

Global Bank Limited
Unaudited Financial Results (Quarterly)

As at Third Quarter (31/12/2066) 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)	16,451,031	15,584,617	9,339,987
1.1	Paid Up Capital*	1,325,136	1,325,136	1,000,000
1.2	Reserve and Surplus	48,927	54,816	22,622
1.3	Debenture and Bond	-	-	-
1.4	Borrowings	952,610	784,600	247,670
1.5	Deposits (a+b)	13,444,069	13,038,917	7,651,932
	a. Domestic Currency	13,116,526	12,688,687	7,252,097
	b. Foreign Currency	327,543	350,230	399,835
1.6	Income Tax Liability	29,546	10,008	25,053
1.7	Other Liabilities	581,803	347,788	334,254
1.8	Profit/ (Loss) for the year	68,940	23,352	58,456
2	Total Assets (2.1 to 2.7)	16,451,031	15,584,617	9,339,987
2.1	Cash & Bank Balance	1,506,848	1,555,284	784,466
2.2	Money at Call and Short Notice	300,000	95,000	16,152
2.3	Investment	1,595,268	1,431,253	1,245,289
2.4	Loans and Advances (a+b+c+d+e+f)	12,247,435	11,898,069	6,690,102
	a.Real Estate Loan	2,701,846	2,754,946	1,208,961
	b. Home/Housing Loan	513,389	447,853	191,951
	c.Margin Type Loan	407,830	436,103	288,950
	d. Term Loan	1,057,620	1,019,076	981,502
	e. Overdraft Loan/TR Loan/WC Loan	6,257,172	5,852,429	3,342,150
	f.Others	1,309,578	1,387,662	676,588
2.5	Fixed Assets	375,749	348,843	229,576
2.6	Non Banking Assets	-	-	-
2.7	Other Assets	425,731	256,168	374,402

3	Profit and Loss Account	Upto this Quarter Ending	Upto Previous Quarter	Upto the end of Corresponding Previous Year Quarter
3.1	Interest Income	998,278	593,572	472,113
3.2	Interest Expenses	667,437	409,166	314,182
	A. Net Interest Income	330,841	184,406	157,931
3.3	Fees, Commission and Discount	34,207	29,534	37,660
3.4	Other Operating Income	56,608	33,161	13,156
3.5	Foreign Exchange Gain/ Loss (Net)	24,987	18,076	20,877
	B. Total Operating Income (A.+3.3+3.4+3.5)	446,643	265,178	229,624
3.6	Staff Expenses	72,648	46,911	46,498
3.7	Other Operating Expenses	138,959	61,223	76,922
	C. Operating Profit Before Provision (B.- 3.6-3.7)	235,036	157,043	106,204
3.8	Provision for Possible Losses	126,762	120,347	14,344
	D. Operating Profit (C-3.8)	108,274	36,696	91,860
3.9	Non Operating Income/Expenses (Net)	61	-	-
3.10	Write Back of Provision for Possible Loss	-	-	-
	E. Profit from Regular Activities (D+3.9+3.10)	108,335	36,696	91,860
3.11	Extraordinary Income/Expenses (Net)	-	-	-
	F. Profit before Bonus and Taxes (E. + 3.11)	108,335	36,696	91,860
3.12	Provision for Staff Bonus	9,849	3,336	8,351
3.13	Provision for Tax	29,546	10,008	25,053
	G. Net Profit/Loss (F.-3.12-3.13)	68,940	23,352	58,456

4	Ratios	As at the end of Quarter Ending	As at the end of Previous Quarter	At the end of Corresponding Previous Year Quarter
4.1	Capital Fund To RWA	10.77%	11.51%	13.49%
4.2	Non Performing Loan (NPL) to Total Loan	0.18%	0.13%	0.09%
4.3	Total Loan Loss Provision to Total NPL	618.32%	816.42%	1189.99%
4.4	Cost of Funds	6.71%	6.38%	5.89%
4.5	CD Ratio (Calculated as per NRB Directive)	84.52%	84.57%	80.85%

Additional Information

A.	Average Yield	10.22%	9.66%	8.46%
B.	Net Interest Spread	3.51%	3.28%	2.57%
C.	Return on Equity	7.58%	3.89%	7.62%
D.	Return on Assets	0.63%	0.09%	0.89%

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

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

1. Major Ratios

Earning Per Share	Rs. 6.89
P/E Ratio	38.44
Net worth per share	Rs. 109.32
Liquid Assets to Total Deposit	21%
Total Assets/No of Shares	Rs. 1,246

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 third quarter ending 2066-67.

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

The Bank continues to focus towards the diversification of its risk asset portfolio. During the last quarter of the fiscal year the bank plans to maintain its risk asset at its current level with adequate liquidity. Banks Debit / Credit card will be promoted to increase the volume 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 has increased in line with the business volume growth. Liquidity is being maintained at satisfactory level.

3. Details relating to legal action:

(a) Cases filed by and or against the Bank during the quarter
- Two cases

(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

Share price of the bank has been trading within narrow range and is following the general movement of NEPSE index.

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	Rs.320
Minimum Share price	Rs.246
Last Share price	Rs.265
Total transacted number of shares	30,640
Total Transaction	565
Transacted day during the quarter	53

5. Problems , challenges and strategy:

Problem : Increasing cost of operation, political instability causing negative effect in economic growth and liquidity tightness impacting credit growth.

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

Strategy : In-house and outsourced training, regular monitoring of expenses, diversification of risk asset portfolio for higher yield, effective risk management to monitor and plan on operational and business risk.

6. Corporate Governance:

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