RMA Disclosure

*All items in 000' Ngultrum

Item 1 : Tier 1 Capital and its sub-components

S.No		31-12-2018	31-12-2017
1	**Total Tier 1 Capital**	**1,662,075**	**1,313,949**
a	Paid up Capital	600,317	507,317
b	General Reserves	886,754	802,716
c	Share premium Account	-	
d	Retained Earnings	180,004	13,916
	Less:-		
e	Losses for the Current Year		
f	Holdings of Tier 1 instruments issued by other Fis	4,999.83	9,999.83

Item 2: Tier 2 Capital and its sub-components

S.No		31-12-2018	31-12-2017
1	**Total Tier II Capital**	**724,348**	**690,991**
a	Capital Reserve	-	
b	Fixed Assets Revaluation Reserve	-	
c	Exchange Fluctuation Reserve	-	
d	Investment Fluctuation Reserve	-	
e	Research and Development Fund	135,685	108,946
f	General Provision	158,662	152,045
g	Capital Grants	-	
h	Subordinated Debt	430,000	430,000
i	Profit for the Year	-	

Item 3: Risk Weighted Assets (Current Year and Previous Year)

31-12-2018				
Sl#	**Assets**	**Balance Sheet Amount**	**Risk Weight (%)**	**Risk Weighted Asset**
1	Zero - Risk Weighted Assets		0%	-
2	20% - Risk Weighted Assets	2,541,377	20%	508,275
3	50% - Risk Weighted Assets	15,767	50%	7,883
4	100% - Risk Weighted Assets	15,956,681	100%	15,956,681
5	150% - Risk Weighted Assets	740,644	150%	1,110,965
6	200% - Risk Weighted Assets	-	200%	-
7	250% - Risk Weighted Assets	-	250%	-
8	300% - Risk Weighted Assets		300%	-
	Add: Risk Weighted Assets for Operational Risk			1,182,216
	Grand Total	**19,254,469**		**18,766,021.41**

Bhutan Development Bank Limited

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31-12-2017				
Sl#	**Assets**	**Balance Sheet Amount**	**Risk Weight (%)**	**Risk Weighted Asset**
1	Zero - Risk Weighted Assets	4,055,352	0%	-
2	20% - Risk Weighted Assets	2,803,345	20%	560,669
3	50% - Risk Weighted Assets	11,686	50%	5,843
4	100% - Risk Weighted Assets	15,809,771	100%	15,809,771
5	150% - Risk Weighted Assets	1,063,175	150%	1,594,763
6	200% - Risk Weighted Assets	-	200%	
7	250% - Risk Weighted Assets	-	250%	
8	300% - Risk Weighted Assets		300%	-
	Add: Risk Weighted Assets for Operational Risk			1,255,726
Grand Total		**23,743,329**		**19,226,772**

Item 4: Capital Adequacy Ratios

		31-12-2018	**31-12-2017**
1	**Tier 1 Capital**	1,662,075	1,313,949
a	Of which Counter-Cyclical Capital Buffer (CCyB) (If applicable)	469,151	32,849
b	Of which sectoral Capital Requirments (SCR) (if applicable)	-	
	i Sector 1	-	
	ii Sector 2	-	
	iii Sector 3	-	
2	**Tier 2 Capital**	724,348	690,991
3	**Total qualifying capital**	2,345,900	2,004,940
4	Core CAR	8.86%	8.02%
a	Of which CCyB (if applicable) expressed as % of RWA	469,151	32,849
b	Of which SCR(if applicable) expressed as % of Sectoral RWA		
	i Sector 1	-	
	ii Sector 2	-	
	iii Sector 3	-	
5	CAR	12.50%	10.40%
6	Leverage ratio	6.74%	5.40%

Item 5: Loans and NPL by Sectoral Classification

SL#	Sector	31-12-2018		31-12-2017	
		Total Loans	NPL (Amount)	Total Loans	NPL (Amount)
a	Agriculture	5,640,244.61	1,078,208.52	5,606,031.89	1,170,807.80
b	Production & Manufacturing	848,162.08	288,271.90	934,450.49	281,102.83
c	Service	2,841,988.48	932,006.41	3,102,055.41	1,246,742.78
d	Trade & Commerce	1,414,999.70	401,417.32	1,487,887.55	416,549.09
e	Loans to FI (s)	259,955.39	-	150,492.55	-
f	Housing	3,359,189.08	517,520.79	3,094,785.80	630,905.53
g	Transport	1,116,035.22	194,680.89	1,293,658.31	210,375.34
h	Personal loan	2,553,595.90	409,717.77	2,439,331.91	313,145.05
i	Staff Loan	314,921.25	16,219.46	342,084.16	8,528.45
j	Education Loan	392,089.96	66,654.52	313,755.18	1,040.98
k	Loan Against Fixed Deposit	85,142.71	81.05	25,886.49	497.32
l	Loan to Govt. owned Corporation	-	-	-	-
m	Others	97,406.96	17,834.40	45,940.72	601.10
	Total	**18,923,731**	**3,922,613.04**	**18,836,360.46**	**4,280,296.27**

Item 6: Loans (Over-drafts and term Loans) by types of counter-party

Sl#	Counter party	31-12-2018	31-12-2017
1	**Overdrafts**		
a	Government	-	
b	Government Corporation	-	
c	Public Companies	-	
d	Private Companies	394,340	298,723
e	Individuals	3,136,359	3,046,130
f	Commercial Banks	-	
g	Non-Bank Financial Institutions	259,955	
2	**Term Loans**		
a	Government	-	
b	Government Corporation	-	
c	Public Companies	-	
d	Private Companies	479,300	544,032
e	Individuals	14,652,315	14,742,306
f	Commercial Banks	-	
g	Non-Bank Financial Institutions	-	200654

Item 7 : Assets (net of provisions) and liabilities by Residual Maturity (Current Year And Previous Year)

31-12-2018	On Demand	1-30 days	31-90 days	91-180 days	181-270 days	271-365 days	Over 1 year	Total
Cash in hand	686,262	0	0	0	0	0	0	686,262
Govt Securities	0	0	0	0	0	0	0	0
Investment Securities	0	0	0	0	0	0	459,714	459,714
Loans & Advances to Bank	0	0	0	0	0	0	0	0
Loans & Advances to Customers(net)	(89,130)	62,767	416,913	642,409	1,075,927	861,078	12,978,013	15,947,978
Others Assets	2,881,643	2,140,465	575,089	1,009,465	155,711	63,565	789,713	7,615,651
Total	**3,478,775**	**2,203,233**	**992,001**	**1,651,873**	**1,231,638**	**924,643**	**14,227,440**	**24,709,604**
Amounts Owed to Others Bank	0	1,931	16,896	11,845	18,827	11,845	807,374	868,717
Demand Deposits	594,205	0	0	0	0	0	0	594,205
Savings Deposits	4,580,204	0	0	0	0	0	0	4,580,204
Time Deposit	67,758	948,888	1,006,260	1,426,558	2,611,032	1,403,023	7,430,913	14,894,432
Bonds & Others Negotiable Instruments	0	0	0	0	0	0	430,000	430,000
Other Liabilities	186,889	67,635	39,537	36,344	203,979	60,194	2,747,468	3,342,045
Total	**5,429,056**	**1,018,454**	**1,062,693**	**1,474,746**	**2,833,839**	**1,475,061**	**11,415,754**	**24,709,604**
Assets/Liabilities	64.08%	216.33%	93.35%	112.01%	43.46%	62.69%	124.63%	100.00%
Net Mismatch in Each Time Interval	1,950,282	(1,184,779)	70,692	(177,127)	1,602,200	550,418	(2,811,687)	0
Cumulative Net Mismatch	1,950,282	765,503	836,195	659,068	2,261,268	2,811,687	0	0

31-12-2017	On Demand	1-30 days	31-90 days	91-180 days	181-270 days	271-365 days	Over 1 year	Total
Cash in hand	727,602	0	0	0	0	0	0	727,602
Govt Securities	0	0	0	0	0	0	0	0
Investment Securities	0	0	0	0	0	0	758,614	758,614
Loans & Advances to Bank	0	0	0	0	0	0	0	0
Loans & Advances to Customers(net)	106,313	88,695	404,688	618,137	792,982	861,390	12,761,448	15,633,653
Others Assets	2,207,904	1,535,596	916,457	634,402	191,009	37,641	752,930	6,275,939
Total	**3,041,819**	**1,624,291**	**1,321,145**	**1,252,539**	**983,991**	**899,030**	**14,272,992**	**23,395,808**
Amounts Owed to Others Bank	0	929	108,129	1,604	9,058	5,699	417,951	543,370
Demand Deposits	759,902	0	0	0	0	0	0	759,902
Savings Deposits	3,799,128	0	0	0	0	0	0	3,799,128
Time Deposit	209,096	1,354,335	779,635	2,368,540	2,824,603	867,410	6,690,424	15,094,042
Bonds & Others Negotiable Instruments	0	0	0	0	0	0	430,000	430,000
Other Liabilities	83,897	66,109	27,284	75,337	222,011	61,289	2,233,438	2,769,365
Total	**4,852,024**	**1,421,372**	**915,048**	**2,445,481**	**3,055,672**	**934,398**	**9,771,813**	**23,395,808**
Assets/Liabilities	62.69%	114.28%	144.38%	51.22%	32.20%	96.21%	146.06%	100.00%
Net Mismatch in Each Time Interval	1,810,205	(202,919)	(406,097)	1,192,942	2,071,681	35,368	(4,501,179)	0
Cumulative Net Mismatch	1,810,205	1,607,286	1,201,189	2,394,131	4,465,811	4,501,179	0	0

Item 8 : Assets (net of provisions) and liabilities by Orginal Maturity (Current Period and Previouos Year)

31-12-2-18	On Demand	1-30 days	31-90 days	91-180 days	181-270 days	271-365 days	Over 1 year	Total
Cash in Hand	686,262	0	0	0	0	0	0	686,262
Govt Securities	0	0	0	0	0	0	0	0
Investment Securities	0	0	0	0	0	0	459,714	459,714
Loans & Advances to Bank	0	0	0	0	0	0	0	0
Loans & Advances to Customers	6,453	(4)	2,198	3,898	303	742,038	15,193,091	15,947,978
Others Assets	2,881,643	1,393,456	181	1,333,437	941,559	30,405	1,034,970	7,615,651
Total	**3,574,358**	**1,393,452**	**2,379**	**1,337,335**	**941,862**	**772,444**	**16,687,775**	**24,709,604**
Amounts owed to Others Bank	0	1,931	16,896	11,845	18,827	11,845	807,374	868,717
Demand Deposits	594,205	0	0	0	0	0	0	594,205
Savings Deposits	4,580,204	0	0	0	0	0	0	4,580,204
Time Deposit	0	0	3,995	391,358	981,872	671,114	12,846,093	14,894,432
Bonds & Others Negotiable Instruments	0	0	0	0	0	0	430,000	430,000
Other liabilities	181,724	43,810	5,105	6,447	13,135	22,268	3,069,556	3,342,045
Total	**5,356,134**	**45,741**	**25,996**	**409,650**	**1,013,834**	**705,227**	**17,153,022**	**24,709,604**
Assets/Liabilities	66.73%	3046.42%	9.15%	326.46%	92.90%	109.53%	97.29%	100.00%
Net Mismatch in each Time Interval	1,781,776	(1,347,711)	23,617	(927,685)	71,972	(67,217)	465,247	0
Cumulative Net Mismatch	1,781,776	434,065	457,682	(470,002)	(398,030)	(465,247)	0	0

Note: Capital Fund /Equity not included

31-12-2-17	On Demand	1-30 days	31-90 days	91-180 days	181-270 days	271-365 days	Over 1 year	Total
Cash in Hand	727,602	0	0	0	0	0	0	727,602
Govt Securities	0	0	0	0	0	0	0	0
Investment Securities	0	0	0	0	0	0	758,614	758,614
Loans & Advances to Bank	0	0	0	0	0	0	0	0
Loans & Advances to Customers	12,106	1,906	814	21,500	23,220	647,358	14,926,748	15,633,653
Others Assets	2,207,904	1,365,187	87	999,319	691,888	91,937	919,617	6,275,939
Total	**2,947,612**	**1,367,093**	**901**	**1,020,820**	**715,108**	**739,295**	**16,604,979**	**23,395,808**
Amounts owed to Others Bank	0	929	108,129	1,604	9,058	5,699	417,951	543,370
Demand Deposits	759,902	0	0	0	0	0	0	759,902
Savings Deposits	3,799,128	0	0	0	0	0	0	3,799,128
Time Deposit	30,684	0	2,000	1,869,245	541,834	2,118,631	10,531,648	15,094,042
Bonds & Others Negotiable Instruments	0	0	0	0	0	0	430,000	430,000
Other liabilities	74,638	48,378	6,959	11,488	11,345	42,710	2,573,847	2,769,365
Total	**4,664,352**	**49,307**	**117,088**	**1,882,338**	**562,237**	**2,167,040**	**13,953,446**	**23,395,808**
Assets/Liabilities	63.19%	2772.62%	0.77%	54.23%	127.19%	34.12%	119.00%	100.00%
Net Mismatch in each Time Interval	1,716,741	(1,317,786)	116,187	861,518	(152,871)	1,427,745	(2,651,533)	0
Cumulative Net Mismatch	1,716,741	398,954	515,141	1,376,659	1,223,789	2,651,533	0	0

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Item 9 : Assets & Liabilities by time-to re-pricing (Current Period and Previous Year)

31-12-1018	Time to re-pricing				Non Interest bearing	Total
Asset	**0-3 Months**	**3-6 Months**	**6-12 Months**	**More than 12 Months**		
Cash and Balance with Banks	1,213,096	931,508	0	65,011	1,033,791	3,243,406
Treasury Bills	0	0	0	0	0	0
Loans and Advances	390,550	642,409	1,937,005	12,978,013	0	15,947,978
Investment Securities	0	0	0	459,714	0	459,714
Others Assets	683,432	157,227	404,912	750,514	3,062,421	5,058,506
Total financial assets	**2,287,079**	**1,731,144**	**2,341,917**	**14,253,252**	**4,096,212**	**24,709,604**
Liabilities	0	0	0	0	0	0
Deposit	6,603,111	1,426,558	4,014,055	7,430,913	594,205	20,068,841
Borrowings	18,827	11,845	30,672	807,374	0	868,717
Other liabilities	83,996	43,296	318,769	1,054,665	2,271,320	3,772,045
Total financial liabilities	**6,705,934**	**1,481,698**	**4,363,496**	**9,292,951**	**2,865,525**	**24,709,604**
Total Interest Re-pricing gap	34.11%	116.84%	53.67%	153.38%	142.95%	100.00%

Note: Capital Fund /Equity not included

31-12-1017	Time to re-pricing				Non Interest bearing	Total
Asset	**0-3 Months**	**3-6 Months**	**6-12 Months**	**More than 12 Months**		
Cash and Balance with Banks	964,950	519,996	0	52,294	2,046,000	3,583,241
Treasury Bills	0	0	0	0	0	298,900
Loans and Advances	599,696	618,137	1,654,372	12,761,448	0	15,633,653
Investment Securities	0	0	0	459,714	0	459,714
Others Assets	634,880	247,856	369,717	670,817	1,497,029	3,420,300
Total financial assets	**2,199,527**	**1,385,989**	**2,024,089**	**13,944,273**	**3,543,029**	**23,395,808**
Liabilities	0	0	0	0	0	0
Deposit	6,142,194	2,368,540	3,692,013	6,690,424	759,902	19,653,073
Borrowings	109,058	1,604	14,757	417,951	0	543,370
Other liabilities	60,461	81,295	303,960	1,006,891	1,746,758	3,199,365
Total financial liabilities	**6,311,713**	**2,451,439**	**4,010,729**	**8,115,266**	**2,506,660**	**23,395,808**
Total Interest Re-pricing gap	34.85%	56.54%	50.47%	171.83%	141.34%	100.00%

Item 10 : Non Performing Loans and Provisions

		31-12-2018	31-12-2017
1	**Amount of NPLs (Gross)**	**3,922,613**	**4,280,296**
a	Substandard	613,309	945,084
b	Doubtful	623,551	843,613
c	Loss	2,685,753	2,491,599
2	**Specific Provsions**	**2,701,436**	**2,784,338**
a	Substandard	129,055	201,675
b	Doubtful	297,401	397,046
c	Loss	2,274,980	2,185,617
3	**Interest-in-Suspense**	**480,534**	**432,783**
a	Substandard	22,466	38,538
b	Doubtful	47,295	88,263
c	Loss	410,773	305,982
4	**Net NPLs**	**740,644**	**1,063,175**
a	Substandard	461,788	704,871
b	Doubtful	278,855	358,304
c	Loss	-	-
5	**Gross NPLs to Gross Loans**	**20.73%**	**22.72%**
6	**Net NPLs to Net Loans**	**4.85%**	**6.81%**
7	**General Provisions**	**158,662**	**152,045**
a	Standard	129,311	127,710
b	Watch	29,351	24,335

Item 11 : Assets and Investments

Sl#	Investment	31-12-2018	31-12-2017
1	**Marketable Securities (Interest Earning)**		
a	RMA securities	-	298,900
b	RGOB Bonds/Securities	-	
c	Corporate Bonds	421,272	421,272
d	Others	-	
	Sub-total	**421,272**	**720,172**
2	**Equity Investments**		
e	Public Companies	27,942	27,942
f	Private Companies	500	500
g	Commercial Banks	5,000	5,000
h	Non- Bank Financial Institutions	5,000	5,000
	Less		
i	Specific Provisions	-	
3	**Fixed Assets**		
j	Fixed Assets (Gross)	638,935	609,115
	Less		
k	Accumulated Depreciation	263,409	207,114
l	Fixed Assets (Net Book Value)	375,526	402,001

Item 12 : Foreign Exchange Assets and Liabilities (Current Period and COPPY)

Liquid Foreign Currency Holdings (Upto One Week)			Long Term Foreign Currency Holdings (More Than One Week)			Nu. In Millions	
Assets in Foreign currency	Liabilities in Foreign currency	Net Short Tem Position	Assets in Foreign Currency	Liabilities in Foreign Currency	Long term Position	Overall Net Position	Overall Net Position/Core Capital
Currency 1							
Currency 2							
Currency 3							
Currency 4							
Currency 5							

Item 13 : Geographical Distribution of Exposures

	Domestic		India		Other	
	31-12-2018	31-12-2017	31-12-2018	31-12-2017	31-12-2018	31-12-2017
Demand Deposits Held With others banks	331,762	1,318,398				
Time deposits held with others banks	456,718	1,537,241				
Borrowings	868,717	543,370				

Item 14 : Credit Risk Exposure by Collateral

SL#	Particulars	31-12-2018	31-12-2017
1	**Secured Loans**		
a	Loans Secured by Physical/Real Estate collateral	18,336,846	18,160,757.00
b	Loans Secured by Financial Collateral	338,869	171730
c	Loan Secured by Guarantees	248,047	503,873
2	**Unsecured Loans**		0
3	**Total Loans**	**18,923,761.33**	**18,836,360**

Item 15 : Earning Ratios (%)

SL#	Ratio	31-12-2018	31-12-2017
1	Interest Income as a Percentage of Average Assets	8.77%	8.69%
2	Non Interest Income as a Percentage of Average Assets	0.27%	0.22%
3	Operating Profit as a Percentage of Average Profit	-59.21%	-340%
4	Return on Assets	1.18%	-5.58%
5	Business (Deposits plus advances) per employee	31,630	70,033
6	Profit Per employee	441	-2237

Item 17 : Customers Complaints

Sl#	Particulars	31-12-2018	31-12-2017
1	No. of complaints pending at the beginning of the year	2	
2	No. of complaints received during the year	0	2
3	No. of complaints redressed during the year	2	1
4	No. of complaints pending at the end of the year	0	2

Item 19 : Concentration of Credit and Deposits

Sl. No	Particulars	31-12-2018	31-12-2017
1	Total Loans to 10 Largest Borrowers	920,329	1,225,457
2	As % of Total Loans	5%	7%
3	Total Deposit of the 10 Largest Depositors	8,247,908	10,373,210
4	As % of Total Deposits	47.19%	72.97%

Item 19 : Exposure to 5 Largest NPL Accounts

Sl. No	Particulars	31-12-2018	31-12-2017
1	Five Largest NPL Accounts	118,653.02	266,833.17
2	As % of Total NPLs	3.02%	6.23%