



Branches

Dillibazar	Indrachowk	Bhaktapur	Kumaripati	Tripureshwor	Nayabazar	Itahari, Sunsari	Birtamod	Nepalgunj	Ghorai, Dang	Ilam	Phidim	Butwal	Bardibas	Dhangadi	Nawalpur	Gaundakot	Bhairahawa
4422290	5329554	6620067	5408690	5331533	5910738	025-587051	023-530548	081-532056	082-5663350	027-520949	024-521068	071-537282	044-550102	091-417357	046-570060	078-501411	071-590963

CONDENSED STATEMENT OF FINANCIAL POSITION (QUARTERLY)

As on Quarter Ended Paush, 2079 (Mid January of 2023)

Figures in NPR

Assets	Current Year		Previous Year Corresponding	
	This Quarter Ending	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Cash and cash equivalent	418,920,011		801,466,833	
Due from Nepal Rastra Bank	543,419,806		420,692,025	
Placement with Bank and Financial Institutions	-		-	
Derivative Financial Instruments	-		-	
Other Trading Assets	-		-	
Loan and advances to B/Fs	520,000,000		635,000,000	
Loan and Advances to Customers	9,401,965,282		8,602,993,524	
Investment Securities	3,509,228,937		3,835,053,410	
Current Tax Assets	-		-	
Investment in Subsidiaries	-		-	
Investment in Associates	-		-	
Investment Property	104,121,522		106,214,525	
Property and Equipment	447,968,544		456,738,220	
Goodwill and Intangible assets	7,705,204		7,705,204	
Deferred Tax Assets	-		-	
Other Assets	330,183,574		400,029,248	
Total Assets	15,283,512,881		15,265,892,988	
Liabilities	Current Year		Previous Year Corresponding	
	This Quarter Ending	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Due to Bank and Financial Institutions	92,671,310		37,583,330	
Due to Nepal Rastra Bank	900,000,000		1,458,500,000	
Derivative Financial Instruments	-		-	
Deposits from Customers	11,617,455,192		10,947,321,638	
Borrowings	160,000,000		-	
Current Tax Liabilities	51,090,623		79,758,265	
Provisions	-		-	
Deferred Tax Liabilities	202,749,732		202,749,732	
Other Liabilities	376,467,472		340,809,336	
Debt securities issued	247,754,951		247,754,951	
Subordinated Liabilities	-		-	
Total Liabilities	13,648,189,279		13,314,477,252	
Equity	Current Year		Previous Year Corresponding	
	This Quarter Ending	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Share Capital	946,115,200		946,115,200	
Share Premium	2,475,548		2,475,548	
Retained Earnings	128,363,663		85,031,326	
Reserves	558,369,190		917,793,663	
Total equity attributable to equity holders	1,635,323,601		1,951,415,736	
Non-controlling interest	-		-	
Total Equity	1,635,323,601		1,951,415,736	
Total Liabilities and Equity	15,283,512,881		15,265,892,988	

* Data has been restated where as necessary

CONDENSED STATEMENT OF PROFIT OR LOSS

For the Quarter Ended Paush 2079

Figures in NPR

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Interest Income	272,214,156	892,478,092	271,819,444	620,263,935
Interest expense	(242,486,996)	(667,206,260)	(219,368,757)	(424,719,264)
Net interest income	29,727,160	225,271,831	52,450,686	195,544,671
Fees and Commission Income	(19,633,198)	23,535,195	29,704,290	43,168,394
Fees and Commission Expense	-	-	-	-
Net fee and commission income	(19,633,198)	23,535,195	29,704,290	43,168,394
Net interest, fee and commission income	10,093,962	248,807,026	238,713,064	238,713,064
Net trading income	-	-	-	-
Other operating income	(9,684,135)	11,805,429	5,480,046	21,489,564
Total operating income	409,827	260,612,455	87,635,022	260,202,628
Impairment charge/(reversal) for loans and other losses	45,738,444	81,934,953	18,811,779	36,196,509
Net operating income	(45,328,617)	178,677,502	68,823,243	224,006,119
Operating Expenses	-	-	-	-
Personnel Expense	269,797	(60,613,275)	(28,043,889)	(60,883,072)
Other Operating Expense	34,496	(39,492,448)	(21,430,741)	(39,526,944)
Depreciation and Amortization	-	(12,000,000)	(6,000,000)	(12,000,000)
Operating profit	(45,024,325)	66,571,779	13,348,613	111,596,103
Non operating Income	(300,000)	387,000	(2,081,763)	687,000
Non operating expense	-	-	-	-
Profit before Income tax	(45,324,325)	66,958,779	11,266,850	112,283,103
Income tax Expenses	-	-	-	-
Current Tax	13,076,057	(20,015,675)	(3,264,003)	(33,091,732)
Deferred Tax	-	-	-	-
Profit/(loss) for the period	(32,248,267)	46,943,104	8,002,847	79,191,371

Condensed Statement of Comprehensive Income

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Profit/(loss) for the period	(32,248,267)	46,943,104	8,002,847	79,191,371
Other Comprehensive Income	(456,476,473)	(359,424,472)	125,516,122	97,052,001
Gains/(losses) from investments in equity instruments measured at fair value	(456,476,473)	(359,424,472)	125,516,122	97,052,001
Total Comprehensive Income	(488,724,741)	(312,481,368)	133,518,969	176,243,373
Basic earning per share	(3.41)	4.96	0.85	8.37
Annualized Basic earning per share	(6.82)	9.92	3.38	16.74
Diluted earning per share	(6.82)	9.92	3.38	16.74
Profit attributable to:				
Equity holders of the Bank	(488,724,741)	(312,481,368)	133,518,969	176,243,373
Non-controlling interests	-	-	-	-
Total	(488,724,741)	(312,481,368)	133,518,969	176,243,373

Ratios as per NRB Directives

Particulars	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Capital fund to RWA		13.02%		15.40%
Total Loan Loss provision to Total NPL		99.50%		107.93%
Total non performing loan(NPL) to Total Loan		3.74%		3.71%
Cost of Funds		11.21%		8.34%
Credit to Deposit Ratio		84.57%		87.59%
Base Rate		13.10%		10.19%
Interest Rate Spread		4.84%		3.89%

Notes to Financial Statement

- Above Financial Statements are prepared in accordance with the Nepal Financial Reporting Standards (NFRS) and certain carve-out as issued by ICAN.
- These figures may vary with the audited figures at the instance of external auditor and regulator.
- Figures have been regrouped and rearranged wherever necessary.
- Loans and advances consist of accrued interest receivable net of interest suspense and have been presented in net of any impairment charges. Impairment charge on loans and advances have been taken as calculated as per NRB directives using carve out no. 5 issued by Institute of Chartered Accountants of Nepal (ICAN) being higher of impairment charge calculated as per NAS 39.
- Loans and advances to customers include loan to customers and Loan to Employees which have been measured at amortised cost.
- Personnel expenses include employee bonus provision and amortization of the Deferred employee benefits of subsidized loans provided as per Employees byelaws of the bank.
- NFRS adjustments which are subject to regulatory adjustments as per NRB directives have been shown as regulatory adjustments.
- Interest on staff loan provided at nominal rate has been calculated for the FY 2079.80 and divided equally among four quarters.
- Reclassification has been made wherever necessary
- The detailed interim report has been published in the bank's website <https://www.goodwillfinance.com.np>

STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS

For the Quarter Ended Paush, 2079

Figures in NPR

Particulars	Amount (Rs)
Opening Retained Earnings as on year ended 2078.79	81,440,504.34
Net Profit for the quarter ended Paush 2079	46,943,103.90
1. Appropriations	
1.1 Profit required to be appropriated to statutory reserve	(9,858,051.82)
a. General Reserve	(9,388,620.78)
b. Capital Redemption Reserve	-
c. Exchange Fluctuation Fund	-
d. Corporate Social Responsibility Fund	(469,431.04)
e. Employees Training Fund	-
f. Other	-
1.2 Profit required to be transfer to Regulatory Reserve	(142,380,125.86)
a. Transfer to Regulatory Reserve	(142,380,125.86)
b. Transfer from Regulatory Reserve	-
Net Profit for quarter ended Paush 2079 available for distribution	(105,295,073.78)
Closing retained Earnings as on Paush end 2079	(23,854,569.44)

धितोपत्र दता निष्काशन नियमावली २०६५ को अनुसूची १४

(नियम २२ को उप नियम (श) सँग सम्बन्धित)
आ. व. २०७८/८० को दोस्रो त्रैमासिक प्रतिवेदन

1. Financial Statements Highlights

1. Ratios as on second Quarter ending 2079/80

Particulars	This Quarter Ending	Previous Quarter Ending
Liquidity (CRR)	24.42%	25.59%
Value of per share on total assets	Rs.1615.40	Rs.1573.45
Number of equity shares	9461152	9461152
Earnings per share (Annualized)	Rs. 9.92	Rs.16.24
Net worth per share	Rs.172.85	Rs.167.83
Price earnings ratio	Rs.50.39	Rs.27.40

2. Management's analysis of performance

- As per NFRS reporting, during this second quarter for the year 2079-80, company's profitability decreased by (40.72%) as compare to 2nd quarter of previous year 2078-2079. Likewise, loans & advances are increased by 7.40% and deposit also increased by 6.60% respectively as compare to 2nd quarter of previous Yr. 2078-079

3. Legal proceedings

- No law suit has been filed by or against the company in the last quarter.
- No such information has been received of law suit filed by or against the promoters or directors of the company involving violation of statutory regulation or criminal offences.
- No such information has been received of law suit filed against any promoters or directors of the company for economic offences.

4. Analysis of stock performance

- during the third quarter of FY 2079/80, total volume of 613893 no. of shares were transacted in 4585 transactions. And share price was of NPR 565/- at the highest, Rs. 419 was the lowest and NPR 500/- was the closing price at the end of the 2nd quarter.

5. Problems and challenges

A. Internal Problems:

- Challenges of retaining & maintaining skilled man power.
- Building adequate leadership capabilities.

B. External Problems

- Scarcity of skilled & competent man power.
- Global pandemic of corona virus.
- Very limited investment opportunities.
- Demand for quality loan in decreasing trend

C. Strategy:

- Closely monitoring the internal and external environmental changes and adopting proactive approach.
- Undertaking various initiatives to engage employees for better performance and retention.
- Introducing new products for better serving the market.
- Achieving excellence in service for delighting the customers.
- Emphasizing on quality rather than quantity.

6. Corporate Governance

That we deal with other people's money and we have to be a role model in management of custodial capital is made clear to everyone at Goodwill, from the members of the Board to entry level staff. The decisions at the company are taken after adequate and open deliberation by committees at different level depending on the decisions.

- The Board of Directors meets regularly to formulate and review the strategies and policies, and monitor the performance
- The Audit Committee, headed by a non-executive director, meets minimum every quarter to review the performance of the company and continually suggest measures to enhance compliance and control mechanisms.
- The Management Committee, chaired by the CEO, meets regularly to review performance and make business decisions.

7. Declaration by CEO on the truthfulness of information

To the best of my knowledge and belief, I, the Chief Executive Officer, declare that the information disclosed in this report are true reflection of the company's position and performance and I have not purposefully concealed any relevant data or information that in my assessment would adversely affect the investment decision of any depositor/investor.