1	15 Percent of Performing loans deteriorated to substandard	0	1	12
	15 Percent of Substandard loans deteriorated to doubtful loans	0	0	13
	25 Percent of Doubtful loans deteriorated to loss loans	0	0	13
	5 Percent of Performing loans deteriorated to loss loans	0	1	12
C2	All NPLs under substandard category downgraded to doubtful.	0	0	13
	All NPLs under doubtful category downgraded to loss.	0	0	13
C3	25 Percent of performing loan of Real Estate & Hosing sector loan directly downgraded to substandard category of NPLs.	0	0	13
C4	25 Percent of performing loan of Real Estate & Hosing sector loan directly downgraded to Loss category of NPLs.	0	0	13
C5	Top 5 Large exposures down graded: Performing to Substandard	0	0	13
B. After Market Shocks				
(a) Interest Rate Shocks		< 0%	0% - <10%	>=10%
IR-1a	Deposits interest rate changed by 1.0 percent point on an average.	0	0	13
IR-1b	Deposits interest rate changed by 1.5 percent point on an average.	0	0	13
IR-1c	Deposits interest rate changed by 2.0 percent point on an average.	0	0	13
IR-2a	Loan interest rate changed by -1.0 percent point on an average.	0	0	13

IR-2b	Loan interest rate changed by -1.5 percent point on an average.	0	0	13
IR-2c	Loan interest rate changed by -2.0 percent point on an average.	0	0	13
IR-3	Combine Shocks (IR-1a & IR-2a)	0	0	13
(b) Exchange Rate Shocks				
ER-1a	Depreciation of currency exchange rate by 20%	0	0	13
ER-1b	Appreciation of currency exchange rate by 25%	0	0	13

(c) Equity Price Shocks

EQ-1	Fall in the equity prices by 50%	0	0	13
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C. After Liquidity Shocks

Events

L-1a	Number of BFIs illiquid after on 1st day while withdrawal of deposits by 2%	0		
	Number of BFIs illiquid after on 2nd day while withdrawal of deposits by 5%	0		
	Number of BFIs illiquid after on 3rd day while withdrawal of deposits by 10%	0		
	Number of BFIs illiquid after on 4th day while withdrawal of deposits by 10%	0		
	Number of BFIs illiquid after on 5th day while withdrawal of deposits by 10%	4		
Number of Banks with Liquid Assets to Deposit Ratio		< 0%	0% - <20%	>=20%
Pre-shocks		0	0	13
After Shocks				
L-2a	Withdrawal of deposits by 5%	0	1	12
L-2b	Withdrawal of deposits by 10%	0	4	9
L-2c	Withdrawal of deposits by 15%	0	10	3
L-2d	Withdrawal of deposits by 20%	0	11	2
L-3a	Withdrawal of deposits by top 1 institutional depositor.	0	0	13
L-3b	Withdrawal of deposits by top 2 institutional depositors.	0	1	12
L-3c	Withdrawal of deposits by top 3 institutional depositors.	0	1	12
L-3d	Withdrawal of deposits by top 4 institutional depositors.	0	1	12
L-3e	Withdrawal of deposits by top 5 institutional depositors.	0	1	12
L-4a	Withdrawal of deposits by top 1 individual depositor.	0	0	13
L-4b	Withdrawal of deposits by top 2 individual depositors.	0	0	13
L-4c	Withdrawal of deposits by top 3 individual depositors.	0	0	13
L-4d	Withdrawal of deposits by top 4 individual depositors.	0	0	13
L-4e	Withdrawal of deposits by top 5 individual depositors.	0	0	13

Actions and Penalties

3.23 Following actions were taken against DBs according to Nepal Rastra Bank Act, 2002 in the review year:

- Chairman of one institution was given written admonition with the decision of 2073/05/22 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 2(a) for violating the

provision of Unified Directives 2073, Direction 6/073 point 1 (2, Kha) for directly engaging in financial transaction with customer.

- CEO of one institution was given written admonition for the violation of governance norms through unauthorized use of DB's fund with the decision of 2073/05/22 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 2(a) and asked to pay interest for used amount.
- CEO of one institution was given reprimand with the decision of 2073/11/08 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 2(a) for not complying with prior direction of fixed ceiling on lending and deposit mobilization. The ceiling was previously determined with the decision of 2071/1/08 for not maintaining required Paid Up capital.
- BOD and CEO of one institution was given written admonition with the decision of 2073/11/18 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 2(a) for non-execution of prior enforcement action enforced during onsite inspection and non-compliance with the provision in Direction 22/073 point 9 of Unified Directives 2073,.
- BOD and CEO of one institution was given written admonition with the decision of 2073/12/24 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 2(a) for not following prudent practice on lending business.
- BOD and CEO of one institution was given written admonition with the decision of 2073/03/02 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 2(a) for misreporting and non-execution of prior enforcement action enforced during onsite inspection.
- One institution was given written admonition with the decision of 2074/03/26 BS as per Nepal Rastra Bank Act, 2002, Section 100, Sub-section 1(a) for violating the provision of Unified Directives 2073, Direction 23/073 (1) for cash payment exceeding the limit of Rs. 3 Million.

Development Bank Supervision Report, 2017

Annexure

Annex 1

Numbers of Banks and Financial Institutions

Types of Financial Institutions	Mid july																
	1985	1990	1995	2000	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Commercial Banks	3	5	10	13	17	18	20	25	26	27	31	32	31	30	30	28	28
Development Banks	2	2	3	7	26	28	38	58	63	79	87	88	86	83	76	67	40
Finance Companies			21	45	60	70	74	78	77	79	79	69	59	53	48	42	28
Micro finance Development Banks			4	7	11	11	12	12	15	18	21	24	31	37	38	42	53
Total	5	7	38	72	114	127	144	173	181	203	218	213	207	203	192	179	149

Annex 2

Asset Size of Banks and Financial Institutions

(Mid July 2017)

Banks and Financial Institutions	Share Percentage						
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Commercial Banks	75.3	77.3	78.2	77.9	78.73	79.74	83.41
Development Banks	12.0	12.4	13	13.7	13.34	12.81	9.71
Finance Companies	10.9	8.2	6.6	5.8	4.79	3.77	2.63
Micro Finance	1.8	2.2	2.2	2.6	3.14	3.68	4.25
Total	100	100	100	100	100	100	100

(Source: Bank and Financial Institutions Regulation Department, NRB)

Annex 3

List of Development Banks (As of mid July, 2017)

S.N.	NATIONAL LEVEL	10 DISTRICTS LEVEL	3 DISTRICTS LEVEL	1 DISTRICT LEVEL
1	NIDC Development Bank Ltd.	Shine Resunga Development Bank Ltd.	Narayani Development Bank Ltd.	Kabeli Bikas Bank Ltd.
2	Muktinath Bikas Bank Ltd.	Sewa Bikas Bank Ltd.	Sahayogi Bikas Bank Ltd.	Hamro Bikas Bank Ltd.
3	Jyoti Bikas Bank Ltd.		Karnali Bikash Bank Ltd.	Mount Makalu Development Bank Ltd.
4	Tourism Development Bank Ltd.		Western Development Bank Ltd.	Sahara Bikas Bank Ltd.
5	Lumbini Bikas Bank Ltd.		Miteri Development Bank Ltd.	Salapa Bikash Bank Ltd.
6	Kailsh Bikash Bank Ltd.		Tinau Bikas Bank Ltd.	
7	Mahalaxmi Bikas Bank Ltd.		Sajha Bikas Bank Ltd.	
8	Sangrila Development Bank Ltd.		Nepal community Development Bank Ltd	
9	Deva Bikash Bank Ltd.		Kankai Bikas Bank Ltd.	
10	Gandaki Bikas Bank Ltd.		Alpine Development Bank Ltd.	
11	Garima Bikas Bank Ltd.		Bhargav Bikas Bank Ltd.	
12	Om Development Bank		Kankai Bikas Bank Ltd.	
13	Kamana Bikas Bank Ltd		Corporate Development Bank Ltd.	
14			Purnima Bikas Bank Ltd.	
15			Kanchan Development Bank Ltd.	
16			Mission Development Bank Ltd.	
27			Sindhu Bikas Bank Ltd.	
18			Excel Development Bank Ltd.	
19			Saptakoshi Development Bank Ltd	
20			Green Development Bank Ltd.	
Total	13	2	20	5
Grand Total			40	

Annex 4: Onsite Inspection Detail for F/Y 2016/17

S.N.	Name	Working Area
1	Deva Bikas Bank Limited	National
2	Fewa Bikas Bank Limited.	National
3	Jyoti Bikas Bank Limited	National
4	Yeti Development Bank Limited.	National
5	Muktinath Development Bank Limited.	National
6	Reliable Development Bank Limited.	National
7	Sangrila Development Bank Limited	National
8	Kailash Bikas Bank Limited.	National
9	Garima Bikas Bank Limited	National
10	Ace Development Bank Limited.	National
11	NIDC Development Bank Limited	National
12	Apex Development Bank Limited	National
13	Mahalaxmi Bikas Bank Limited	National
14	Vibor Society Development Bank Limited	National
15	Om Development Bank Limited	National
16	Gandaki Bikas Bank Limited	10 Districts
17	Shine Resunga Development Bank Limited	10 Districts
18	Sewa Bikas Bank Limited	10 Districts
19	Kamana Bikas Bank Limited	10 Districts
20	Bhargav Bikas Bank Limited	3 Districts
21	Green Development Bank Limited	3 Districts
22	Alpine Development Bank Limited	3 Districts
23	Kanchan Development Bank Limited	3 Districts
24	Karnali Development Bank Limited	3 Districts
25	Kankai Development Bank Limited	3 Districts
26	Miteri Development Bank Limited	3 Districts
27	Raptibheri Bikas Bank Limited	3 Districts
28	Purnima Bikas Bank Limited	3 Districts
29	Excel Development Bank Limited	3 Districts
30	Sahayogi Development Bank Limited	3 Districts
31	Mission Development Bank Limited	3 Districts
32	Sapakoshi Development Bank Limited	3 Districts
33	Sajha Bikas Bank Limited	3 Districts
34	Sindhu Bikas Bank Limited	3 Districts
35	Tinau Development Bank Limited	3 Districts
36	Wesern Development Bank Limited	3 Districts

37	Nepal Community Development Bank Limited	3 Districts
38	Salapa Development Bank Limited	1 District
39	Hamro Bikas Bank Limited	1 District
40	Cosmos Development Bank Limited	1 District
41	Kabeli Bikas Bank Limited	1 District
42	Mount Makalu Development Bank Limited	1 District
43	Sahara Bikas Bank Limited	1 District

Annex 5: Special Inspection of Development Banks (FY 2016/17)

S.N.	Name	Working Area
1	Muktinath Bikas Bank Limited	National
2	Vibor Society Development Bank Limited.	National
3	Kailash Development Bank Limited.	National
4	Yeti Development Bank Limited	National
5	Siddhartha Development Bank Limited.	National
6	Vibor Society Development Bank Limited.	National
7	Reliable Development Bank Limited	National
8	Kasthamandap Development Bank Limited.	National
9	Lumbini Development Bank Limited	National
10	Siddhartha Development Bank Limited.	National
11	Triveni Bikas Bank Limited	3 Districts
12	Mission Development Bank Limited	3 Districts
13	Sindhu Bikas Bank Limited	3 Districts

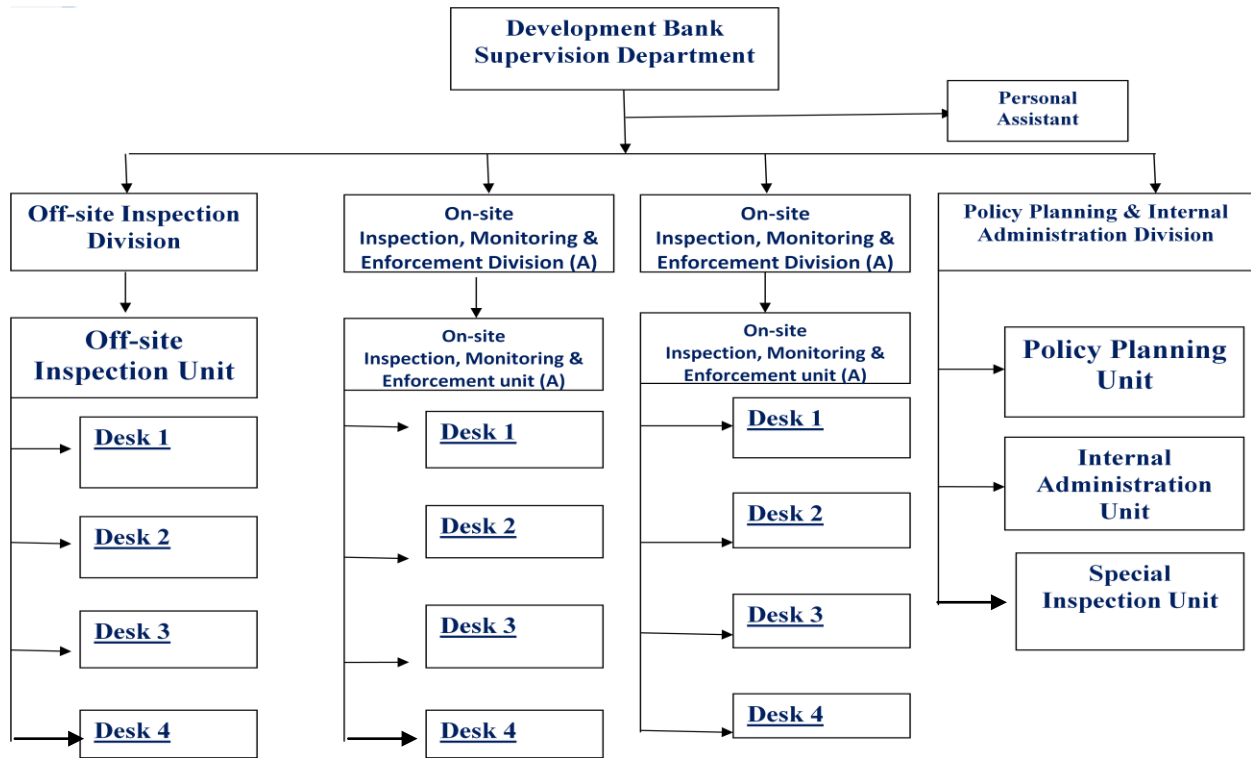
Annex 6: Follow up Inspection of Development Banks (FY 2016/17)

S.N.	Name	Working Area
1	Alpine Development Bank Limited.	3 Districts

Annex 7: International Training and Seminar Participation from DBSD

SN	Title	Organizer	Country	No of days	No. of Participants
1	Operational and Technological Risk Management and Supervision	Bank Negara	Malasiya	5	1
2	Workshop on applying AML/CFT Controls to Delegated Non-financial Business and Professions (DNFBP)	Asia Pacific Group and Korean FIU	South-Korea	5	1
3	Meeting on the New Expected Loss Provisioning Framework and the Revised Standardized Approach for Credit Risk	SEACEN	Hongkong	3	1
4	14 th Payment and Settlement System Simulation Seminar	Bank of Finland	Finland	2	1
5	Macro-prudential Policy	SEACEN	PNG	5	1
6	SEACEN-FSI Regional Seminar on Problem Bank Supervision and Early Intervention	SEACEN	Singapore	3	2
7	FSI-EMEAP Regional Seminar on the Regulation and Supervision of Systematically Important Banks	Bank of International Settlement (BIS)	China	3	2
8	SEACEN Signature Course on Advanced Capital Planning and Stress Testing	SEACEN	Hongkong	4	1
9	High Level Seminar on Law and Financial Stability	IMF	USA	3	1
10	SEACEN-Bank Indonesia International Seminar on Central Bank Finance	SEACEN	Indonesia	2	1
11	Compliance for Financial Institutions	Central Bank of Srilanka	Srilanka	3	1
12	Prudential Supervision of the banking Sector and Macroeconomics Regulations	Istanbul School of Central Banking	Turkey	5	1
13	Maximizing the Power of Financial Access: Finding an Optimal Balance Between Financial Inclusion and Financial Stability	Alliance for Financial Inclusion	Indonesia	2	1
14	Regional Seminar on Liquidity Risk Management	ADB & APEC	Hongkong	5	1
15	Financial Markets and Instruments	IMF-STI	Singapore	12	1
16	47 th International Central Banking Course	State Bank of Pakistan	Pakistan	18	1
17	Crisis Management and Resolution	SEACEN	Malasiya	5	1
18	Research Conference	BIS	Switzerland	2	1
19	Financial Cycles and Crises	SEACEN	South-Korea	5	1
20	Banking Supervisors Training Program	Monetary Authority of Singapore	Singapore	6	1

Annex 8 : Organization Chart of Development Bank Supervision Department



Annex 9: Balance Sheet of Development Banks (F/Y 2016/17)

Short Name Of DB Code	Rs. in '000						
	Alpine	Bhargav	Deva	Excel	Gandaki	Garima	Green
	12048000	12042000	12031000	12027000	12023000	12051000	12099000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
Capital & Liabilities	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1. Paidup Capital	319,907	290,400	1,692,077	500,393	1,843,926	2,534,880	100,000
2. Reserves and Funds	45,318	24,399	211,296	120,200	930,013	293,487	(7,647)
3. Bond & Debenture	-	-	-	-	-	-	-
4. Borrowings	-	-	-	25,000	-	-	-
5. Deposits	1,934,532	1,962,067	10,411,060	4,620,634	18,334,571	14,513,391	478,200
5.1 Current	95,737	57,961	252,543	90,608	178,096	319,023	8,154
5.2 Saving	943,337	742,565	4,678,421	2,099,038	6,341,742	6,527,655	100,045
5.3 Fixed	486,743	820,497	3,597,296	1,227,263	8,082,422	5,230,195	156,052
5.4 Call Deposit	380,763	341,045	1,878,257	1,202,949	3,727,584	2,436,357	213,399
5.5 Margin Accounts	1,935	-	4,544	776	4,728	160	550
5.6 Others	26,017	-	-	-	-	-	-
6. Individual Deposits	1,410,899	1,588,564	8,040,251	3,388,423	13,332,586	11,054,382	284,748
7. Institutional Deposits	523,634	373,503	2,370,809	1,232,211	5,001,986	3,459,008	193,452
8. Proposed Cash Dividend		1,389	13,005	6,096	-	-	-
9. Bills Payable			4,873		3,200	5,157	
10. Tax payable		42			-	158,155	
11. Other Liabilities	76,053	40,444	374,931	134,168	696,091	470,214	21,273
Total Liabilities	2,375,810	2,318,741	12,707,242	5,406,491	21,807,801	17,975,283	591,826
Assets							
1. Cash Balance	85,921	50,413	444,779	203,217	546,154	442,313	5,432
2. Balance at NRB	31,169	114,287	601,168	80,490	961,603	793,781	24,025
3. Balance at Other BFIs	632,390	172	26,267	263,634	2,942,217	59,760	168,826
4. Money at Call		601,240	1,441,891	867,323	-	3,020,078	
5. Investment	2,117	13,964	314,374	38,555	401,490	187,641	-
6. Loans & Advances	1,568,723	1,461,405	9,576,621	3,821,039	16,518,077	12,990,801	368,021
7. Fixed Assets	13,432	53,331	188,244	41,230	216,340	169,913	11,233
8. Non-banking Assets							
9. Other Assets	42,059	23,930	113,898	91,002	221,920	310,997	14,289
Total Assets	2,375,810	2,318,741	12,707,242	5,406,491	21,807,801	17,975,283	591,826
Total Off Balancesheet Assets	100,427	42,284	894,618	405,888	1,232,373	611,651	25,408

**Short Name Of DB
Code**

Capital & Liabilities

	Hamro	Jyoti	Kabeli	Kailash	Kamana	Kanchan
	12062000	12060000	12055000	12093000	12056000	12069000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1. Paidup Capital	447,127	2,349,917	84,459	2,520,636	945,654	402,050
2. Reserves and Funds	28,282	202,190	47,520	540,408	176,573	50,339
3. Bond & Debenture	-	-	-	-	-	-
4. Borrowings	-	-	-	-	-	-
5. Deposits	1,257,535	10,516,017	660,788	17,177,628	6,982,973	2,823,382
5.1 Current	42,022	410,065	19,140	174,532	61,154	113,985
5.2 Saving	548,410	3,732,895	402,954	4,589,799	2,624,813	1,595,890
5.3 Fixed	358,744	3,980,923	154,515	8,559,849	2,950,547	634,118
5.4 Call Deposit	308,358	2,376,025	84,179	3,846,491	1,346,459	479,390
5.5 Margin Accounts	-	16,110	-	6,957	-	-
5.6 Others	-	-	-	-	-	-
6. Individual Deposits	843,270	7,746,942	386,985	11,282,142	5,276,425	2,049,403
7. Institutional Deposits	414,265	2,769,075	273,803	5,895,485	1,706,547	773,980
8. Proposed Cash Dividend	1,758			217,691		2,924
9. Bills Payable				3,033	-	
10. Tax payable		-	909	1,415		
11. Other Liabilities	29,496	378,162	23,819	621,299	401,099	81,241
Total Liabilities	1,764,198	13,446,286	817,493	21,082,110	8,506,299	3,359,936

Assets

1. Cash Balance	38,450	158,999	17,729	464,977	127,356	61,761
2. Balance at NRB	59,451	505,774	9,181	1,019,663	382,534	68,024
3. Balance at Other BFls	314	18,803	31,984	32,076	1,418,559	120,000
4. Money at Call	450,944	2,774,083	121,826	3,609,782		643,268
5. Investment	23,623	569,483	-	577,457	82,733	13,953
6. Loans & Advances	1,135,747	9,138,221	608,235	15,041,840	6,112,313	2,308,613
7. Fixed Assets	26,144	80,237	12,819	129,218	238,885	71,341
8. Non-banking Assets						
9. Other Assets	29,526	200,686	15,718	207,098	143,918	72,977
Total Assets	1,764,198	13,446,286	817,493	21,082,110	8,506,299	3,359,936
Total Off Balancesheet Assets	44,752	303,159	16,193	608,841	266,258	95,680

Short Name Of DB Code	
Capital & Liabilities	
1. Paidup Capital	
2. Reserves and Funds	
3. Bond & Debenture	
4. Borrowings	
5. Deposits	
5.1 Current	
5.2 Saving	
5.3 Fixed	
5.4 Call Deposit	
5.5 Margin Accounts	
5.6 Others	
6. Individual Deposits	
7. Institutional Deposits	
8. Proposed Cash Dividend	
9. Bills Payable	
10. Tax payable	
11. Other Liabilities	
Total Liabilities	

Kankai	Karnali	Society	Mahalaxmi	Mission	Miteri
12038000	12014000	12029000	12005000	12081000	12033000
2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
275,356	203,131	2,008,878	2,633,797	519,280	500,000
31,706	25,327	817,524	854,562	43,511	87,050
-	-	-	-	-	-
-	-	319,971	-	-	-
1,569,521	2,001,814	17,928,045	25,136,613	2,751,339	2,889,170
25,919	12,542	336,254	553,487	6,624	43,034
669,740	1,089,964	4,895,599	9,385,891	1,373,012	944,998
361,586	551,595	9,326,213	10,338,125	711,851	1,433,498
511,970	347,713	3,348,213	4,857,461	659,852	467,589
306	-	15,237	1,648	-	50
-	-	6,528	-	-	-
1,051,715	1,609,109	12,060,150	19,448,253	1,963,742	2,162,791
517,806	392,705	5,867,894	5,688,360	787,597	726,379
1,526		-	237,042	4,555	6,300
		2,121	6,586		-
		-			4,438
31,647	66,322	731,012	1,827,424	106,442	61,232
1,909,756	2,296,594	21,807,551	30,696,025	3,425,127	3,548,191

Assets

1. Cash Balance	
2. Balance at NRB	
3. Balance at Other BFIs	
4. Money at Call	
5. Investment	
6. Loans & Advances	
7. Fixed Assets	
8. Non-banking Assets	
9. Other Assets	
Total Assets	
Total Off Balancesheet Assets	

85,609	156,073	355,326	527,279	100,956	61,955
27,119	111,983	996,049	1,577,684	127,818	37,478
51,282	8,419	3,315,907	151,183	26,000	150,000
524,114	752,767	-	5,077,842	688,336	949,329
425	-	987,780	1,182,115	206	471
1,181,074	1,065,073	15,639,584	20,722,437	2,421,715	2,298,532
27,326	76,818	319,389	300,117	23,710	23,501
		-	390,274		
12,807	125,461	193,516	767,095	36,386	26,925
1,909,756	2,296,594	21,807,551	30,696,025	3,425,127	3,548,191
20,480	34,360	1,072,589	1,271,686	26,135	42,394

**Short Name Of DB
Code**

Capital & Liabilities

1. Paidup Capital
2. Reserves and Funds
3. Bond & Debenture
4. Borrowings
5. Deposits
5.1 Current
5.2 Saving
5.3 Fixed
5.4 Call Deposit
5.5 Margin Accounts
5.6 Others
6. Individual Deposits
7. Institutional Deposits
8. Proposed Cash Dividend
9. Bills Payable
10. Tax payable
11. Other Liabilities
Total Liabilities

Mt. Makalu	Muktinath	N.Community	NIDC	OM	Purnima
12083000	12036000	12087000	12002000	12052000	12059000
2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
69,160	1,977,798	262,041	415,823	2,256,804	480,523
11,961	326,129	15,967	3,261,047	383,708	61,836
-	-	-	-	-	-
-	-	-	-	-	-
182,392	16,775,223	1,766,589	1,154,283	16,061,429	2,402,470
98	433,564	15,441	20,221	180,402	102,107
163,838	7,428,611	731,305	261,770	5,796,239	1,441,365
9,590	6,008,700	513,808	850,700	7,833,147	705,884
8,866	2,896,609	506,005	21,592	2,250,027	152,314
-	7,740	30	-	-	800
-	-	-	-	1,614	-
153,304	11,639,387	1,146,132	850,009	12,216,403	2,017,557
29,088	5,135,836	620,458	304,274	3,845,026	384,913
	16,245	2,197			4,450
			1,542	3,071	
	18,052	609		8,356	
7,757	647,509	50,216	1,132,023	559,790	81,040
271,269	19,760,956	2,097,619	5,964,718	19,273,158	3,030,319

Assets

1. Cash Balance
2. Balance at NRB
3. Balance at Other BFIs
4. Money at Call
5. Investment
6. Loans & Advances
7. Fixed Assets
8. Non-banking Assets
9. Other Assets
Total Assets
Total Off Balancesheet Assets

11,181	468,026	41,648	14,533	380,168	39,517
	1,348,070	29,202	100,614	800,622	105,276
9,783	93,150	395,358	1,649,868	18,957	795,715
81,740	1,894,809			2,942,147	
-	166,921	1,123	119,506	677,194	23,087
157,477	15,316,389	1,568,067	3,277,233	14,059,765	2,034,092
2,764	398,979	29,987	107,092	157,610	15,904
8,324	74,612	32,235	695,874	236,696	16,729
271,269	19,760,956	2,097,619	5,964,718	19,273,158	3,030,319
-	465,891	79,784	173,980	525,559	154,226

Short Name Of DB Code	Raptiveri	Sahara	Sahayogi	Salpa	Shangrila	Saptakoshi	Sewa
	12077000	12085000	12012000	12094000	12019000	12095000	12037000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
Capital & Liabilities	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1. Paidup Capital	166,488	89,784	508,030	38,916	1,358,475	234,210	1,203,247
2. Reserves and Funds	14,243	9,192	101,440	8,727	575,865	9,820	113,024
3. Bond & Debenture	-	-	-	-	-	-	-
4. Borrowings	-	-	-	-	-	-	-
5. Deposits	1,048,081	447,051	3,043,251	289,562	13,872,840	1,121,026	5,615,155
5.1 Current	14,458	6,283	102,713	4,965	100,360	63,682	52,591
5.2 Saving	422,441	323,414	2,052,856	249,656	5,601,990	404,376	2,557,778
5.3 Fixed	581,669	40,573	705,166	27,200	4,899,906	259,110	1,858,969
5.4 Call Deposit	29,512	76,730	182,516	6,015	3,103,805	393,858	1,144,157
5.5 Margin Accounts	-	50	-	-	20,467	-	1,608
5.6 Others	-	-	-	1,726	146,311	-	51
6. Individual Deposits	1,004,110	368,593	2,763,721	272,371	10,328,499	645,798	4,633,039
7. Institutional Deposits	43,970	78,457	279,530	17,191	3,544,341	475,229	982,115
8. Proposed Cash Dividend	496	884	19,113			1,222	
9. Bills Payable					1,071		
10. Tax payable	-	457	1,580		8,168		5,200
11. Other Liabilities	33,245	23,857	87,629	9,761	378,468	26,150	293,532
Total Liabilities	1,262,552	571,224	3,761,042	346,966	16,194,887	1,392,428	7,230,158
Assets							
1. Cash Balance	24,836	21,129	79,614	21,374	271,513	18,854	310,798
2. Balance at NRB	65,601		167,150		704,409	62,886	222,622
3. Balance at Other BFIs	317	167,065	12,570	109,289	622,118	26	1,074,757
4. Money at Call	264,025		631,954		2,130,210	405,579	
5. Investment	-	-	2,000	-	494,626	-	42,304
6. Loans & Advances	859,127	366,781	2,776,706	204,994	11,667,323	857,563	5,400,440
7. Fixed Assets	13,525	5,791	61,856	5,215	105,310	18,242	43,571
8. Non-banking Assets							
9. Other Assets	35,122	10,458	29,192	6,094	199,378	29,278	135,666
Total Assets	1,262,552	571,224	3,761,042	346,966	16,194,887	1,392,428	7,230,158
Total Off Balancesheet Assets	8,234	500	211,880	8,710	1,009,741	19,984	308,616

Short Name Of DB Code	Sajha	Shine	Sindhu	Tinau	Tourism	Western	Total
	12096000	12064000	12084000	12034000	12080000	12028000	
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	
	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	
Capital & Liabilities							
1. Paidup Capital	100,000	1,378,615	262,193	506,935	2,303,961	407,468	34,192,339
2. Reserves and Funds	(16,461)	269,197	69,611	78,277	228,703	42,841	10,087,185
3. Bond & Debenture	-	-	-	-	-	-	-
4. Borrowings	-	-	-	-	531,400	-	876,371
5. Deposits	512,181	10,268,966	1,905,605	3,897,805	12,278,778	2,451,786	239,043,753
5.1 Current	41,773	101,324	-	52,286	559,757	74,183	4,727,090
5.2 Saving	240,973	6,590,604	1,638,671	1,674,807	3,789,171	1,493,699	96,150,332
5.3 Fixed	50,734	2,666,593	266,434	1,667,374	5,105,568	558,821	93,571,981
5.4 Call Deposit	178,701	908,655	-	503,303	2,599,548	318,192	44,094,458
5.5 Margin Accounts	-	1,790	500	35	144,788	86	230,896
5.6 Others	-	-	-	-	79,945	6,804	268,997
6. Individual Deposits	282,865	9,305,428	1,267,349	3,110,826	2,994,663	2,059,325	172,040,160
7. Institutional Deposits	229,316	963,538	638,256	786,979	9,284,115	392,461	67,003,593
8. Proposed Cash Dividend			-	23,042		3,271	563,207
9. Bills Payable	-				11,943		42,596
10. Tax payable		795	-		8,389	-	216,563
11. Other Liabilities	23,708	219,822	61,227	130,526	531,585	62,861	10,533,073
Total Liabilities	619,428	12,137,395	2,298,636	4,636,585	15,894,759	2,968,227	295,555,087
Assets							-
1. Cash Balance	21,512	437,905	47,065	107,232	442,834	111,239	6,805,677
2. Balance at NRB	25,866	586,201	54,548	185,341	525,865	40,637	12,554,190
3. Balance at Other BFIs	175,376	11,522	8,228	779,040	158,669	119,728	15,619,327
4. Money at Call		1,988,856	679,197	65,131	2,749,371	608,408	35,964,249
5. Investment	3,628	41,493	19,891	89,902	551,657	-	6,629,719
6. Loans & Advances	370,632	8,788,170	1,424,155	3,246,170	11,009,087	1,939,696	209,301,936
7. Fixed Assets	9,808	159,775	47,306	110,654	108,657	58,855	3,484,128
8. Non-banking Assets							390,274
9. Other Assets	12,606	123,474	18,245	53,116	348,619	89,663	4,805,588
Total Assets	619,428	12,137,395	2,298,636	4,636,585	15,894,759	2,968,227	295,555,087
Total Off Balancesheet Assets	26,034	405,180	7,500	181,637	1,151,070	17,950	11,871,649

Annex 10: Profit & Loss Account of Development Banks (F/Y 2016/17)

Short Name Code	Rs. in '000													
	Alpine	Bhargav	Deva	Excel	Gandaki	Garima	Green	Hamro	Jyoti	Kabeli	Kailash	Kamana	Kanchan	Kankai
	12048000	12042000	12031000	12027000	12023000	12051000	12099000	12062000	12060000	12055000	12093000	12056000	12069000	12038000
Months	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
Income & Expenditure	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1. Interest Income	243,577	205,786	1,062,289	481,827	1,558,211	1,508,185	44,738	140,654	1,031,444	84,606	1,881,414	808,137	302,552	184,787
2. Interest Expenses	110,209	116,391	503,674	167,262	793,922	754,199	24,543	57,770	518,725	26,073	1,003,711	416,975	137,405	78,270
Net Interest Income	133,368	89,395	558,614	314,565	764,289	753,987	20,195	82,884	512,720	58,533	877,703	391,162	165,146	106,517
3. Commission and Discount	3,524	2,289	13,458	7,243	7,259	12,283	109	1,416	6,436	1,535	12,396	8,228	9,224	2,067
4. Other Operating Income	16,777	23,501	86,073	24,110	85,172	118,064	3,154	11,186	78,896	5,404	88,804	40,714	10,063	10,162
5. Exchange Fluction Income	40				0				13		58			
Total Operating Income	153,709	115,185	658,146	345,919	856,721	884,335	23,458	95,487	598,065	65,472	978,960	440,104	184,433	118,746
6. Employees Expenses	24,018	26,372	117,668	51,750	122,168	149,811	7,684	10,964	105,163	12,601	174,560	71,667	36,165	29,107
7. Other Operating Expenses	27,772	26,667	133,779	47,403	105,767	151,229	11,077	13,814	126,977	7,726	133,574	64,252	38,958	27,255
8. Exchange Fluction Loss	-		386								-			
Operating Profit Before Provision	101,920	62,146	406,312	246,766	628,786	583,294	4,697	70,708	365,925	45,145	670,826	304,185	109,310	62,384
9. Provisions for Possible Losses	4,332	6,866	80,479	13,288	12,373	23,635	6,498	5,596	74,035	7,403	33,827	34,486	18,761	1,941
Operating Profit	97,588	55,280	325,833	233,478	616,413	559,660	(1,801)	65,112	291,889	37,741	636,999	269,699	90,549	60,443
10. Non-Operating Income/ Expenses	586	(6)	36,196	3,064	5,585	1,298		447	35,274		130,652	6,927	9,106	(11)
11. Write back From Possible Loss Provision	-		84,330	600	19,179	6,187	4,596	3,124	34,972	3,190	28,760	879	12,545	
Profit From Ordinary Activities	98,174	55,274	446,360	237,142	641,177	567,145	2,795	68,683	362,135	40,931	796,411	277,505	112,200	60,432
12. Extra Ordinary Income /Expenses			184		(1,949)			(2)				-		
Net Profit including All Activities	98,174	55,274	446,544	237,142	639,227	567,145	2,795	68,681	362,135	40,931	796,411	277,505	112,200	60,432
13. Provision For Staff Bonus	8,925	5,025	40,595	21,558	58,112	51,559	254	6,244	32,921	3,721	72,401	25,228	10,200	5,494
14. Provision For Income Tax	26,763	15,482	121,479	65,134	178,857	166,575	96	16,285	100,756	13,307	221,504	75,683	30,729	16,477
This Year	27,094	15,209	123,774	64,675	177,097	158,155		18,285	109,291	13,465	220,863	75,683	31,727	16,990
Up to Last Year	-	-		726	-	849			656		1,825			
Deferred Tax	(332)	273	(2,296)	(267)	1,760	7,571	96	(2,000)	(9,190)	(158)	(1,184)		(998)	(513)
Net Profit / Loss	62,486	34,767	284,471	150,449	402,259	349,011	2,445	46,152	228,458	23,903	502,506	176,594	71,271	38,461

Short Name Code	Months												
	Karnali	Society	Mahalaxmi	Mission	Miteri	Mt. Makalu	Muktinath	N.Community	NIDC	OM	Purnima	Raptiveri	Sahara
	12014000	12029000	12005000	12081000	12033000	12083000	12036000	12087000	12002000	12052000	12059000	12077000	12085000
2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
Income & Expenditure	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1. Interest Income	167,289	1,689,270	1,647,663	331,081	375,289	25,546	1,881,953	213,033	379,317	1,588,819	313,813	147,792	62,793
2. Interest Expenses	99,850	946,632	867,772	158,834	163,885	7,532	850,138	105,247	88,037	827,866	123,246	100,179	28,648
Net Interest Income	67,439	742,638	779,891	172,247	211,404	18,014	1,031,815	107,787	291,280	760,953	190,567	47,612	34,146
3. Commission and Discount	2,468	7,445	5,686	1,960	1,869	1,090	39,985	1,778	1,506	15,355	1,531	1,386	2,061
4. Other Operating Income	19,007	88,499	101,176	22,624	33,435	753	181,453	15,090	9,361	87,688	20,353	9,009	10,087
5. Exchange Fluation Income			109							18			
Total Operating Income	88,914	838,582	886,862	196,831	246,707	19,858	1,253,253	124,654	302,146	864,014	212,451	58,007	46,294
6. Employees Expenses	29,376	202,160	111,102	35,687	34,848	2,837	260,826	28,279	71,145	116,760	25,631	11,992	12,285
7. Other Operating Expenses	41,940	193,945	141,433	25,497	22,347	4,884	201,065	29,641	44,438	118,561	27,831	15,426	12,038
8. Exchange Fluation Loss		364	-						-	-			
Operating Profit Before Provision	17,598	442,113	634,328	135,647	189,512	12,137	791,362	66,734	186,563	628,693	158,989	30,590	21,971
9. Provisions for Possible Losses	3,177	20,574	505,581	8,046	2,758	1,089	56,718	9,810	52,168	33,500	4,885	8,871	
Operating Profit	14,421	421,538	128,747	127,601	186,755	11,047	734,644	56,924	134,395	595,192	154,104	21,720	21,971
10. Non-Operating Income/ Expenses	(640)	28,278	45,076	2	2,087		32,820	(15)	42,267	23,886	998	-	(21)
11. Write back From Possible Loss Provision		38,242	596,101				5,995		82,221	-	1,113	-	1,848
Profit From Ordinary Activities	13,781	488,058	769,924	127,604	188,842	11,047	773,459	56,909	258,883	619,079	156,216	21,720	23,797
12. Extra Ordinary Income /Expenses		5,614	(40,240)						5,826				
Net Profit including All Activities	13,781	493,672	729,683	127,604	188,842	11,047	773,459	56,909	264,708	619,079	156,216	21,720	23,797
13. Provision For Staff Bonus	1,253	44,879	66,335	11,600	17,167	1,004	70,314	5,174	19,608	56,280	14,201	1,975	2,163
14. Provision For Income Tax	4,103	188,527	219,102	34,991	51,478	2,921	208,583	15,392	36,129	168,405	42,432	5,856	6,009
This Year	4,431	50,860	105,208	36,386	52,617	2,901	211,632	15,744	41,392		42,293	5,856	6,080
Up to Last Year	87	(41)	1,298						626	174,182	31		-
Deferred Tax	(415)	137,708	112,597	(1,395)	(1,139)	20	(3,049)	(352)	(5,890)	(5,777)	108		(72)
Net Profit / Loss	8,425	260,266	444,246	81,012	120,197	7,122	494,562	36,343	208,972	394,394	99,582	13,889	15,625

Short Name Code	Months											Total
	Sahayogi	Salpa	Shangrila	Saptakoshi	Sewa	Sajha	Shine	Sindhu	Tinau	Tourism	Western	
	12012000	12094000	12019000	12095000	12037000	12096000	12064000	12084000	12034000	12080000	12028000	
2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74		
Income & Expenditure	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	
1. Interest Income	442,715	35,259	1,387,102	116,613	689,356	62,078	1,130,455	164,080	435,520	1,192,253	279,108	24,296,403
2. Interest Expenses	191,912	14,352	677,375	47,463	326,359	27,628	465,242	64,110	229,710	610,473	130,312	11,861,933
Net Interest Income	250,804	20,907	709,726	69,150	362,997	34,450	665,213	99,969	205,810	581,780	148,796	12,434,471
3. Commission and Discount	8,661	1,000	10,148	813	7,490	1,666	17,848	6,032	5,021	36,637	7,602	274,507
4. Other Operating Income	25,373	2,678	78,456	10,420	36,900	4,085	57,280	11,638	26,504	83,611	25,190	1,562,749
5. Exchange Fluction Income					-	-				38,463		38,701
Total Operating Income	284,838	24,586	798,331	80,382	407,386	40,201	740,341	117,639	237,334	740,491	181,588	14,310,428
6. Employees Expenses	34,869	7,609	115,833	17,237	47,703	14,368	91,269	26,797	34,794	110,152	32,500	2,415,755
7. Other Operating Expenses	32,502	5,542	126,058	22,407	45,999	14,937	88,456	29,292	39,856	138,141	35,471	2,373,958
8. Exchange Fluction Loss			-			-						751
Operating Profit Before Provision	217,467	11,435	556,440	40,737	313,684	10,896	560,617	61,549	162,685	492,199	113,616	9,519,965
9. Provisions for Possible Losses	35,730	2,505	15,724	3,517	46,348	18,461	20,416	7,507	18,675	39,383	16,177	1,255,140
Operating Profit	181,737	8,930	540,717	37,221	267,336	(7,565)	540,201	54,042	144,009	452,816	97,440	8,264,825
10. Non-Operating Income/ Expenses	633	(20)	8,915		(10,163)	176	3,282	4,385	1,467	5,081	10	417,622
11. Write back From Possible Loss Provision	22,638	292			-	22,425	5,476	-	7,504	46,436		1,028,652
Profit From Ordinary Activities	205,008	9,202	549,631	37,221	257,174	15,036	548,959	58,427	152,980	504,332	97,449	9,711,099
12. Extra Ordinary Income /Expenses					14,486	-						(16,082)
Net Profit including All Activities	205,008	9,202	549,631	37,221	271,660	15,036	548,959	58,427	152,980	504,332	97,449	9,695,017
13. Provision For Staff Bonus	18,637	837	49,966	3,384	24,696	1,367	49,905	5,312	13,907	45,848	8,859	876,909
14. Provision For Income Tax	55,955	2,375	150,586	10,151	74,089	1,318	148,582	16,252	39,295	138,719	28,899	2,699,275
This Year	55,811	2,573	151,562	10,317	74,089	-	151,250	16,192	40,986	141,154	26,577	2,298,218
Up to Last Year			-	-	-	-			441	233		180,914
Deferred Tax	143	(198)	(976)	(166)		1,318	(2,667)	60	(2,132)	(2,669)	2,322	220,142
Net Profit / Loss	130,416	5,991	349,079	23,686	172,874	12,351	350,471	36,864	99,778	319,765	59,691	6,118,833

Annex 11: Loan & Advance of Development Banks (F/Y 2016/17)

Short Name Code Year	Alpine	Bhargav	Deva	Excel	Gandaki	Garima	Green	Hamro	Jyoti	Kabeli	Kailash	Kamana	Kanchan
	12048000	12042000	12031000	12027000	12023000	12051000	12099000	12062000	12060000	12055000	12093000	12056000	12069000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
A	Performing Loan												
1	1,532,419	1,448,388	9,457,716	3,782,101	16,450,737	12,960,236	362,210	1,133,888	9,050,254	599,256	14,909,541	6,027,318	2,285,675
2	1,423,262	1,434,811	9,148,086	3,745,995	16,226,186	12,847,826	359,533	1,127,705	8,671,544	583,180	14,698,089	5,904,642	2,226,148
3	109,158	13,578	309,630	36,107	224,551	112,410	2,677	6,182	378,710	16,075	211,452	122,677	59,527
B	Non-Performing Loan												
1	36,304	13,016	118,905	38,938	67,340	30,565	5,811	1,860	87,967	8,979	132,299	84,995	22,938
2											39,000		
3	13,607	8,900	15,781	9,397	31,411	14,220	1,769	494	31,516	3,437	15,511	23,298	10,366
4	9,126	4,027	1,000	4,937	9,380	4,654	2,458	799	12,203	4,548	6,482	28,324	3,526
5	13,570	89	102,123	24,604	26,550	11,691	1,584	566	44,248	994	71,305	33,373	9,046
6													
6	Total												
	1,568,723	1,461,405	9,576,621	3,821,039	16,518,077	12,990,801	368,021	1,135,747	9,138,221	608,235	15,041,840	6,112,313	2,308,613

Short Name Code Year	Kankai	Karnali	Society	Mahalaxmi	Mission	Miteri	Mt. Makalu	Muktinath	N.Community	NIDC	OM	Purnima	Raptiveri
	12038000	12014000	12029000	12005000	12081000	12033000	12083000	12036000	12087000	12002000	12052000	12059000	12077000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
A	Performing Loan												
1	1,176,744	1,040,897	15,212,819	19,911,674	2,416,372	2,298,532	155,970	15,313,499	1,558,484	3,030,751	13,933,401	2,033,814	835,623
2	1,157,290	998,202	14,506,244	19,017,512	2,414,213	2,293,427	152,118	15,286,324	1,549,107	2,971,383	13,459,160	2,030,230	825,325
3	19,454	42,695	706,574	894,162	2,159	5,104	3,852	27,176	9,377	59,368	474,242	3,584	10,297
B	Non-Performing Loan												
1	4,330	24,176	426,765	810,763	5,343	-	1,507	2,889	9,583	246,481	126,363	278	23,504
2													
3	2,533	11,208	113,451	312,393	3,231		965		1,847	2,449	75,367	191	15,689
4	147	4,072	97,671	102,797	2,060		65	236	305	6,665	18,020	87	5,788
5	1,650	8,896	215,643	395,573	53		477	2,654	7,431	237,367	32,977		2,028
6													
6	Total												
	1,181,074	1,065,073	15,639,584	20,722,437	2,421,715	2,298,532	157,477	15,316,389	1,568,067	3,277,233	14,059,765	2,034,092	859,127

Short Name Code Year	Sahara	Sahayogi	Salpa	Shangrila	Saptakoshi	Sewa	Sajha	Shine	Sindhu	Tinau	Tourism	Western	Total
	12085000	12012000	12094000	12019000	12095000	12037000	12096000	12064000	12084000	12034000	12080000	12028000	
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	
	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	
A	Performing Loan												
1	360,725	2,752,322	199,438	11,597,776	852,933	5,356,645	348,774	8,768,583	1,412,151	3,221,800	10,917,768	1,922,915	206,630,150
2	356,275	2,706,274	187,789	11,442,393	832,120	5,356,645	333,782	8,714,451	1,405,559	3,219,246	10,737,063	1,885,908	202,235,045
3	4,450	46,048	11,649	155,383	20,813	-	14,992	54,132	6,591	2,554	180,706	37,007	4,395,105
B	Non-Performing Loan												
1	6,055	24,384	5,555	69,547	4,630	43,795	21,857	19,587	12,005	24,370	91,319	16,781	2,671,786
2													39,000
3	6,055	20,832	3,174	48,911	3,304	-	8,929	4,723	-	21,927	41,246	116	878,246
4		102	1,630	10,799	1,303	5,108	1,575	2,721	312	1,950	16,603	8,100	379,580
5		3,450	751	9,837	24	38,687	11,354	12,143	11,692	493	33,470	8,566	1,374,959
6													-
6	Total												
	366,781	2,776,706	204,994	11,667,323	857,563	5,400,440	370,632	8,788,170	1,424,155	3,246,170	11,009,087	1,939,696	209,301,936

Annex 12: Other Information of Development Banks (F/Y 2016/17)

Other Informations	Months	Short Name Code												
		Alpine	Bhargav	Deva	Excel	Gandaki	Garima	Green	Hamro	Jyoti	Kabeli	Kailash	Kamana	Kanchan
		12048000	12042000	12031000	12027000	12023000	12051000	12099000	12062000	12060000	12055000	12093000	12056000	12069000
		2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
		As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1	Core Capital	363,559	316,055	1,900,499	584,445	2,720,849	2,779,610	92,965	463,639	2,521,731	136,565	3,037,293	1,110,861	447,097
2	Total Capital	377,663	331,103	2,004,316	621,905	2,897,605	2,926,035	96,575	475,471	2,629,889	84,459	3,201,996	1,181,698	473,778
3	RWA	1,954,120	1,803,950	11,641,748	4,843,572	14,160,504	11,708,981	473,277	1,404,461	8,595,547	699,830	17,041,097	5,953,434	2,838,681
4	Real Estate Loan	-	-	1,075,290	454,498	1,456,753	736,657	3,485	-	596,861	-	1,509,547	546,367	10,431
5	Total Deprived Sector	79,744	85,353	386,196	262,969	705,184	674,800	39,940	48,118	504,621	37,333	765,611	279,826	339,457
6	Total Loan prior Six Month (Push)	1,676,929	1,387,564	8,038,950	3,307,907	11,136,673	11,701,999	310,329	1,016,565	8,017,620	611,524	14,572,822	6,186,190	2,075,176
7	Maximum Loan to a Single Group	90,890	10,000	205,000	71,254	299,022	54,777	51,095	18,000	212,346	-	214,997	58,990	31,853
8	Core Capital of Previous Quarter (Chait)	336,682	200,384	1,705,518	516,602	1,747,410	1,721,965	91,796	198,557	1,435,021	117,652	2,799,541	1,079,012	426,628
9	Weighted average Interest in Deposits	13.7%	1452.0%	789.0%	5.4%	4.3%	7.6%	797.0%	7.4%	7.8%	530.0%	8.4%	8.3%	7.3%
10	Weighted average Interest in Credit	6.1%	808.0%	1389.0%	13.0%	8.8%	13.5%	1471.0%	13.8%	1385.0%	1530.0%	12.9%	12.8%	14.4%
11	Spread Rate	7.6%	6.4%	6.0%	7.6%	5.6%	6.3%	6.8%	6.5%	6.0%	10.0%	4.5%	4.3%	7.0%
12	Base Rate	11.6%	12.3%	11.6%	10.3%	11.1%	12.5%	13.6%	10.2%	12.4%	9.6%	11.6%	11.7%	11.4%
13	Total No. of Branches	14	13	28	20	50	47	2	6	33	5	38	21	13
14	Total No. of ATMs	1	-	10	1	20	9	-	-	14	-	17	9	2
15	Total No. of Debit cards	682	-	19,805	3,800	7,202	15,135	-	-	-	-	25,243	16,963	1,760
16	Total No. of Credit Cards	-	-	-	-	-	-	-	-	-	-	-	-	-
17	Total No. of Depositors	46,711	29,088	140,638	67,433	187,973	194,875	5,185	21,827	98,681	17,992	-	79,788	68,327
18	Total No. of Borrowers	2,986	1,564	7,709	4,202	18,293	18,010	846	1,354	8,058	2,023	6,797	8,137	8,612
19	Total No. of Staffs	121	90	262	137	379	433	29	43	282	35	330	158	120

Other Informations	Months	Short Name Code												
		Kankai	Karnali	Society	Mahalaxmi	Mission	Miteri	Mt. Makalu	Muktinath	N.Community	NIDC	OM	Purnima	Raptiveri
		12038000	12014000	12029000	12005000	12081000	12033000	12083000	12036000	12087000	12002000	12052000	12059000	12077000
		2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
		As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1	Core Capital	210,749	236,148	2,742,824	3,272,913	561,793	582,096	80,659	2,294,482	275,660	3,731,399	2,605,246	537,825	175,460
2	Total Capital	223,293	248,265	2,921,140	3,594,437	585,935	605,285	82,373	2,452,153	291,642	3,770,450	2,764,386	558,925	184,228
3	RWA	1,406,833	1,529,026	19,097,886	21,325,040	2,759,853	2,712,972	196,332	16,540,283	1,892,773	4,232,487	14,730,249	2,512,238	1,005,335
4	Real Estate Loan	23,152	-	1,927,388	1,876,906	65,095	141,778	-	711,709	141,563	97,187	1,917,807	143,885	66,700
5	Total Deprived Sector	53,290	58,701	927,056	938,984	452,988	133,073	15,239	4,461,772	69,917	262,266	704,393	118,532	50,040
6	Total Loan prior Six Month (Push)	1,169,181	1,015,104	13,568,724	19,970,409	2,257,052	2,191,003	140,724	13,094,044	1,532,475	2,810,634	13,275,292	2,046,369	844,406
7	Maximum Loan to a Single Group	-	-	141,579	150,004	66,996	23,500	2,500	97,560	35,392	203,650	120,000	66,118	-
8	Core Capital of Previous Quarter (Chait)	203,485	183,152	1,860,357	1,445,064	318,374	555,844	78,982	2,171,276	266,443	3,474,758	2,298,660	473,346	204,561
9	Weighted average Interest in Deposits	-	-	8.9%	798.0%	1717500.4%	919.0%	5.2%	507.0%	724.0%	8.1%	8.3%	12.6%	9.9%
10	Weighted average Interest in Credit	-	-	13.9%	1370.0%	3082401.1%	1598.0%	15.5%	1171.0%	1454.0%	12.1%	13.5%	7.2%	16.0%
11	Spread Rate	9.1%	-	5.0%	5.2%	7.2%	7.3%	10.2%	664.0%	7.3%	4.0%	4.9%	5.4%	6.6%
12	Base Rate	11.3%	-	12.3%	11.4%	11.0%	12.8%	-	1167.7%	12.0%	18.9%	11.4%	10.8%	12.5%
13	Total No. of Branches	12	11	52	65	9	12	2	59	10	6	41	8	5
14	Total No. of ATMs	-	5	12	38	1	-	-	17,961	2	5	8	3	-
15	Total No. of Debit cards	-	1,309	21,864	35,240	2,164	-	-	17,961	2,429	2,141	13,432	3,905	-
16	Total No. of Credit Cards	-	-	-	-	-	-	-	-	-	-	-	-	-
17	Total No. of Depositors	29,650	63	183,862	332,377	31,779	28,228	4,550	313,510	22,412	8,057	181,226	41,520	12,118
18	Total No. of Borrowers	1,900	1	5,965	14,956	9,840	3,249	1,424	93,004	1,067	1,287	19,581	2,322	2,380
19	Total No. of Staffs	79	122	456	617	106	71	12	698	71	43	326	61	62

Other Informations	Short Name Code Months	Sahara	Sahayogi	Salpa	Shangrila	Saptakoshi	Sewa	Sajha	Shine	Sindhu	Tinau	Tourism	Western
		12085000	12012000	12094000	12019000	12095000	12037000	12096000	12064000	12084000	12034000	12080000	12028000
		2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
As at Asar end		As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
1	Core Capital	97,721	606,663	47,086	19,124,064	242,783	1,309,384	82,039	1,628,890	330,878	578,664	2,500,221	463,752
2	Total Capital	101,507	637,128	49,559	21,160,415	251,104	1,362,951	86,199	1,724,935	344,933	611,412	2,618,233	484,461
3	RWA	444,192	3,315,569	260,941	12,011,446	1,022,418	6,329,924	485,660	10,374,149	1,760	3,897,249	12,356,092	2,361,726
4	Real Estate Loan	351,783	161,403		1,471,968	19,717	158,913	-	987,507		179,117	293,845	-
5	Total Deprived Sector	19,522	133,994	10,845	786,764	65,136	244,453	17,073	394,135	67,471	166,049	467,694	78,499
6	Total Loan prior Six Month (Push)	364,666	2,876,261	205,912	10,570,697	712,355	4,726,323	369,551	8,175,694	1,381,860	3,099,470	9,411,516	1,738,185
7	Maximum Loan to a Single Group	6,000	47,554	5,000	140,383	13,235	70,000	27,900	355,249	82,719	39,492	157,153	10,000
8	Core Capital of Previous Quarter (Chait)	111,895	548,356	37,553	1,678,471	247,407	655,258	82,521	1,554,110	316,638	510,517	1,635,236	574,171
9	Weighted average Interest in Deposits	5.9%	843.0%	531.0%	804.2%	448.9%	7.3%	1.4%	499.0%	336.0%	821.0%	758.0%	550.0%
10	Weighted average Interest in Credit	12.2%	1712.0%	1450.0%	1428.5%	1230.0%	13.6%	7.5%	1151.0%	1152.0%	1402.0%	1329.0%	1241.0%
11	Spread Rate	6.3%	8.7%	10.6%	6.2%	8.0%	6.5%	6.1%	6.5%	7.7%	5.6%	5.3%	6.9%
12	Base Rate	60.7%	12.3%	11.1%	11.1%	12.2%	11.2%		10.1%	10.7%	11.5%	10.7%	9.7%
13	Total No. of Branches	4	7	2	35	10	19	8	28	9	11	29	16
14	Total No. of ATMs	-			14	-	7	-		-	5	13	-
15	Total No. of Debit cards	-			21,338	-	11,748	-		-	6,312	24,176	-
16	Total No. of Credit Cards	-			-	-	-	-		-			-
17	Total No. of Depositors	16,711	61,747		208,239	21,616	77,163	22,980	146,321	27,336	38,525	131,423	45,122
18	Total No. of Borrowers	880	2,944	348	12,046	1,449	6,437	548	6,296	1,285	2,536	6,332	3,143
19	Total No. of Staffs	42	88	28	309	61	173	62	223	93	101	269	122

Annex 13: Sector-wise Statement of Loan of Development Banks

Sector-wise statement of Loan		Short Name	Alpine	Bhargav	Corporate	Deva	Excel	Gandaki	Garima	Green	Hamro	Jyoti	Kabeli	Kailash	Kamana	Kanchan
		Code	12048000	12042000	12057000	12031000	12027000	12053000	12051000	12099000	12062000	12060000	12055000	12093000	12056000	12069000
		Year	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074
		Month	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh
1	Agricultural and Forest Related	167,283	98,636	2,648	403,906	206,497	495,994	548,810	35,066	162,374	233,788	85,464	167,398	209,725	214,665	
2	Fishery Related	-	-	-	3,173	5,711	20,606	6,711	-	-	-	-	1,424	18,981	1,426	
3	Mining Related	-	-	-	-	-	46,956	-	-	-	59,910	-	-	-	-	
4	Agriculture, Forestry & Beverage Production Related	20,126	42,545	30,565	286,942	272,826	516,727	202,103	4,845	-	287,283	1,920	116,591	51,680	94,822	
5	Non-food Production Related	5,808	24,179	74,148	234,392	117,092	324,820	194,661	-	-	464,713	11,115	531,766	204,577	123,408	
6	Construction	112,991	224,461	24,331	1,241,820	590,093	2,884,756	2,212,460	4,559	67,483	1,027,732	140,257	2,161,775	1,192,371	164,632	
7	Power, Gas and Water	-	4,191	-	380,488	-	23,254	17,372	-	-	364,937	-	640,017	-	85	
8	Metal Products, Machinery & Electronic Equipment & Assemblage	2,897	-	5,928	56,228	5,691	144,617	109,199	-	-	74,421	3,459	91,783	138,759	4,749	
9	Transport, Communication and Public Utilities	186,848	129,427	14,615	574,335	69,774	1,516,583	2,014,568	56,650	19,109	812,149	27,269	1,530,622	413,468	187,054	
10	Wholesaler & Retailer	433,233	407,977	21,838	1,126,885	1,017,641	1,862,704	1,153,002	48,841	342,357	1,375,789	122,328	1,652,714	695,100	850,850	
11	Finance, Insurance and Real Estate	-	-	-	687,019	419,620	789,966	477,002	23,486	-	689,636	-	1,525,009	546,367	10,431	
12	Hotel or Restaurant	39,396	35,461	-	147,927	168,405	701,525	293,411	4,960	-	177,057	17,126	470,622	146,922	90,696	
13	Other Services	28,307	65,982	-	421,189	241,619	339,207	154,092	-	2,091	262,029	19,721	530,356	201,774	143,805	
14	Consumption Loans	46,288	41,191	6,674	1,328,813	245,996	1,136,519	1,140,294	54,595	180,799	1,615,919	103,081	1,018,950	482,502	38,442	
15	Local Government	1,966	-	-	10,330	-	-	34	-	-	4,600	-	-	-	-	
16	Others	523,581	387,356	15,609	2,673,174	460,075	5,713,844	4,467,082	135,019	361,533	1,688,261	76,495	4,602,814	1,810,087	383,578	
	TOTAL	1,568,723	1,461,405	196,356	9,576,621	3,821,039	16,518,077	12,990,801	368,021	1,135,747	9,138,221	608,235	15,041,840	6,112,313	2,308,643	

Sector-wise statement of Loan		Short Name	Kankai	Karnali	Lumbini	Mission	Miteri	Mt. Makalu	Muktinath	Narayani	N.Community	NIDC	OM	Purnima	Raptiveri
		Code	12038000	12014000	12075000	12081000	12033000	12083000	12036000	12010000	12087000	12002000	12052000	12059000	12077000
		Year	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074
		Month	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh
1	Agricultural and Forest Related	193,155	167,503	328,578	375,151	221,289	22,888	2,625,779	878	167,768	15,130	380,932	100,212	177,550	
2	Fishery Related	113	-	15,930	5,691	682	-	21,373	-	-	-	109	-	7,226	
3	Mining Related	-	-	62,629	6,340	2,448	-	-	-	-	-	13,332	-	-	
4	Agriculture, Forestry & Beverage Production Related	23,885	21,612	386,431	27,561	89,055	-	189,532	-	88,072	373,377	381,562	38,087	24,231	
5	Non-food Production Related	19,851	-	319,585	9,014	52,177	894	362,033	3,508	148,274	240,280	201,071	47,631	-	
6	Construction	112,927	69,330	1,904,100	119,290	229,676	18,116	2,457,049	9,899	202,079	14,734	3,362,284	130,802	62,620	
7	Power, Gas and Water	4,630	-	1,107,388	-	3,079	-	21,186	-	-	835,444	52,750	-	-	
8	Metal Products, Machinery & Electronic Equipment & Assemblage	1,261	-	31,572	1,659	37,377	-	180,040	-	11,798	11,542	91,781	-	-	
9	Transport, Communication and Public Utilities	10,692	252,576	1,063,394	369,571	135,627	6,863	1,881,896	3,981	56,533	-	2,278,884	124,109	25,883	
10	Wholesaler & Retailer	195,238	250,579	2,522,650	606,471	254,242	16,280	2,284,171	8,128	275,744	338,016	1,549,143	458,019	252,878	
11	Finance, Insurance and Real Estate	20,864	-	1,872,866	55,132	143,043	-	712,253	17,379	162,981	103,110	741,639	143,885	66,111	
12	Hotel or Restaurant	24,073	-	919,459	91,769	55,552	-	635,863	3,792	43,851	343,084	460,933	9,202	14,676	
13	Other Services	7,435	277,844	1,252,969	163,751	62,196	26,149	771,627	-	41,034	405,484	279,264	44,955	8,975	
14	Consumption Loans	148,765	25,629	1,823,491	126,116	190,579	44,145	651,708	19,302	53,419	25,396	1,669,277	102,834	27,319	
15	Local Government	55	-	-	-	1,500	-	-	-	-	-	-	-	-	
16	Others	418,130	-	2,028,540	464,199	820,008	22,141	2,521,878	38,675	316,513	571,636	2,596,867	834,356	191,658	
	TOTAL	1,181,074	1,065,073	15,639,584	2,421,715	2,298,532	157,477	15,316,389	105,542	1,568,067	3,277,233	14,059,827	2,034,092	859,127	

Sector-wise statement of Loan	Short Name	Sahara	Sahayogi	Sajha	Salpa	Shangrila	Saptakoshi	Sewa	Shine	Sindhu	Tinau	Tourism	Western	Mahalaxmi	Total
	Code	12085000	12012000	12096000	12094000	12019000	12095000	12037000	12064000	12084000	12034000	12080000	12028000	12009000	
	Year	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	
	Month	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	
1	Agricultural and Forest Related	7,254	213,568	134,276	65,816	496,492	270,444	465,407	568,135	50,584	312,803	435,933	193,502	494,489	11,517,769
2	Fishery Related	-	13,523	5,828	-	9,633	-	23,849	44,902	-	4,340	35,498	-	29,070	275,800
3	Mining Related	-	-	441	-	24,283	-	28,584	-	-	14,900	15,842	-	175,178	450,844
4	Agriculture, Forestry & Beverage Production Related	8,431	72,283	46,518	996	282,461	-	282,977	348,771	-	90,653	153,426	70,108	744,938	5,673,943
5	Non-food Production Related	3,085	93,686	23,677	1,143	355,456	-	121,912	559,957	-	83,000	445,658	38,841	494,665	5,936,074
6	Construction	-	97,899	15,173	-	1,558,023	38,187	453,223	985,724	266,371	453,064	1,937,705	83,746	990,215	27,621,961
7	Power, Gas and Water	-	1,385	-	-	50,367	-	2,000	-	-	-	130,394	-	368,901	4,007,869
8	Metal Products, Machinery & Electronic Equipment & Assemblage	2,477	-	22,224	2,450	129,533	2,162	26,832	-	-	10,648	210,934	-	145,267	1,557,288
9	Transport, Communication and Public Utilities	8,945	50,326	8,636	199	880,387	668	522,073	636,871	315,805	323,638	887,105	79,218	1,432,575	18,908,925
10	Wholesaler & Retailer	99,123	915,279	64,960	49,760	1,552,577	311,480	1,672,699	2,131,289	594,364	729,854	1,456,064	549,358	2,515,950	32,765,576
11	Finance, Insurance and Real Estate	-	113,251	-	-	1,346,324	19,717	135,672	693,087	8,300	260,351	621,034	-	1,763,971	14,169,507
12	Hotel or Restaurant	2,252	9,555	5,003	26,713	430,527	1,125	138,960	329,668	7,276	89,081	754,126	93,425	1,597,621	8,381,092
13	Other Services	5,621	69,886	4,656	217	660,933	4,519	154,145	602,151	3,512	278,982	159,239	89,375	586,692	8,371,785
14	Consumption Loans	3,776	67,724	9,234	50	676,634	56,476	282,028	379,487	60,776	173,229	581,201	27,573	4,694,477	19,360,708
15	Local Government	-	-	-	-	3,338	-	1,373	-	-	-	-	-	1,395	24,590
16	Others	230,340	1,058,339	30,005	57,650	3,210,356	152,785	1,088,706	1,508,128	117,167	421,626	3,184,931	714,549	4,683,411	50,581,100
	TOTAL	371,305	2,776,706	370,632	204,994	11,667,323	857,563	5,400,440	8,788,170	1,424,155	3,246,170	11,009,087	1,939,696	20,718,816	209,604,830

Annex 14: Product-wise Statement of Loan of Development Banks

Product-wise statement of Loan	Short Name	Code												Kamani
		Year												
		Alpine	Bhargav	Corporate	Deva	Excel	Gandaki	Garima	Green	Hamro	Jyoti	Kabeli	Kailash	
Months	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	
	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	
1 Term Loan		386,529	529,210	12,077	746,699	638,785	800,712	2,920,539	36,682	19,109	1,263,820	190,794	1,908,637	1,715,129
a. Industrial Institutions		1,206	22,664	11,878	367,168	44,377	36,858	23,494			362,088		814,386	43,492
b. Business Institutions		116,611	166,299	199	99,620	96,008	407,492	617,131	4,063		274,557		468,431	174,962
c. Service Sector Institutions			47,442	-	159,403	54,195	196,730	49,187			370,931		512,223	98,811
d. Others		268,711	292,805	-	120,508	444,205	159,632	2,230,727	32,619	19,109	256,243	190,794	113,597	1,397,864
2 Overdraft		748,772	424,210	55,984	943,698	771,488	6,694,767	3,484,211	167,432	197,958	2,365,257	-	2,936,700	1,375,096
a. Industrial Institutions		1,974	48,084	30,835	106,340	60,442	330,373	9,534			109,009		204,810	159,849
b. Business Institutions		391,989	250,429	21,306	561,445	226,241	2,510,549	1,457,607	52,093	197,958	1,668,010		1,524,101	698,337
c. Service Sector Institutions			54,001	3,844	97,634	9,795	414,417	29,025			53,295		141,596	140,770
d. Others		354,809	71,697	-	178,280	475,010	3,439,428	1,988,045	115,339		534,942		1,066,193	376,141
3 Trust Receipt Loan / Import Loan		-	-	-	-	-	-	-	-	-	-	-	-	-
a. Industrial Institutions														
b. Business Institutions														
c. Service Sector Institutions														
d. Others														
4 Demand & Other Working Capital Loan		-	-	71,284	209,523	891,533	56,926	41,779	-	995	311,731	202,947	195,252	20,852
a. Industrial Institutions				63,982	44,405	77,236	5,273	13,285			2,036		27,006	7,450
b. Business Institutions				1,000	48,197	770,405	40,141	1,000		995	291,109	183,122	147,585	11,602
c. Service Sector Institutions				6,302	11,256	42,692	11,512	27,494			15,088		18,370	1,800
d. Others					105,665	1,200	-	-			3,497	19,825	2,292	
5 Residential Personal Home Loan (Up to Rs. 10 million)		124,146	215,331	15,808	872,109	449,016	2,332,749	1,835,037	6,746	63,003	709,449	57,419	2,146,021	1,050,299
6 Real Estate Loan		-	-	-	1,075,290	454,498	1,456,753	736,657	3,485	-	596,861	-	1,509,547	546,367
a. Residential Real Estate except Residential Personal Home Loan Up to Rs. 10 million						27,911	16,966	227,208			27,767		260,692	
b. Commercial Complex & Residential Apartment Construction Loan				205,000	5,550	261,050					33,874			
c. Lending on Income Generated Commercial Complex				66,184			291,631						187,032	28,742
d. Other Real Estate (Including Land Purchase & Plotting)				804,106	421,037	1,178,736	217,817	3,485	-	535,220	-	1,061,822	517,625	
i. Land Purchase and Plotting Loan				422,245	387,498	235,108	213,770	3,485					62,865	444,971
ii. Loan of 5M or and above without specified purpose (P/L,M/L and Flexi Loan etc.)				198,464	28,688	934,085		-		535,220			712,694	72,654
iii. Others				183,398	4,852	9,543	4,047						286,264	
7 Margin Nature Loan		-	-	-	736,837	41,274	249	3,500	21,300	9,650	675,572	-	673,341	4,050
a. Loan above Rs. 1 Crore					205,682	-	-		21,300		110,004		468,593	
b. Loan above Rs. 50 Lakh to 1 Crore					177,601	16,013	-				99,826		51,152	
c. Loan above Rs. 25 Lakh to 50 Lakh					115,959	20,860	-	3,500		5,000	192,013		60,835	
d. Loan below Rs. 25 Lakh					237,595	4,401	249			4,650	273,729		92,760	4,050
8 Hire Purchase Loan		216,979	127,115	23,088	819,126	88,431	1,763,793	2,345,055	57,839	139,215	881,521	18,935	1,966,151	673,529
a. Business Purpose		1,239	7,129	16,651	692,150	47,086	1,519,996	2,066,979	55,190	137,281	669,133	17,156	1,629,169	580,133
b. Personal Purpose		215,740	119,986	6,437	126,976	41,345	243,797	278,075	2,649	1,934	212,387	1,779	336,982	93,396
9 Deprived Sector Loan		79,744	85,353	9,121	364,910	262,969	705,184	674,800	39,940	48,918	504,621	37,333	765,611	279,826
10 Bills Purchased														
11 Other Product		12,553	80,185	8,993	3,808,428	223,044	2,706,944	949,224	34,597	656,898	1,829,390	100,807	2,940,579	447,164
a. Credit Card														
b. Education Loan		1,245	6,940		54,953	13,723	52,450	27,762	4,000	2,091	7,550		9,596	55,516
c. Small & Medium Industrial Loan					890,784	-	157,128	18,035		87,991	525,065		92,982	
d.		11,299	32,054	-	2,214,664	178,628	1,069,004	615,172	27,605	293,331	1,296,774	21,883	554,387	243,924
e.			23,745	8,993	177,291	26,023	341,133	272,366	2,992	24,889		78,924	328	141,132
f.			-		144,691	4,670		15,889		56,408			139,262	6,592
g.		10	17,446		2,789		528,679			3,680			2,144,024	
h.							319,244			156,574				
i.							239,306							
j.					323,256					24,593				
TOTAL LOAN & ADVANCES		1,568,723	1,461,405	196,356	9,576,621	3,821,039	16,518,077	12,990,801	368,021	1,135,747	9,138,221	608,235	15,041,840	6,112,313

Product-wise statement of Loan	Short Name Code Year Months	Kanchan	Kankai	Karnali	Lumbini	Mission	Miteri	Mt. Makalu	Muktinath	Narayani	N.Community	NIDC	OM	Purnima	Raptiveri
		12069000	12038000	12014000	12075000	12081000	12033000	12083000	12036000	12010000	12087000	12002000	12052000	12059000	12077000
		2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074
		Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh	Ashadh
1	Term Loan	142,442	316,139	272,191	2,685,003	116,040	54,948	51,407	2,660,521	4,484	64,168	2,089,655	610,494	-	97,675
	a. Industrial Institutions	4,251	6,622	21,612	871,021	16,719				3,508		683,407	55,757		
	b. Business Institutions	95,778	113,902	250,579	114,575	23,194	54,948		747,740		60,196	799,763	459,799		
	c. Service Sector Institutions	27,100	25,195		1,473,208	16,925					3,971	606,484	94,542		97,675
	d. Others	15,313	170,420		226,199	59,202		51,407	1,912,781	976			396		
2	Overdraft	794,640	258,077	359,865	4,296,359	816,278	389,326	-	2,815,974	38,675	465,750	636,341	1,301,086	322,842	44,221
	a. Industrial Institutions	81,370	3,352		517,074							237,392	104,958		
	b. Business Institutions	577,317	133,105	195,283	2,519,831	576,303	388,622		2,085,002		455,442	307,222	1,118,556		
	c. Service Sector Institutions	88,391	11,850		802,086	24,515					10,309	80,102	77,571		
	d. Others	47,563	109,770	164,582	457,368	215,460	705		730,972	38,675		11,625	-	322,842	44,221
3	Trust Receipt Loan / Import Loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	a. Industrial Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	b. Business Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	c. Service Sector Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	d. Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Demand & Other Working Capital Loan	60,005	-	-	180,170	-	-	11,657	-	8,128	23,820	77,701	213,767	511,618	543,999
	a. Industrial Institutions	4,154			76,756							69,901	20,662		2,555
	b. Business Institutions	43,390			36,929					8,128	23,820	7,500	140,507	461,366	
	c. Service Sector Institutions	12,461			37,010							300	26,000	50,252	
	d. Others	-			29,476			11,657					26,598		541,444
5	Residential Personal Home Loan (Up to Rs. 10 million)	164,640	111,637	69,330	1,474,274	85,804	204,985	18,116	1,657,478	9,899	161,184	11,716	2,083,274	130,802	
6	Real Estate Loan	9,838	23,152	-	1,945,781	65,095	141,778	-	711,709	17,379	134,981	97,187	1,917,808	143,885	66,700
	a. Residential Real Estate except Residential Personal Home Loan Up to Rs. 10 million				210,675								764,686	143,885	46,269
	b. Commercial Complex & Residential Apartment Construction Loan	-			107,930						34,990	91,637	10,992		
	c. Lending on Income Generated Commercial Complex	-			100,994				41,282				46,650		
	d. Other Real Estate (Including Land Purchase & Plotting)	9,838	23,152	-	1,526,182	65,095	141,778	-	670,427	17,379	99,992	5,550	1,095,480	-	20,431
	i. Land Purchase and Plotting Loan	9,838	12,491		819,532		141,778		276,834	17,379			342,919		20,431
	ii. Loan of 5M or and above without specified purpose (P/L,M/L and Flexi Loan etc.)	-	7,795		628,677				393,593			99,992	532,708		
	iii. Others	-	2,866		77,973	65,095						5,550	219,852		
7	Margin Nature Loan	7,998	-	-	715,995	-	-	-	-	17,152	-	-	145,321	250	-
	a. Loan above Rs. 1 Crore	-			276,711					11,052			33,487		
	b. Loan above Rs. 50 Lakh to 1 Crore	-			203,758					5,800			35,479		
	c. Loan above Rs. 25 Lakh to 50 Lakh	5,550			160,140								35,807		
	d. Loan below Rs. 25 Lakh	2,448			75,387					300			40,548	250	
8	Hire Purchase Loan	192,332	77,223	252,576	1,502,131	366,648	178,901	5,062	2,135,996	3,981	102,705	17,630	2,562,745	184,100	25,883
	a. Business Purpose	180,971	34,689	1,585	1,178,537	291,700	27,816	1,225	1,977,154	2,729	81,284	17,630	2,284,775	124,109	25,883
	b. Personal Purpose	11,361	42,534	250,991	323,593	74,948	151,085	3,836	158,842	1,252	21,421	-	277,970	59,991	
9	Deprived Sector Loan	336,957	53,291	58,701	882,857	452,988	133,073	15,239	4,461,772	3,694	69,917	262,266	704,393	118,619	50,040
10	Bills Purchased	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	Other Product	599,791	341,555	52,410	1,957,014	518,863	1,195,520	55,996	872,938	2,150	545,541	84,736	4,520,939	621,976	30,609
	a. Credit Card	-			-										
	b. Education Loan	12,054	5,755	6,000	15,925	1,475	27,487		21,804		3,995		172,810	4,438	8,933
	c. Small & Medium Industrial Loan	171,954	6,885		32,072	12,533	268,914	894					12,246	90,985	21,676
	d.	37,552	67,081	108,802	794,812	504,855	824,725	53,894	6,252	2,150	145,513	1,464	774,644	30,502	
	e.	80,079	132,048	25,629	931,660		1,000	442	344,605		17,805	977	251,912	60,015	
	f.	298,151	129,786	(88,021)	182,544		6,443	766	386,118		31,998	62,296	506,143		
	g.				-		66,951		106,748		228,156	20,000	373,482	423,943	
	h.				-				2,250		118,074		2,429,702	12,092	
	i.				-				2,393						
	j.				-				2,768						
TOTAL LOAN & ADVANCES		2,308,643	1,181,074	1,065,073	15,639,584	2,421,516	2,298,532	157,477	15,316,389	105,542	1,568,067	3,277,233	14,059,827	2,034,092	859,127

Product-wise statement of Loan	Short Name Code Year	Sahara	Sahayogi	Sajha	Salpa	Shangrila	Saptakoshi	Sewa	Shine	Sindhu	Tinau	Tourism	Western	Mahalaxmi	Total
		12085000	12012000	12096000	12094000	12019000	12095000	12037000	12064000	12084000	12034000	12080000	12028000	12009000	
		2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	2074	
1	Term Loan	-	-	138,955	37,211	3,081,674	269,337	1,452,852	1,383,663	148,738	365,998	2,820,383	797,995	2,272,214	33,102,908
	a. Industrial Institutions			2,638	-	235,059		157,141	168,554		134,704	40,503		927,440	5,056,546
	b. Business Institutions			9,330	13,506	279,452	58,074	525,986	362,610	98,309	231,294	586,395	175,302	229,733	7,715,839
	c. Service Sector Institutions			-	-	467,462		36,631	306,228			265,292	95,657	624,644	5,629,937
	d. Others			126,988	23,704	2,099,701	211,263	733,093	546,271	50,429		1,928,193	527,036	490,397	14,700,586
2	Overdraft	-	-	191,718	100,280	3,236,722	406,271	2,307,861	667,903	564,018	1,206,925	3,492,826	858,450	5,736,992	51,474,977
	a. Industrial Institutions			7,050	-	446,326		380,567			227,312	41,212	73,480	964,963	4,146,304
	b. Business Institutions			61,265	59,675	1,126,282	253,936	1,339,539		445,546	515,747	2,117,879	240,935	2,066,717	26,144,267
	c. Service Sector Institutions			1,978	-	575,047	5,507	147,281			150,927	220,192		669,172	4,013,524
	d. Others			121,425	40,605	1,089,067	146,829	440,475	667,903	118,472	312,939	1,113,543	339,814	2,036,141	17,170,882
3	Trust Receipt Loan / Import Loan	-	-	-	-	-	-	-	-	-	-	-	-	10,085	10,085
	a. Industrial Institutions													-	-
	b. Business Institutions													10,085	10,085
	c. Service Sector Institutions													-	-
	d. Others													-	-
4	Demand & Other Working Capital Loan	336,283	1,290,521	-	-	-	-	19,200	2,828,295	2,997	-	390,576	10,936	2,074,464	10,586,961
	a. Industrial Institutions	8,831						6,541	702,954			5,200		455,388	1,593,615
	b. Business Institutions	53,261						12,659	1,802,326			304,323	10,936	970,481	5,370,782
	c. Service Sector Institutions							-	323,015	2,997		10,732		25,667	622,948
	d. Others	274,192	1,290,521					-	-	-		70,321		622,927	2,999,615
5	Residential Personal Home Loan (Up to Rs. 10 million)		36,350	14,560		1,136,917	38,187	258,027	691,305	263,835	456,332	1,707,125	83,746	1,269,980	22,016,637
6	Real Estate Loan	-	161,403	-	-	1,471,968	19,717	158,913	987,507	-	179,117	296,813	-	1,876,906	16,807,094
	a. Residential Real Estate except Residential Personal Home Loan Up to Rs. 10 million					66,537		-	294,420			69,197		121,985	2,278,198
	b. Commercial Complex & Residential Apartment Construction Loan					243,000		-			23,919			185,098	1,203,040
	c. Lending on Income Generated Commercial Complex					-		-						-	762,515
	d. Other Real Estate (Including Land Purchase & Plotting)	-	161,403	-	-	1,162,431	19,717	158,913	693,087	-	155,199	227,616	-	1,569,822	12,563,341
	i. Land Purchase and Plotting Loan		62,177			269,892		-			37,673			552,891	4,333,778
	ii. Loan of 5M or and above without specified purpose (P/L,M/L and Flexi Loan etc.)		99,226			892,538		48,187			117,526	162,517		1,016,931	6,481,495
	iii. Others					0	19,717	110,726	693,087			65,098		-	1,748,068
7	Margin Nature Loan	-	-	-	-	68,216	-	3,550	10,500	12,531	3,470	58,231	-	626,477	3,835,464
	a. Loan above Rs. 1 Crore					-				12,531		8,791		153,594	1,301,746
	b. Loan above Rs. 50 Lakh to 1 Crore					19,850						23,211		172,021	804,711
	c. Loan above Rs. 25 Lakh to 50 Lakh					20,567		3,550	10,500			9,746		123,753	767,780
	d. Loan below Rs. 25 Lakh					27,799					3,470	16,483		177,108	961,227
8	Hire Purchase Loan	11,178	20,304	6,044	-	1,402,538	10,363	730,321	894,054	315,805	264,346	1,388,681	79,218	2,703,254	24,554,797
	a. Business Purpose		19,243	2,969		1,168,615	668	473,807	636,871	282,458	257,562	1,166,160	79,218	2,029,097	19,786,050
	b. Personal Purpose	11,178	1,060	3,075		233,923	9,695	256,514	257,183	33,347	6,784	222,521		674,158	4,768,747
9	Deprived Sector Loan	19,522	133,994	17,073	10,845	786,764	65,136	244,453	394,135	67,471	166,049	467,694	78,499	2,502,026	16,415,800
10	Bills Purchased														-
11	Other Product	4,322	1,134,134	2,282	56,658	482,524	48,551	225,262	930,808	48,760	603,934	386,757	30,852	1,646,418	30,800,107
	a. Credit Card														-
	b. Education Loan	1,956	35,387			20,429			311,355	515	41,218	50,428	3,279	10,169	991,241
	c. Small & Medium Industrial Loan		14,116			53,655	1,769	11,347						24,942	2,495,973
	d.	1,586	79,490	2,282	55,078	255,409	46,782	213,916	607,651	41,613	100,269	336,330	27,573	606,355	12,285,304
	e.	780	8,688		1,580	112,483			11,802	6,632	245,005			571,535	3,902,495
	f.		361			40,548					149,517			427,454	2,501,614
	g.		610,158								5,219			311	4,531,596
	h.		318,159								62,707			2,174	3,420,977
	i.		67,774											665	317,479
	j.													2,811	353,428
TOTAL LOAN & ADVANCES		371,305	2,776,706	370,632	204,994	11,667,325	857,563	5,400,440	8,788,170	1,424,155	3,246,170	11,009,087	1,939,696	20,718,816	209,604,830

Annex 15: Investment details of Loan of Development Banks

Short Name Code	Alpine	Bhargav	Deva	Excel	Gandaki	Garima	Green	Hamro	Jyoti	Kabeli	Kailash	Kamana
	12048000	12042000	12031000	12027000	12023000	12051000	12099000	12062000	12060000	12055000	12093000	12056000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
Capital & Liabilities	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
5. Investment	2,117	13,964	314,374	38,555	401,490	187,641	-	23,623	569,483	-	577,457	82,733
5.1 Govt. Treasury Bill			89,827								48,310	79,891
5.2 Govt. Bonds			10,000		325,000	130,000			387,200		260,000	
5.3 NRB Bond												
5.4 Deposit Auction												
5.5 Licensed Institutions			20,088	588								2,842
5.6 Foreign Bank/Bonds												
5.7 Other Domestic Organizations	2,117		74,795	37,967	8,942	57,641		23,623	182,283		269,147	
5.8 Other investment		13,964	119,665		67,548							

Short Name Code	Kanchan	Kankai	Karnali	Society	Mahalaxmi	Mission	Miteri	Mt. Makalu	Muktinath	N.Community	NIDC	OM	Purnima	Raptiveri
	12069000	12038000	12014000	12029000	12005000	12081000	12033000	12083000	12036000	12087000	12002000	12052000	12059000	12077000
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74
Capital & Liabilities	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end
5. Investment	13,953	425	-	987,780	1,182,115	206	471	-	166,921	1,123	119,506	677,194	23,087	-
5.1 Govt. Treasury Bill												22,228		
5.2 Govt. Bonds				583,450							40,000	500,700		
5.3 NRB Bond					848,875									
5.4 Deposit Auction														
5.5 Licensed Institutions				404,330					166,921					
5.6 Foreign Bank/Bonds														
5.7 Other Domestic Organizations											79,506			
5.8 Other investment	13,953	425			333,240	206	471			1,123		154,266	23,087	

Short Name Code	Sahara	Sahayogi	Salpa	Shangrila	Saptakoshi	Sewa	Sajha	Shine	Sindhu	Tinau	Tourism	Western	Total
	12085000	12012000	12094000	12019000	12095000	12037000	12096000	12064000	12084000	12034000	12080000	12028000	
	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	2073/74	
Capital & Liabilities	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	As at Asar end	
5. Investment	-	2,000	-	494,626	-	42,304	3,628	41,493	19,891	89,902	551,657	-	6,629,719
5.1 Govt. Treasury Bill						20,000							260,256
5.2 Govt. Bonds				399,860				10,000			520,000		3,166,210
5.3 NRB Bond									10,000	75,000			933,875
5.4 Deposit Auction													-
5.5 Licensed Institutions				94,766							19,530		709,065
5.6 Foreign Bank/Bonds													-
5.7 Other Domestic Organizations		2,000					3,628			14,902	12,127		768,676
5.8 Other investment						22,304		31,493	9,891				791,636

Annex 16: Industry Statistics

Annex 16.1: DB's Operations

Particulars	Rs In billion							Percentage Change					
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2017/18	2011/12	2012/13	2013/14	2014/15	2015/16	2017/18
	Total Assets												
Industry	138.45	169.69	209.88	242.26	291.56	334.84	295.55	22.56	23.68	15.43	20.35	14.84	(14.84)
Deposits													
Industry	96.90	127.32	160.25	196.87	237.06	278.20	239.04	31.39	25.87	22.85	20.41	17.35	(14.09)
Loans and Advances													
Industry	88.97	100.62	132.73	159.55	193.47	232.59	209.30	13.09	31.91	20.21	21.26	20.22	(10.01)

Annex 16.2: Capital Fund

Particulars	Rs. In Billion							Percentage Change					
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Industry	23.41	23.85	26.75	31.02	37.17	43.16	46.42	1.88	12.16	15.96	19.83	16.12	7.55

Annex 16.3: Deposit Mix

Year	In Billion							% Change					
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Current	2	3	3	4	5	7	5	42.82	10.73	35.23	28.68	29.88	-24.81
Saving	43	61	83	104	121	137	96	41.79	36.58	25.58	16.09	13.02	-29.98
Fixed	31	37	45	53	62	66	93	20.19	20.50	18.27	16.54	5.87	41.21
Other	21	26	29	35	48	69	45	25.68	10.20	20.90	38.28	41.62	-34.37
Total	97	127	160	197	237	278	239	31.39	25.87	22.85	20.41	17.35	-14.09

Annex 16.4: Non Performing Loan

Particulars	Non Performing loan to total loans and advances							Percentage change					
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Industry	4.92	4.65	4.15	3.37	2.82	5.17	1.28	-5.49	-10.75	-18.80	-18.80	83.33	-75.24

Annex 16.5: Non Banking Assets

Particulars	Rs in Million							Percentage change					
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Industry	12.7	276.0	940.3	848.3	2390.0	783.1	390.2	2069.46	240.70	-9.78	181.74	-67.23	-50.1692

Annex 16.6: Investment

Particulars	Amount in Million							Percentage Change					
	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Industry	5,863.20	5,354.20	5,107.20	4,846.82	5,420.26	7456.39	6629.72	-0.10	-0.05	-0.05	0.11	27.31	-0.12

Annex 16.7: Liquid assets to Deposits & Liquid assets to total assets

Rs. In billion

Year	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Liquid Assets	29.41	47.39	52.28	68.25	79.93	74.03	70.94
Deposit	96.89	127.30	160.24	200	237.06	278.20	239.04
Liquid Assets/Deposit	30.36%	37.22%	32.63%	34.14%	33.72%	26.61%	29.68

Year	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17
Liquid Assets	29.41	47.39	52.28	68.25	79.93	74.03	70.94
Total Assets	138.45	169.69	209.88	242.26	291.04	334.84	295.55
Liquid assets/ Total Assets	21.24%	27.93%	24.91%	28.17%	28.17%	22.11%	24.00

Annex 16.8: Operation efficiency of Development Banks

Particulars	Amount in Billion					Percentage Change			
	2012/13	2013/14	2014/15	2015/16	2016/17	2013/14	2014/15	2015/16	2016/17
Interest Income	19.98	21.58	22.68	24.99	24.30	8.04	5.09	10.18	-2.76
Net Interest Income	7.58	8.97	10.85	12.68	12.43	18.36	20.94	16.87	-1.97
Net Income	1.64	3.17	5.42	7.10	6.12	93.27	71.04	31.09	-13.80

Annex 16.9: Consolidated financial figures of Development Banks

Figures on Million

SN	Particulars	2009-10	2010-11	2011-12	2012-13	2013-14*	2014-15*	2015/16*	2016/17*
1	Capital	14,756.4	21,006.8	21,500.2	23,731.0	26,977.7	27,674.0	33687.8	34192.3
2	Reserves and Surplus	2,532.5	2,400.5	2,347.5	3,022.4	4,039.3	4,933.0	7940.6	10087.2
3	Borrowings	4,442.8	4,700.0	1,193.0	2,753.6	2,408.5	2,454.0	2993.9	876.4
4	Deposits	76,950.8	96,886.7	127,300.1	160,244.4	196,870.4	237,063.0	278198.0	239043.7
5	Bills Payable	6.0	17.8	18.9	8.4	200.2	49.0	108.6	42.6
6	Other Liabilities	9,563.7	13,435.7	17,332.2	20,124.1	11,764.0	16,186.0	11654.1	10533.1
	Total Capital & Liabilities	90,963.3	115,040.2	145,844.2	183,130.4	211,243.0	263,880.0	292954.6	295555.1
8	Cash Balance	1,932.3	2,465.0	3,646.2	4,833.1	6,125.2	6,978.0	7888.3	6805.7
9	Balance With NRB	2,698.2	3,511.9	5,968.6	7,458.0	8,942.6	14,006.0	15835.4	12554.2
10	Balance with other Banks and financial institutions	10,492.3	9,718.0	14,348.1	12,061.3	23,783.9	22,821.0	21410.3	15619.3
11	Money At call	10,913.5	13,716.4	23,424.5	27,931.3	29,401.4	36,120.0	40609.0	35964.2
12	Investment	6,801.8	5,863.2	5,354.2	5,107.2	4,845.8	5,420.0	7456.4	6629.7
13	Loan and Advances	65,838.1	88,969.0	100,621.8	132,729.4	159,547.0	193,471.0	232589.9	209301.9
14	Fixed Assets	2,774.8	3,828.1	3,904.5	4,742.9	4,159.5	4,162.0	3856.8	3484.1
15	Non- Banking Assets	24.3	12.7	276.0	940.3	848.3	2,390.0	92.9	390.3
16	Other Assets	6,776.9	10,363.1	12,148.0	14,080.2	4,606.2	6,193.0	5098.7	4805.6
	Total Assets	108,252.2	138,447.5	169,691.9	209,883.8	242,260.0	291,561.0	334837.8	295555.1

* Audited figures

Annex 17: Circulars issued to Bank and Financial Institutions (FY 2016/17)

S.N.	Circular No	Name of the Circular Issued to A, B & C Class Financial Institutions
1	Circular 01	Addition-Amendments to Unified Directives 2072 & Guidelines
2	Circular 02	Cash Dividend & Refund through Bank Account
3	Circular 03	Basel II, Real Estate, Margin Lending, Multiple Banking & Refinance
4	Circular 04	Deprived Sector, Agriculture Project Loan & Branch Displaced in Insurgency related
5	Circular 05	CRR Related
6	Circular 06	Branch Opening Related
7	Circular 07	Unified Directives 2073
8	Circular 08	Branch Opening During Dashain & Tihar Festival
9	Circular 09	Amendment in Arthik Punaruddar Kosh
10	Circular 10	Directors Education, Employees Training, Regional Office & Refinance
11	Circular 11	Corporate Social Responsibility Related
12	Circular 12	Supreme Court Direction
13	Circular 13	Productive Sector Related
14	Circular 14	Technical Service Agreement
15	Circular 15	Watchlist, TR, Revolving Loan LTV Ratio, CCD Ratio & Call Deposit Related
16	Circular 16	CCD Ratio Monitoring & Penalty Related
17	Circular 17	Supreme Court Direction 2
18	Circular 18	Interest Subsidy on Agriculture & Livestock Loan Bylaws, 2073
19	Circular 19	Clarification on General Saving, Deposit Account; & Processing & Commitment Fees Related
20	Circular 20	Interest Rate, LTV, Deprived Sector & Account Payee Cheque Related
21	Circular 21	Consortium of Loan to MFIs related
22	Circular 22	Bank Opening on Asar End, 2074 related
23	Circular 23	New Directive no. 19 related

Annex 18: Existing Acts, Bylaws and Guidelines

The following are the key policy documents that guide NRB's regulatory and supervision function:

- Nepal Rastra Bank Act, 2002
- Bank and Financial Institutions Act, 2073
- Company Act, 2006
- Bank and Financial Institution Debt Recovery Act, 2000
- Banking Offense and Punishment Act, 2007 (Ammend 2016)
- Asset (Money) Laundering Prevention Act, 2008
- Act Relating to Institutions Acting as Financial Intermediary, 1999 (Amended, 2002)
- Foreign Exchange (Regulation) Act, 2019
- Insolvency Act, 2063
- Secured Transaction Act, 2063
- Nepal Rastra Bank, Inspection and Supervision By-Laws, 2013
- Nepal Rastra Bank, Banks and Financial Institutions Prompt Corrective Action Bylaw, 2017
- Unified Directives to Licensed Bank and Financial Institutions
- New Capital Adequacy Framework, 2007 (Updated, 2008 for DBs) and 2015 for CBs
- Monetary Policy
- Banking Service Fee Guidelines
- Risk Management Guidelines, 2010
- Stress Testing Guidelines, 2012
- Internal Capital Adequacy Assessment Process - ICAAP Guidelines, 2012 (Updated 2013)
- Information Technology Guidelines, 2012
- Other circulars issued for the BFIs