

Everest Bank Limited

Loans, Advances (including bills purchase and discounted) and Provisions (as on 15 July 2004)

July 16, 2003 Amount Rs.	Particulars	Loans				Total	Bills Purchased & Discounted					July 15, 2004 Amount Rs.
		Local		Others	Foreign		Local			Foreign	Total	
		Priority Sector					Priority Sector	Others	Others			
		Insured	Others	Insured	Others							
	1. Performing Loans											
4,938,390,206	Good		589,570,264	5,377,696,271		5,967,266,535			10,936,034	12,883,149	23,819,183	5,991,085,718
	2. Non-performing											
41,954,709	2.2. Sub-standard		21,478,300	8,934,272		11,082,572						11,082,572
38,055,772	2.3. Doubtful		3,690,258	36,804,475		40,494,733						40,494,733
31,180,622	2.4. Bad		1,082,943	52,095,121		53,178,064						53,178,064
5,049,581,309	a) Total Loan		596,491,765	5,475,530,139		6,072,021,904			10,936,034	12,883,149	23,819,183	6,095,841,087
	3. Loan loss provision											
80,423,477	3.1. Good		6,147,820	129,136,393		135,284,213			109,360	128,832	238,192	135,522,405
10,488,677	3.2. Sub-standard		537,075	2,233,568		2,770,643						2,770,643
19,027,886	3.3. Doubtful		1,845,129	18,402,237		20,247,366						20,247,366
31,180,622	3.4 Bad		1,082,943	52,095,121		53,178,064						53,178,064
141,120,662	b) Total Provision		9,612,967	201,867,319		211,480,286			109,360	128,832	238,192	211,718,478
	4. Upto last year											
68,657,091	4.1 Good		5,733,528	74,430,639		80,164,167			69,185	190,125	259,310	80,423,477
3,933,127	4.2 Sub-standard		415,445	10,073,232		10,488,677						10,488,677
6,664,138	4.3 Doubtful		271,936	18,755,950		19,027,886						19,027,886
16,496,033	4.4 Bad		1,957,268	29,192,290		31,149,558				31,064	31,064	31,180,622
	Provision Write-Back		923,300			923,300				139,920	139,920	1,063,220
95,750,389	c) Upto Last Year		7,454,877	132,452,111		139,906,988			69,185	81,269	150,454	140,057,442
45,370,273	d) Addition/Deduction for the year		2,158,090	69,415,208		71,573,298			40,175	47,563	87,738	71,661,036
4,90,460,647	Net Loans (A-B)		586,878,798	5,273,662,820		5,860,541,618			10,826,674	12,754,317	23,580,991	5,884,122,609

Appendix- I

Nepal SBI Bank Limited

Comparative Balance Sheet (Amount in Actual)

CAPITAL & LIABILITIES	FY 2060/61	FY 2061/62	FY 2062/63	FY 2063/64	FY 2064/65
1. Share Capital	426,875,900	431,865,600	640,236,100	647,798,400	874,527,840
2. Reserve & Funds	199,760,826	257,147,460	342,137,628	515,492,451	540,116,972
3. Debentures & Bonds	-	-	200,000,000	200,000,000	200,000,000
4. Borrowings	117,177,914	469,628,863	612,428,650	815,365,219	1,627,480,190
5. Deposits	7,198,327,428	8,654,774,214	11,002,040,633	11,445,286,030	13,715,394,960
6. Bills Payable	-	31,123,670	46,238,743	48,855,749	75,115,471
7. Proposed & Dividend Payable	-	3,878,232	35,469,706	91,024,235	12,228,852
8. Income Tax Liabilities	-	-	-	-	-
9. Other Liabilities	498,263,740	114,603,212	157,287,664	137,378,475	142,581,889
Total Capital & Liabilities	8,440,405,808	9,963,021,251	13,035,839,124	13,901,200,559	17,187,446,174
ASSETS					
1. Cash Balance	161,222,496	143,749,918	244,187,671	287,530,644	308,101,599
2. Balance with NRB	703,204,306	390,025,828	626,123,385	556,678,464	403,810,203
3. Balance with FI	-	189,969,554	247,847,352	278,481,119	631,048,524
4. Money at Call & Short Notice	-	123,112,500	215,000,000	350,000,000	304,012,877
5. Investment	1,907,520,790	2,607,680,003	3,758,975,484	2,659,452,919	3,088,886,918
6. Loans, Advance and Bills	5,143,662,078	6,213,878,776	7,626,736,137	9,460,450,701	12,113,698,428
7. Fixed Assets	62,350,191	66,451,924	66,711,798	97,218,804	120,222,259
8. Non- Banking Assets	-	7,254,994	24,555,992	3,847,024	-
9. Other Assets	462,445,947	220,897,754	225,701,305	207,540,884	217,665,366
Total Assets	8,440,405,808	9,963,021,251	13,035,839,124	13,901,200,559	17,187,446,174

Nepal SBI Bank Limited
Profit and Loss Account
(FY 2060/61 - FY 2064/65)

PARTICULARS	FY 2060/61	FY 2061/62	FY 2062/63	FY 2063/64	FY 2064/65
1. Interest Income	493,598,313	578,372,070	708,718,614	831,116,781	970,512,681
2. Interest Expenses	255,919,216	258,430,003	334,770,096	412,261,744	454,917,713
Net Interest Income	237,679,097	319,942,067	373,948,518	418,855,037	515,594,968
3. Commission and Discount	30,666,943	42,568,260	40,753,985	52,591,560	50,917,830
4. Other Operating Incomes	8,219,762	11,275,211	7,136,575	12,601,352	19,557,259
5. Exchange Fluctuation Income	30,615,953	32,357,149	43,060,315	49,463,539	51,989,275
Total Operating Income	307,181,755	406,142,687	464,899,393	533,511,488	638,059,332
6. Staff Expenses	32,510,008	37,582,219	50,539,528	53,232,464	74,890,269
7. Other Operating Expenses	82,180,035	90,628,615	99,214,082	120,111,581	152,379,842
8. Exchange Fluctuation Loss	-	-	-	-	-
Operating Profit before provision for possible loss	192,491,712	277,931,853	315,145,783	360,167,443	410,789,221
9. Provision for Possible Losses	118,724,771	193,242,637	146,656,796	59,376,948	57,463,909
Operating profit	73,766,941	84,688,216	168,488,987	300,790,495	353,325,312
10. Non Operating Income/Loss	(570,628)	1,442,831	(2,926,272)	(256,759)	(271,006)
11. Provision for Possible Loss Written Back	48,505,543	52,972,631	54,177,763	78,515,105	29,782,580
Profit from REgular Operations	121,701,856	139,103,678	219,740,478	379,048,841	382,836,886
12. Profit/Loss from extra-ordinary activities	-	-	-	-	-

Net profit after considering all activities	121,701,856	139,103,678	219,740,478	379,048,841	382,836,886
13. Provision for Staff Bonus	12,170,186	13,910,368	19,976,407	34,458,986	34,803,353
14. Provision for Income Tax	48,679,997	67,806,676	82,762,098	89,681,011	100,262,775
* Current Year's	48,679,997	67,806,676	66,120,456	86,704,011	105,745,947
* Previous Year's	-	-	16,641,642	2,977,000	870,463
Deffered Tax	-	-	-	-	(6,353,635)
Net Profit/Loss	60,851,673	57,386,634	117,001,973	254,908,844	247,770,758

Nepal SBI Bank Limited

Table Risk Weighted Assets Statement

Particulars	Weight age	Ashad End 2064		Ashad End 2065	
		Amount	Risk Weighted Assets	Amount	Risk Weighted Assets
(A) On-Balance					
(B) Sheet Assets					
Cash Balance	-	287,530,644	-	308,101,599	-
Gold (Tradable)	-	-	-	-	-
Balance with Nepal Rastra Bank	-	556,678,464	-	403,810,203	-
Investments in Govt. Securities	-	2,227,404,516	-	2,762,828,586	-
Investments in NRB Bonds	-	118,175,000	-	272,725,000	-
Fully secured loan against own FD Receipt	-	178,668,079	-	89,981,791	-
Fully secured loan against Govt. Securities	-	252,904,826	-	9,238,986	-
Int. Receivable on govt. bonds & saving bonds	-	-	-	19,919,970	-
Balances with Domestic Licensed Banks and FIs	20%	11,837,405	2,367,481	19,451,178	3,890,236
Fully secured FDR loan against FD receipt of other FIs	20%	100,000,000	20,000,000	210,123,208	42,024,642
Balances with Foreign Banks	20%	266,643,714	53,328,742	611,597,346	122,319,469

Money at Call	20%	350,000,000	70,000,000	304,012,877	60,802,575
Loan against guarantees of Internationally rated banks	20%	-	-	-	-
Other ivestments in internationally rated banks	20%	281,934,403	56,386,881	20,511,832	4,102,366
Investment in Shares, Debebtures and Bonds	100%	31,939,000	31,939,000	32,821,500	32,821,500
Other Investments	100%	-	-	-	-
Loans, Advances and Bills Purchased/ Discounted	100%	9,533,479,290	9,533,479,290	12,436,872,229	12,436,872,229
Fixed Assets	100%	97,218,804	97,218,804	120,222,259	120,222,259
All other assets (Except net advance tax deposit)	100%	139,615,198	139,615,198	115,437,680	15,437,680
Net Other Interest Receivable	100%	17,621,721	17,621,721	30,799	30,799
Total (A)		14,451,651,062	10,021,957,116	17,737,687,043	12,938,523,755
(B) Off-Balance Sheet Items					
Bills Collection	0%	11,623,047	-	31,740,170	-
Forward Foreign Exchange Contract	10%	98,505,354	9,850,535	5,813,748	581,375
LC with maturity of	20%	1,494,541,691	298,908,338	1,876,531,781	375,306,356

less than 6 months					
Guarantes provided against counter guarantee of internationally rated foreign banks	20%	616,304,143	123,260,829	518,849,806	103,769,961
LC with maturity of more than 6 months	50%	-	-	-	-
Bid Bond	50%	17,482,228	8,741,114	26,999,184	13,499,592
Performance Bond	50%	336,565,214	168,282,607	313,280,084	156,640,042
Advance payment Guarantee	100%	21,742,487	21,742,487	31,115,882	31,115,882
Financial guarantee	100%	1,742,300	1,742,300	42,060,000	42,060,000
Other Guarantee	100%	4,717,875	4,717,875	89,975,243	89,975,243
Irrevocable Loan Commitment	100%	-	-	-	-
Contingent Liabilities in respect of Income Tax	100%	-	-	-	-
All other contingent Liabilities	100%	214,075,359	214,075,359	224,236,111	224,236,111
Total (B)		2,817,299,698	851,321,444	3,160,602,009	1,037,184,562
Total Risk Weighted Assets (A+B)		17,268,950,759	10,873,278,560	20,898,289,052	13,975,708,317

Nepal SBI Bank Limited

Table Risk Weighted Assets Statement

Particulars	Weight age	Ashad End 2062		Ashad End 2063	
		Amount	Risk Weighted Assets	Amount	Risk Weighted Assets
(A) On-Balance Sheet Assets					
Cash Balance	0%	143,749,917	-	244,187,671	-
Gold (Tradable)	0%	-	-	-	-
Balance with Nepal Rastra Bank	0%	390,025,828	-	626,123,385	-
Investments in Govt. Securities	0%	2,588,141,003	-	3,591,773,064	-
Investments in NRB Bonds	0%	-	-	-	-
Fully secured loan against own FD Receipt	0%	84,665,000	-	222,779,717	-
Fully secured loan against Govt. Securities	0%	7,122,000	-	6,559,000	-
Balances with Domestic Licensed Banks and FIs	20%	8,602,791	1,720,558	10,413,018	2,082,604
Fully secured FDR loan against FD receipt of other FIs	20%	90,642,000	18,128,400	7,00,000	140,000
Balances with Foreign Banks	20%	181,366,763	36,273,353	237,434,334	47,486,866
Money at Call	20%	123,112,500	24,622,500	363,200,000	72,640,000
Loan against guarantees of Internationally rated banks	20%	46,997,000	9,399,400	-	-
Other investments in internationally rated banks	20%	-	-	-	-
Investment in Shares, Debtors and Bonds	100%	19,539,000	19,539,000	19,539,000	19,539,000
Other Investments	100%	-	-	-	-
Loans, Advances and Bills Purchased/Discounted	100%	6,509,921,218	6,509,921,218	8,011,417,827	8,011,417,827
Fixed Assets	100%	132,884,734	132,884,734	66,711,798	66,711,798
All other assets (Except net advance tax deposit)	100%	610,504,867	610,504,867	243,428,404	243,428,404
Net other interest receivable (gross interest receivable- Interest receivable on govt. bonds-interest suspense)	100%	18,046,098	18,046,098	12,658,653	12,658,653
Total (A)		10,955,320,719	7,381,040,128	13,665,925,871	8,485,105,152
(B) Off-Balance Sheet Items					
Bills Collection	0%	3,337,855	-	50,633,074	-

Forward Foreign Exchange Contract	10%	-	-	-	-
LC with maturity of less than 6 months (full value)	20%	959,874,998	191,975,000	908,943,282	181,788,656
Guarantes provided against counter guarantee of internationally rated foreign banks	20%	444,025,413	88,805,083	490,746,154	98,149,231
LC with maturity of more than 6 months (full value)	50%	-	-	-	-
Bid Bond	50%	1,504,350	752,175	4,524,873	2,262,436
Performance Bond	50%	162,948,194	81,474,097	214,230,914	107,115,457
Advance payment Guarantee	100%	22,443,817	22,443,817	41,448,591	41,448,591
Financial guarantee	100%	1,875,000	1,875,000	9,065,800	9,065,800
Other Guarantee	100%	7,467,352	7,467,352	17,069,900	17,069,900
Irrevocable Loan Commitment	100%	-	-	-	-
Contingent Liabilities in respect of Income Tax	100%	31,395,790	31,395,790	5,351,557	5,351,557
All other contingent Liabilities	100%	80,433,212	80,433,212	211,913,993	211,913,993
Total (B)		1,715,305,980	506,621,525	1,953,928,138	674,165,621
Total Risk Weighted Assets (A+B)		12,670,626,699	7,887,661,653	15,619,854,009	9,159,270,773

Nepal SBI Bank Limited

Table Risk Weighted Assets Statement

Particulars	Weight age	FY 2059/60		FY 2060/61	
		Amount	Risk Weighted Assets	Amount	Risk Weighted Assets
(A) On Balance Sheet Assets					
Cash Balance	0%	269,658,649	-	161,222,496	-
Gold (Tradable)	0%	-	-	-	-
Balance with Nepal Rastra Bank	0%	894,124,354	-	580,452,845	-
Investments in Govt. Securities	0%	1,189,389,300	-	1,871,459,790	-
Investments in NRB Bonds	0%	-	-	18,175,000	-
Fully secured loan against own FD Receipt	0%	188,778,000	-	32,038,000	-
Fully secured loan against Govt. Securities	0%	10,947,000	-	12,843,000	-
Balances with Domestic Licensed Banks and FIs	20%	12,226,478	2,445,296	7,269,530	1,453,906
Fully secured FDR loan against FD receipt of other FIs	20%	-	-	632,000	126,400
Balances with Foreign Banks	20%	157,524,374	31,504,875	115,481,931	23,096,386
Money at Call	20%	-	-	-	-
Loan against guarantees of Internationally rated banks	20%	228,295,000	45,659,000	-	-
Other investments in internationally rated banks	20%	-	-	-	-
Investment in Shares, Debentures and Bonds	100%	17,886,000	17,886,000	17,886,000	17,886,000
Other Investments	100%	-	-	-	-
Loans, Advances and Bills Purchased/Discounted	100%	4,464,379,227	4,464,379,227	5,552,247,607	5,552,247,607
Fixed Assets	100%	110,604,119	110,604,119	116,830,455	116,830,455
All other assets	100%	485,763,787	485,763,787	462,445,947	462,445,947
Total (A)		8,029,576,288	5,158,242,304	8,948,984,600	6,174,086,701
(B) Off-Balance Sheet Items					
Bills Collection	0%	4,867,053	-	2,621,464	-
Forward Foreign Exchange Contract	10%	73,628,750	7,362,875	-	-
LC with maturity of less than 6 months (full value)	20%	458,543,745	91,708,749	596,761,088	119,352,218
Guarantes provided against counter guarantee of internationally rated foreign banks	20%	249,392,678	49,878,535	118,119,868	23,623,973

LC with maturity of more than 6 months (full value)	50%	-	-	-	-
Bid Bond	50%	1,530,000	765,000	1,594,500	797,250
Performance Bond	50%	46,899,948	23,449,974	76,708,998	38,354,499
Advance payment Guarantee	100%	9,786,286	9,786,286	10,486,286	10,486,286
Financial guarantee	100%	35,000,000	35,000,000	39,475,000	39,475,000
Other Guarantee	100%	-	-	-	-
Irrevocable Loan Commitment	100%	-	-	-	-
Contingent Liabilities in respect of Income Tax	100%	17,083,805	17,083,805	17,083,805	17,083,805
All other contingent Liabilities	100%	166,346,583	166,346,583	128,706,770	128,706,770
Total (B)		1,063,078,848	401,381,807	991,557,780	377,879,801
Total Risk Weighted Assets (A+B)		9,092,655,136	5,559,624,111	9,940,542,380	6,551,966,502

Nepal SBI Bank Limited

Table of Capital Fund

(FY 2060/61 - FY 2064/65)

PARTICULARS	FY 2060/61	FY 2061/62	FY 2062/63	FY 2063/64	FY 2064/65
(A) Core Capital	620,797,323	682,847,846	964,420,051	1,145,478,649	1,394,064,015
1. Paid Up Capital	426,875,900	431,865,600	640,236,100	647,798,400	874,527,840
2. Share Premium	-	-	-	-	-
3. Non-Redeemable Preference Shares	-	-	-	-	-
4. General Reserve Fund	105,831,520	117,308,846	140,709,241	191,691,010	241,245,162
5. Cumulative Profit/Loss	2,886,583	5,283,520	1,705,920	665,892	1,528,836
6. Capital Redemption Reserve	-	-	-	-	-
7. Capital Adjustment Reserve	85,203,320	128,389,880	192,413,490	60,000,000	230,000,000
8. Other Free Reserve (Debenture Red, Reserve & Proposed Bonus share)	-	-	-	255,300,869	57,142,858
Less : Goodwill	-	-	-	-	-
Investment in excess of prescribed limit	-	-	-	-	-
Fictitious Assets	-	-	1,701,700	1,034,522	689,681
Investments in securities of companies with financial interest	-	-	-	-	-
Investments in the shares underwritten of Himalayan Distillery & Alliance Insurance	-	-	8,943,000	8,943,000	9,691,000
(B) Supplementary Capital	96,407,093	62,028,539	278,150,196	299,321,607	328,122,783
1. Loan Loss Provision on Pass Loan	90,567,690	55,863,325	70,841,219	91,486,927	117,922,667
2. Asset Revaluation Reserve	-	-	-	-	-
3. Hybrid Capital Instruments	-	-	-	-	-
4. Unsecured Subordinated Term Debt	-	-	200,000,000	200,000,000	200,000,000
5. Exchange Equalization Reserve	5,839,403	6,165,214	7,308,977	7,834,680	10,200,116
6. Additional Loan Loss Provision	-	-	-	-	-
7. Investment Adjustment Reserve	-	-	-	-	-
8. Provision for Loss on Investment	-	-	-	-	-
(C) Total Capital Fund (A+B)	717,204,416	744,876,385	1,242,570,247	1,444,800,256	1,722,186,798

(D) Min. Capital Fund required to be maintained on the basis of Risk Weighted Assets					
Capital Fund (@11%)	720,716,315	867,642,782	1,007,519,785	1,196,060,642	1,537,327,915
Core Capital (@5.5%)	360,358,158	433,821,391	503,759,892	598,030,321	768,663,957
Capital Fund (Excess/Short) - Excess (@1.32%)	(3,511,899)	(122,766,397)	235,050,462	248,739,614	184,858,883
Core Capital (Excess/Short) - Excess (@4.47%)	260,439,165	249,026,456	460,660,159	547,448,328	625,400,058

Appendix- II

Everest Bank Limited

Profit and Loss Account from 1st Shrawan 2060 to 31 Ashadh 2061

(17 July 2003 to 15 July 2004)

July 16, 2003 Amount Rs.	Particulars	Sche	July 15, 2004 Amount Rs.	July 16, 2003 Amount Rs.	Particulars	Sche	July 15, 2004 Amount Rs.
307,638,902	1. Interest Expenses	15	316,366,263	520,173,468	1. Interest Income	18	657,249,073
37,367,961	2. Employees Expenses	16	48,530,293	61,503,871	2. Commission & Discounts	19	74,331,079
93,585,169	3. Operating Expenses	17	103,807,528	32,207,956	3. Income on Exchange Fluctuation	20	27,793,563
—	4. Exchange Fluctuation Loss	20	—	1,249,046	4. Non-Operating Income	21	1,867,192
—	5. Non-Operating Expenses	21	—	20,198,007	5. Other Income	22	23,817,848
—	6. Loan Write-Off		—				
45,746,389	7. Loan Loss Provision		81,779,696				
15,099,393	8. Staff Bonus		23,457,497				
41,714,106	9. Provision for Income Tax		67,550,795				
94,180,428	10. Net profit Carried Down		143,566,683				
635,332,348	Total		785,058,755	635,332,348	Total		785,058,755

Everest Bank Limited

Fixed Assets

(As on 15th July 2004)

July 16, 2003 Amount Rs.	Particular	Land	Building	Vehicles	Machinery	Office Equipment	Others	July 15, 2004 Amount Rs.
	1. At Cost							
121,893,476	a. Up to Last Year	19,726,525	21,567,175	11,006,599	5,364,260	92,310,269	6,805,820	156,780,648
38,165,683	b. Addition this year	6,040,000	2,293,554	4,615,121	—	9,733,751	2,237,750	24,920,176
	c. Revaluation /Written Back							
(2,898,819)	d. Disposal/ sale		—	—	—	—	—	—
(379,692)	e. Write Off		—		—	(3,626,214)	—	(3,626,214)
156,780,648	Total at Cost	25,766,525	23,860,729	15,621,720	5,364,260	98,417,806	9,043,570	178,074,610
	2. Depreciation							
32,718,055	a. Up to Last Year	—	764,085	3,958,062	1,755,106	41,228,821	2,488,719	50,194,793
19,495,428	b. This year	—	1,116,824	1,989,847	920,802	14,092,375	1,625,087	19,744,935
	c. Revaluation/ Written back							
(2,018,690)	d. Disposal/ Sale		—	—	—	(2,297,631)	—	(2,297,631)
50,194,793	Total Depreciation	—	1,880,909	5,947,909	2,675,908	53,023,565	4,113,806	67,642,097
106,585,855	3. Book Value (1-2)	25,766,525	21,979,820	9,673,811	2,688,352	45,394,241	4,929,764	110,432,513
	4. Capital Works in Progress		5,038,000					5,038,000

3,004,739	5. Leasehold Improvements						2,904,115	2,904,115
109,590,594	Total (3+4+5)	25,766,525	27,017,820	9,673,811	2,688,352	45,394,241	7,833,879	118,374,628

Everest Bank Limited

Operating Expenses

For the Financial Year 2060/61

Previous Year Rs.	Particulars	This Year Rs.
15,345,932	1. House Rent	16,986,150
4,192,638	2. Electricity & Water Charges	4,700,128
	3. Repair & Maintenance	—
	a. Building	181,299
473,613	b. Vehicles	820,620
—	c. Others	
923,009	4. Insurance Premium	2,158,907
7,622,660	5. Postage, Telex, Telephone, Fax	9,101,020
1,546,946	6. Office Equipment/Furniture & Maintenance	2,566,204
1,617,346	7. Traveling Expenses	2,866,483
3,490,033	8. Printing & Stationery	4,160,117
213,886	9. Newspaper & Magazine	324,617
1,920,822	10. Advertisement	3,171,922
297,566	11. Legal Expenses	502,119
106,485	12. Donation	136,588
	13. Board Expenses	—
160,000	a. Meeting Fee	164,500
299,569	b. Other Expenses	113,887
2,083,586	14. Annual General Meeting Expenses	2,196,981
	15. Audit Expenses	—
73,205	a. Audit Fee	80,000
110,819	b. Other Expenses	82,393
7,571,358	16. Remittance Commission	1,614,872

19,495,428	17. Depreciation	19,744,935
—	18. Pre-operating Expenses Write Off	—
475,630	19. Share Issue Expenditure	—
8,931,241	20. TSA Fee Reimbursement	9,513,906
975,340	21. Entertainment	1,121,119
1,569,289	22. Amortization	1,657,010
2,781,866	23. Security Expenses	3,159,418
—	24. Loan Insurance Premium	—
571,303	25. Commission & Discounts	771,949
	26. Others	—
1,233,520	a. Business Promotion	1,943,367
138,010	b. NRB Penal Interest	—
99,205	c. Consultancy Charges	351,864
180,000	d. Honorarium Paid to Director	240,000
730,753	e. Registration/Renewals	744,402
1,437,701	f. Misc.	2,270,518
1,052,984	g. Fuel & Lubricant	1,191,990
318,128	h. Assets Written Off	1,213,054
4,171,411	i. Special Fee HMG/N	3,377,540
466,272	j. Temporary driver's wages	584,619
554,583	k. Software/Hardware Maintenance Contract Expenses	1,234,934
50,000	l. Cash Loss	520,647
303,032	m. Loss on Sale of Non-Banking Assets	2,237,449
93,585,169	Total	103,807,528

Everest Bank Limited

Table of Risk Weighted Assets & Capital Adequacy

ON-BALANCE-SHEET ITEMS	Weight	July 16, 2003 Amount		July 15, 2004 Amount	
		Weighted Assets		Weighted Assets	
1. Cash Balance	—	136,659	—	128,757	—
2. Gold (Tradable)					
3. Balance with Nepal Rastra Bank	—	730,331	—	442,243	—
4. Investments in Govt. Securities	—	1,599,351	—	2,466,429	—
5. Investment in NRB Bonds					
6. Advance against own Fixed Deposit Receipts	—	112,816	—	133,797	—
7. Advance against Government Securities	—	227,209		186,204	—
8. Balance with local banks & financial institutions	0.20	5,911	1,182	4,931	986
9. Advance against other bank's Fixed Deposit Receipts	0.20	10,095	2,019	6,427	1,285
10. Balance with Foreign Banks	0.20	266,668	53,334	55,873	11,175
11. Money at Call & Short Notice	0.20			187,445	37,489
12. Advance against gurantee of International Rated Banks	0.20				
13. Investment in International Rated Banks	0.20	37,512	7,502	52,115	10,423
14. Investment in Shares, Debentures & Bonds	1.00	17,114	17,114	17,114	17,114
15. Other Investments	1.00				
16. Loans, Advances & Bills Purchased	1.00	4,699,461	4,699,461	5,769,413	5,769,413
17. Fixed Assets	1.00	109,591	109,591	118,374	118,374
18. Other Assets	1.00	240,612	240,612	251,166	251,166
TOTAL (A)		8,193,330	5,130,815	9,820,288	6,217,425
OFF BALANCE SHEET ITEMS					
1. Bills Collection	—	38,813	—	45,406	—
2. Forward Foreign Exchange Contracts	0.10	178,028	17,803	5,947	595
3. Letter of credits with maturity less than 6 months	0.20	1,536,143	307,229	1,297,844	259,569
4. Guarantee against counter guarantee of International rated foreign bank	0.20	162,475	32,495	91,615	18,323
5. Letter of credits with maturity more than 6 months	0.50	202,321	101,161	454,031	227,015
6. Bid Bond	0.50	22,756	11,378	19,568	9,784

7. Performance Bond	0.50	141,231	70,616	254,773	127,387
8. Advance payment guarantee	1.00	9,757	9,757	19,234	19,234
9. Financial guarantee	1.00	25,776	25,776	42,619	42,619
10. Other guarantee	1.00	—	—	—	—
11. Irrevocable loan commitment	1.00		—		—
12. Contingent liabilities against Income Tax	1.00		—	2,856	2,856
13. Other contingent liabilities	1.00		—		—
TOTAL (B)		2,317,300	576,215	2,233,893	707,382
Total Risk Weighted Assets (A+B)		10,510,630	5,707,030	12,054,181	6,924,807

Everest Bank Limited

Balance Sheet As Of 31/03/2061

(15th July, 2004)]

Capital and Liabilities				Assets			
July 16, 2003 Amount Rs.		Sche.	July 15, 2004 Amount Rs.	July 16, 2003 Amount Rs.		Sche.	July 15, 2004 Amount Rs.
455,000,000	1. Share Capital	1	455,000,000	136,658,509	1. Cash in Hand	7	128,757,118
157,824,701	2. Reserve & Surplus	2	225,318,543	1,002,910,267	2. Bank Balance	8	503,047,813
—	3. Loans	3	—	—	3. Money at Call and Short Notice	9	187,445,000
6,694,963,060	4. Deposit Liabilities	4	8,063,902,086	1,653,977,060	4. Investments	10	2,535,657,694
22,101,054	5. Bills Payable	5	22,027,038	4,908,460,647	5. Loans, Advances & Bills Purchase	11	5,884,122,609
722,320,310	6. Other Liabilities	6	842,323,194	109,590,594	6. Fixed Assets	12	118,374,628
				240,612,048	7. Other Assets	13	251,165,999
8,052,209,125	Total		9,608,570,861	8,052,209,125	Total		9,608,570,861

CLASSIFICATION OF LOANS AND BILLS PURCHASE & PROVISIONING
(END OF ASHAD 2064)

July 16, 2003 Amount Rs.	Particulars	Loans					Total	Bills Purchased & Discounted					July 15, 2004 Amount Rs.
		Local		Others	Foreign	Local			Foreign	Total			
		Priority Sector				Priority Sector		Others					
		Insured	uninsured	Insured	uninsured								
7,736,119,625	1. Performing Loans	337,699,121	286,930,750	8,793,518,182	153,210	941,8301,263	-	-	58,560,580	159,434,610	187,995,190	9,606,296,453	
7,393,297,710	1.1 pass	315,570,180	286,930,750	8,472,022,422	153,210	9,074,676,562	-	-	28,560,580	159,434,610	187,995,190	9,262,671,752	
342,821,915	1.2 restructured	22,128,941		321,495,760	-	343,624,701	-	-	-	-	-	343,624,701	
505,336,919	2. Non-performing loan	102,23,531	5,434,390	443,097,820		458,755,741	-	-	-	-	-	458,755,741	
1,797,016	21. sub-standard	1,473,780	820,302	990,730		3284,812	-	-	-	-	-	3,284,812	
34,842,595	2.2. Doubtful	5,718,111		5,449,880		11,167,991	-	-	-	-	-	11,167,991	
499,697,308	2.3 Loss	3,031,640	4,614,088	436,657,210	-	444,302,938	-	-	-	-	-	444,302,938	
8,241,456,544	A. Total loan	347,922,652	292,365,140	9,236,616,002	153,210	9,877,057,004	-	-	28,560,580	159,434,610	187,995,190	10,065,052,194	
	3.Loan loss provision						-	-	-	-	-		
70,841,219	3.1 Pass	790,916	2,869,308	85,945,219	1532	89,606,975	-	-	285,606	1,594,346	1,879,952	91,486,927	
46,277,979	3.2 Restructured	691,530		65,769,635		66,461,165	-	-	-	-	-	66,461,165	
318,214	3.3 Sub-Standard	92,111	205,075	247,683		544,869	-	-	-	-	-	544,869	
1,921,296	3.4 Doubtful	1,167,704		2,724,940		3,892,644	-	-	-	-	-	3,892,644	
495,361,697	3.5 Loss	944,590	4,614,088	436,657,210		442,215,888	-	-	-	-	-	442,215,888	
614,720,407	B. Total provisioning	3,686,851	7,688,471	591,344,687	1532	602,721,541	-	-	285,606	1,594,346	1,879,952	604,601,493	
	4.Provisioning up to previous year						-	-	-	-	-		
55,863,326	4.1 Pass	1,059,316	2,768,572	65,301,373		69,129,261	-	-	113,693	15,898,264	1,711,957	70,841,218	
51,961,431	4.2 Restructured	662,059		45,615,920		46,277,979	-	-	-	-		46,277,979	
2,494,642	4.3 Sub-standard	43,680		274,534		3,182,148	-	-	-	-		318,214	
1,020,691	4.4 Doubtful		-	1,921,298		19,212,898	-	-	-	-		1,921,298	
414,128,352	4.5 Loss	1,445,204	7,619,268	486,297,225		49,5361,697	-	-	-			495,361,697	
525,468,442	C. Total previous year's provision	3,210,259	10,387,840	599,410,350		613,008,449	-	-	13,693	1,598,264	17,119,757	614,720,406	
47,509,483	D. Written Back from previous year's	775,530	273,137	66,972,097		68,020,764	-	-				68,020,764	
136,761,447	E. Additional Provisional of Current Year	1,252,122	(2,426,232)	58906434	1532	57,733,856	-	-	171,913	(3918)	167,996	57,901,851	

89,251,964	F. Changes this year	476,592	(2,699,369)	(8065663)	1532	(10,286,908)	-	-	171,913	(3918)	167,996	(10,118,913)
7,626,736,137	Net Loan(A-B)	344,235,801	284,676,669	8645271315	151678	9,274,335,463		-	28,274,974	157,840,264	186,115,238	9,460,450,701