

Nepal Earthquake Ratings/Gradings Put on Watch with Negative Implications

It is solely in the discharge of its duties to the investing public that ICRA Nepal is obligated to announce that it has placed on Rating/Grading Watch with Negative Implications the Credit Ratings of 10 Commercial Banks, and the IPO/Rights Issue Gradings of 16 issuers (refer *Table: List of Ratings/Gradings Placed on Watch with Negative Implications*).

While Credit Ratings assigned by ICRA Nepal are under continual surveillance during the tenure of the instruments concerned, the Gradings are normally a one-time exercise and remain valid for six months from the date they are assigned. However, considering the earthquakes' severity and the likely implications of the same for the business prospects of the issuers concerned, ICRA Nepal has taken the step of placing the said Ratings/Gradings on Watch with Negative Implications at their current respective levels.

At the moment, ICRA Nepal is not in a position to fully assess the earthquakes' impact on the credit/financial profiles of the Rated/Graded entities. However, efforts are on to complete the exercise as soon as possible, and once that is done new guidance on the Ratings/Gradings outstanding will be issued.

List of Ratings/Gradings Placed on Watch with Negative Implications

Name of Issuer	Instrument	Amount	Rating/Grading Action
Sanima Bank Limited	Subordinated Debt	NPR 700 million	[ICRANP] LBBB+ @
Citizens Bank International Limited	Subordinated Debt	NPR 500 million	[ICRANP] LBBB @
NIC Asia Bank Limited	Subordinated Debt	NPR 500 million	[ICRANP] LA- @
Nepal SBI Bank Limited	Subordinated Debt	NPR 200 million	[ICRANP] LAA @
Himalayan Bank Limited	Subordinated Debt	NPR 750 million	[ICRANP] LA @
Siddhartha Bank Limited	Subordinate Debt Issuer Rating	NPR 500 million --	[ICRANP] LBBB @ [ICRANP-IR] BBB @
Nepal Investment Bank Limited	Subordinate Debt Issuer Rating	NPR 750 million --	[ICRANP] LA @ [ICRANP-IR] A @
NMB Bank Limited	Subordinate Debt Issuer Rating	NPR 500 million --	[ICRANP] LBBB @ [ICRANP-IR] BBB @
Laxmi Bank Limited	Issuer Rating	--	[ICRANP-IR] BBB @
Global IME Bank Limited	Issuer Rating	--	[ICRANP-IR] A- @
Prudential Insurance Company Limited	Proposed Right Issue	NPR 54.0 million	[ICRANP] IPO Grade 3 @
Saptakoshi Development Bank Limited	Proposed IPO	NPR 40.0 million	[ICRANP] IPO Grade 4 @
Sajha Bikas Bank Limited	Proposed IPO	NPR 49.0 million	[ICRANP] IPO Grade 4 @
Chhimek Laghubitta Bikas Bank Limited	Proposed Right Issue	NPR 105.05 million	[ICRANP] IPO Grade 3+ @
Premier Insurance Company (Nepal) Limited	Proposed Right Issue	NPR 134.89 million	[ICRANP] IPO Grade 3 @
Vijay Laghubitta Vittiya Sanstha Limited	Proposed IPO	NPR 42.0 million	[ICRANP] IPO Grade 4 @
Laxmi Bank Limited	Proposed Right Issue	NPR 701.0636 million	[ICRANP] IPO Grade 3+ @
Mahila Sahayatra Microfinance Bittiya Sanstha Limited	Proposed IPO	NPR 33.0 million	[ICRANP] IPO Grade 4 @
Neco Insurance Limited	Proposed Right Issue	NPR 114.78 million	[ICRANP] IPO Grade 3 @
Garima Bikas Bank Limited	Proposed Right Issue	NPR 112.2 million	[ICRANP] IPO Grade 3 @



Name of Issuer	Instrument	Amount	Rating/Grading Action
United Insurance Co (Nepal) Ltd	Proposed Right Issue	NPR 151.2 million	[ICRANP] IPO Grade 3 @
First Microfinance Development Bank Limited	Proposed Right Issue	NPR 100.0 million	[ICRANP] IPO Grade 3 @
Sunrise Bank Limited	Proposed Right Issue	NPR 223.665 million	[ICRANP] IPO Grade 3 @
Bhrikutee Development Bank Limited	Proposed Right Issue	NPR 141.27 million	[ICRANP] IPO Grade 3 @
Barun Hydropower Company Limited	Proposed IPO	NPR 48.6 million	[ICRANP] IPO Grade 4 @
API Power Company Limited	Proposed IPO	NPR 400 million	[ICRANP] IPO Grade 3 @

@ Under Rating/Grading watch with negative implications

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