

Global Bank Limited

Unaudited Financial Results (Quarterly)

As at Second Quarter (30/09/2066) of the Fiscal Year 2066/67

(Rs. in Thousands)

S.N.	Particulars	This Quarter Ending	As On Previous Quarter Ending	As at the end of Corresponding Previous Year Quarter
1	Total Capital and Liabilities (1.1 to 1.8)	15,584,617	13,562,178	9,080,781
1.1	Paid Up Capital*	1,325,136	1,000,000	1,000,000
1.2	Reserve and Surplus	54,816	54,816	22,622
1.3	Debenture and Bond	-	-	-
1.4	Borrowings	784,600	723,900	200,071
1.5	Deposits (a+b)	13,038,917	11,437,018	7,576,533
	a. Domestic Currency	12,688,687	11,062,084	7,177,437
	b. Foreign Currency	350,230	374,934	399,096
1.6	Income Tax Liability	10,008	18,132	-
1.7	Other Liabilities	347,788	286,003	216,285
1.8	Profit/ (Loss) for the year	23,352	42,309	65,270
2	Total Assets (2.1 to 2.7)	15,584,617	13,562,178	9,080,781
2.1	Cash & Bank Balance	1,555,284	1,465,266	869,719
2.2	Money at Call and Short Notice	95,000	73,900	227,000
2.3	Investment	1,431,253	1,462,510	1,625,325
2.4	Loans and Advances (a+b+c+d+e+f)	11,898,069	9,935,752	5,931,338
	a. Real Estate Loan	2,754,946	2,206,608	863,874
	b. Home/Housing Loan	447,853	404,686	292,398
	c. Margin Type Loan	436,103	400,356	239,000
	d. Term Loan	1,019,076	1,028,331	976,261
	e. Overdraft Loan/TR Loan/WC Loan	5,852,429	4,740,796	3,199,652
	f. Others	1,387,662	1,154,974	360,153
2.5	Fixed Assets	348,843	319,930	195,144
2.6	Non Banking Assets	-	-	-
2.7	Other Assets	256,168	304,820	232,255
3	Profit and Loss Account	Upto this Quarter Ending	Up to Previous Quarter	Upto the end of Corresponding Previous Year Quarter
3.1	Interest Income	593,572	280,354	305,782
3.2	Interest Expenses	409,166	184,385	206,077
	A. Net Interest Income	184,406	95,969	99,705
3.3	Fees, Commission and Discount	29,534	19,561	27,799
3.4	Other Operating Income	33,161	5,571	7,939
3.5	Foreign Exchange Gain/ Loss (Net)	18,076	9,401	12,535
	B. Total Operating Income (A.+3.3+3.4+3.5)	265,178	130,502	147,978
3.6	Staff Expenses	46,911	25,386	29,649
3.7	Other Operating Expenses	61,223	29,882	45,996
	C. Operating Profit Before Provision (B.- 3.6-3.7)	157,043	75,234	72,333
3.8	Provision for Possible Losses	120,347	8,749	7,063
	D. Operating Profit (C-3.8)	36,696	66,485	65,270
3.9	Non Operating Income/Expenses (Net)	-	-	-
3.10	Write Back of Provision for Possible Loss	-	-	-
	E. Profit from Regular Activities (D+3.9+3.10)	36,696	66,485	65,270
3.11	Extraordinary Income/Expenses (Net)	-	-	-
	F. Profit before Bonus and Taxes (E. + 3.11)	36,696	66,485	65,270
3.12	Provision for Staff Bonus	3,336	6,044	5,934
3.13	Provision for Tax	10,008	18,132	17,801
	G. Net Profit/Loss (F.-3.12-3.13)	23,352	42,309	41,535
4	Ratios	As at the End of Quarter Ending	At the End of Previous Quarter	At the end of Corresponding Previous Year Quarter
4.1	Capital Fund To RWA	11.51%	10.60%	13.26%
4.2	Non Performing Loan (NPL) to Total Loan	0.13%	0.13%	0.12%
4.3	Total Loan Loss Provision to Total NPL	816.42%	833.31%	891.63%
4.4	Cost of Funds	7.58%	7.08%	6.43%

* Call in advance of Rs.32,51,36,250 has been included in paid up capital

GLOBAL BANK



प्रधान कार्यालय/बिरगंज शाखा: ०५१-५३०३३७, शाखा कार्यालयहरू: काठमाण्डौ: कान्तिपथ ४२३१९९८, न्युरोड: ४२४०७४७
 ज्ञानेश्वर: ४४४५००८, बौद्ध: ४४८७५८०, कुलेश्वर: ४२८६४४५, बनस्थली: ४३६६९३०, क्षेत्रपाटी: ४२४८४८८, कुम्भडोल: ५५४९९०६, कितिपुर: ४३३५९४९
 लगनखेल: ५५४८९५०, धापासी: ४३५५९९९, ठमेल: ४७०९३२३, पोखरा: ०६१-५२७५०३, बाग्लुङ्ग: ०६८-५२२२४५, विराटनगर: ०२९-४४०५५२
 लहान: ०३३-५६९२६२, नारायणघाट: ०५६-५३३५३५, बुटवल ०७१-५५९४८४, लम्की: ०९१-५४०५०४, नेपालगंज: ०८१-५२२०३७, खडेलघुसा ०९६-४२०७५
 भैरहवा: ०७१-५२३८९८, फिक्कल: ०२७-५४०४७९, गाईघाट: ०३५-४२०९३२, धुलाबारी: ०२३-५६०७७९, धनगढी: ०९१-५२३९०९

Additional disclosure as per Securities Registration and Issuance Regulation -2065 (Sub-Rule 2 of Rule 22)

1.b. Major Ratios

Earning Per Share :	2.34
P/E Ratio:	137
Net worth per share :	110
Liquid Assets to Total Deposit :	20%
Total Assets/No of Shares :	1,558

Share price of the bank has been trading within narrow range and is following the general movement of NEPSE index. The bank therefore has no significant remarks on the same and its position is neutral.

2. Management Analysis:

a) Quarterly change in the reserve, income and liquidity and reason thereof, if any:

There has been change in the bank's reserve position, income and liquidity as stated in the financial statement of second quarter ending 2066-67.

b) Management overview on the business strategy for the next period:

GBL's business comprises of three major segments viz corporate banking, SME banking and Retail banking. Bank continues to focus in the SME banking, Mass deposit schemes and Retail banking for the next period. Banks Debit / Credit card will be promoted to increase the volume of business and coverage of customers.

c) Incidents which have impact on reserve, profit or cash flow position of the bank during the quarter under review :

Operating profit increased in line with the business volume growth. Liquidity is being maintained at satisfactory levels but Net Profit has decreased because of additional provision of Possible losses of Rs. 8.79 Crore.

3. Details relating to legal action:

a) Cases filed by and or against the Bank during the quarter - NIL

b) Cases filed by or against the promoter/directors relating to disobedience of prevailing law or criminal offences ,

No such information has been received.

c) Cases filed against Promoter/Director for financial offence.

No such information has been received.

4. Analysis of Share Transaction and progress of organized institution:

a) Management view on Share Transaction of the bank at securities market

b) Maximum, minimum and last share price of organized institution including total transacted number of shares and transacted day during the quarter:

Maximum Share price	510
Minimum Share price :	308
Last Share price :	320
Total transacted number of shares	87,760
Total Transaction	1,775
Transacted day during the quarter	57

5. Problems , challenges and strategy:

Problem : Increasing cost of operation , staff turnover, political instability causing negative effect in economic growth, liquidity crisis in the financial market.

Challenges : Proliferation of financial institution, supply constraint on quality manpower leading to increasing employee cost and staff retention

Strategy : In-house and outsourced trainings for the employees, Regular monitoring/review on expense management, Diversified and mass level business strategy for higher yield to compensate for increasing cost of deposit, Effective risk management to monitor and plan on operational and business risk, Increase in branch network. To maintain comfortable C/D Ratio.

6. Corporate Governance:

Board of Directors, Audit Committee, Internal audit department, Management Team are committed for strengthening good corporate governance within the bank. GBL has written policies, rules and guidelines to perform the banking operation which ensure the good governance.

7. Declaration by CEO relating to the truthfulness of Information:

I am accountable individually on the factual accuracy of the information / disclosure submitted as of date in this report. I also declare to the best of my knowledge and belief that the said facts are true and complete as far as I know and that no information required by the investors for making an informed decision have been knowingly concealed by the bank.