

Po Box : 372, Chipledhunga, Pokhara, Tel: 061-521505, 521912, Fax: 061-533038
 email: mail@citybanknepal.com, www.citybanknepal.com

Unaudited Financial Results (Quarterly)

As at 3rd Quarter (30/12/2068) of the Fiscal Year 2068/2069

Amount Rs. In '000

S.N.	Particular	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
1	Total Capital and Liabilities (1.1 to 1.7)	2,357,178.03	2,298,762.84	2,024,901.91
1.1	Paid up Capital	220,000.00	220,000.00	200,000.00
1.2	Reserves and Surplus	68,763.51	57,611.19	81,118.63
1.3	Debentures and Bond	-	-	-
1.4	Borrowings	-	-	50,000.00
1.5	Deposits (a+b)	2,014,522.44	1,954,031.76	1,648,807.46
	a. Domestic Currency	2,014,522.44	1,954,031.76	1,648,807.46
	b. Foreign Currency	-	-	-
1.6	Proposed Dividend	-	13,000.00	-
1.7	Income Tax Liability	-	-	787.76
1.8	Other Liabilities	53,892.09	54,119.89	44,188.06
2	Total Assets (2.1 to 2.7)	2,357,178.03	2,298,762.84	2,024,901.91
2.1	Cash and Bank Balance	584,284.36	629,064.93	412,549.89
2.2	Money at call and short notice	-	-	-
2.3	Investments	64,764.06	33,720.21	110,500.00
2.4	Loans and Advances (a to e)	1,624,874.75	1,562,677.63	1,432,950.65
	a. Real Estate Loan	39,159.15	28,184.38	35,719.35
	1. Residential Real Estate Loan (Except Personal Home Loan up to Rs. 10 million)			

	2. Business Complex & Residential Apartment			-
	Construction Loan			-
	3. Income generating Commercial Complex Loan	14,505.05	14,979.00	10,135.96
	4. Other Real Estate Loan (Including Land			-
	purchase & Plotting)	24,654.10	13,205.38	25,583.39
	b. Personal Home Loan of Rs. 10 million or Less	336,670.34	311,999.28	304,632.42
	c. Margin Type Loan	22,628.48	20,753.70	16,515.26
	d. Term Loan	346,528.19	343,289.32	338,471.54
	e. Overdraft Loan/TR Loan/WC Loan	262,813.37	244,713.96	179,895.48
	f. Others	617,075.22	613,736.99	557,716.60
2.5	Fixed Assets	37,393.35	37,236.94	40,356.53
2.6	Non Banking Assets	-	-	-
2.7	Other assets	45,861.51	36,063.12	28,544.83
3	Profit and Loss Account	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
3.1	Interest Income	215,437.81	140,479.02	170,098.93
3.2	Interest Expenses	144,204.34	94,380.95	105,070.78
	A. Net Interest Income (3.1-3.2)	71,233.46	46,098.07	65,028.15
3.3	Fees, commission and Discount	5,361.13	3,588.18	5,130.61
3.4	Other Operating Income	9,513.76	5,475.78	8,839.02
3.5	Foreign Exchange Gain/Loss (Net)	11.40	8.25	8.80
	B. Total Operating Income (A.+3.3+3.4+3.5)	86,119.75	55,170.28	79,006.58
3.6	Staff Expenses	10,758.57	7,554.59	7,910.21
3.7	Other Operating Expenses	18,929.27	12,408.85	15,638.76
	C. Operating Profit Before Provision (B.-3.6-3.7)	56,431.91	35,206.84	55,457.61
3.8	Provision for possible loss	13,850.00	10,150.00	6,800.00
	D. Operating Profit (C.-3.8)	42,581.91	25,056.84	48,657.61
3.9	Non-operating Income/Expenses (Net)	-	-	-

3.10	Write Bank of Provision for Possible Losses	-	-	-
E. Profit From Regular Activities (D.+3.9+3.10)		42,581.91	25,056.84	48,657.61
3.11	Extraordinary Income/Expenses (Net)	-	-	-
F. Profit Before Bonus and Taxes (E.+3.11)		42,581.91	25,056.84	48,657.61
3.12	Provision for Staff Bonus	3,871.08	2,277.89	4,423.42
3.13	Provision For Tax	11,613.25	6,833.68	13,270.26
G. Net Profit/Loss (F.-3.12-3.13)		27,097.58	15,945.26	30,963.93
4	Ratios	At the End of This Quarter	At the End of Previous Quarter	At the End of Corresponding Previous Year Quarter
4.1	Capital Fund To RWA	17.17%	17.02%	19.15%
4.2	Non Performing Loan (NPL) to Total Loan	0.22%	0.46%	-
4.3	Total Loan Loss Provision to Total NPL	562.61%	259.21%	-
4.4	Cost Of Funds	11.09%	11.08%	10.20%
4.5	Credit to Deposit Ratio (Calculated as per NRB Directives)	70.55%	70.02%	74.25%

Note: Loans and Advances amount figures shown in gross value. If the statutory and supervising authority notify to change the Un-audited Financial Statements, the final figures may change accordingly. Previous period figures have been rearranged wherever it is necessary to do so.

Branch Offices:

Bagar	Amarsing Chowk	Bhimad Bazar	Hemja	Bhotewodar	Safa Sadak Damauli	Nagdanda
Turture						
Pokhara -1	Pokhara-10	Tanahun	Kaski	Lamjung	Tanahun	Kaski
Tanahun						
Tel: 061-531329, 531346	432150, 432151	065-572200	061-400044	066-400025	065-562235, 562236	061-622669
622680						061-

Disclosure as required by Securities Registration and Issuance Regulations 2065

(Related to Sub Rule (2) of Rule 22), Annex 14

3rd Quarter Report, F.Y. 2068/69

1. Financial Statements :

a. Quarterly reports that include Balance Sheet and Profit and Loss Accounts of the bank have been published in "Abhiyan National Daily" dated 18th April, 2012. No 'related party' transaction (as defined by Nepal Rastra Bank) has been noted.

b. Details of major indicators:

Earnings Per Share (Annualized)	16.42	Net Worth Per Share	131.26
Closing Market Share Price	139.00	Return on Total Assets (Annualized)	1.51%
P/E Ratio (Annualized)	8.46	Liquidity Ratio	29.00%

2. Management Analysis :

Management has following view regarding the financial position of the bank.

- a) Bank has succeeded to achieve reasonable and progressive accomplishment up to the reported quarter, though; various challenges to the whole banking industry have not changed since long. Bank has been demonstrating quite healthy performances in deposit collection, loan disbursement and profit making.
- b) Various financial indicators of the bank are quite strong such as adequate liquidity, controlled and within prescribed limit CD ratio and motivating profitability ratio. Bank is in very comfortable position to cope with the future financial obligations because of the sensible liquidity position
- c) Management is continuously monitoring and evaluating the competitive and environmental factor affecting the business and is well prepared to protect the bank and its stakeholders from the possible worsening effects of such factors.

3. Details pertaining to legal action:

- a. No any legal case filed by or against the bank
- b. No Information has been received regarding the case of disobedience of prevailing law or commission of criminal offence by or against the any promoter or director of the organization
- c. No information has been received regarding the case filed relating to commission of financial crime by any Promoter or Director:

4. Analysis pertaining to share transactions of the organizations:

During the reported quarter, capital market was in stable condition, no huge variation was observed. As far as the trading of the CDBL's shares in the NEPSE concerned, it followed the market trend and the price of the shares were determined by the sole characteristics of the market itself so management has no any especial analysis regarding this. Details of transactions of CDBL's shares in the Nepal Stock Exchange Limited during 15 January 2012 to 12 April 2012 as per NEPSE's website are as follows:

Maximum Price	139	Total no. of shares Traded	8,943
Minimum Price	120	Total Amount Traded	1,149,503.00
Closing Price as on 12 April , 2012	139	Total no. of transaction	246
Average Price	128.54	No. of share transacted days	47 days

5. Problems and Challenges:

a. Internal Problems:

- i. Increased cost of fund
- ii. Insufficiency of essential and proficient resources

b. External Problems:

- i. Political instability and its effect in the environment,
- ii. Shrink in the investment opportunities.
- iii. Unprofessional and unprincipled competition.

c. Strategies

- i. Providing trainings on latest updates to the existing human recourses to make them more professional and competitive.
- ii. Exploring new and emerging sector for secured investment,
- iii. Effective implementation of risk management approaches,

6. Corporate Governance:

In order to execution of banking operation smoothly, the bank has constituted various committees like Audit Committee, Assets Liability Committee and Recruitment Committee. The bank has established an internal audit department to strengthen internal control mechanism. Board of directors, other committees and management team are committed to maintain good corporate governance practices and active in creation of qualitative assets.

7. Declaration of true and fair status by CEO:

I as at the date, hereby individually accept responsibility for the accuracy of the information and details contained in this report. Also hereby declare that to the best of my knowledge and belief, the information contained in this report is true, accurate and complete and there are no other matters concealed the omission of which shall adversely affect the informed investment decision by the investors.