

19 June , 2019

Managing Director
NRB Global Bank
Saiham Tower, House No:34,
Road No:136, Block: S.E(C-1)
Gulshan Model Town, Dhaka-1212.

Subject: Credit Rating of NRB Global Bank.

Dear Sir

We are pleased to inform you that Alpha Credit Rating Limited (AlphaRating) has assigned the following rating to **NRB Global Bank**:

Date of Declaration	Valid Till	Rating Action	Long Term Rating	Short Term Rating	Outlook
19 June , 2019	18 June , 2020	Surveillance	"A+"	ST-2	Stable

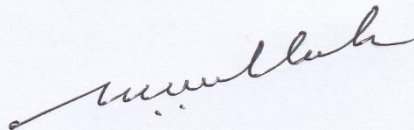
The rating may be changed or revised prior to expiry, if warranted by extraordinary circumstances in the management, operations and/or performance of the entity rated.

We, Alpha Credit Rating Limited, while assigning this rating to the entity rating of **NRB Global Bank**, hereby solemnly declare that:

- (i) We, Alpha Credit Rating Limited as well as the analysts of the rating have examined, prepared, finalized and issued this report without compromising with the matters of our conflict of interest, if there be any; and
- (ii) We have complied with all the requirements, policy and procedures of these rules as prescribed by the Bangladesh Securities and Exchange Commission in respect of this rating.

We hope the rating will serve the intended purpose of your organization.

With Kind Regards,



Muhammad Asadullah
Managing Director & CEO

This letter forms an integral part of the credit rating report.

NRB Global Bank Limited Rating Action *Surveillance* **A+** Long Term Rating **ST-2** Short Term Rating

Stable Outlook

Date of Declaration 19 June, 2019

Valid Till 18 June, 2020

Business Risk High	Solvency Score Moderate	Asset Quality Moderate	Profitability Moderate	Management Quality Satisfactory	Capital Adequacy Adequate
Economic Moat Narrow	Industry Group Financial Institution				

Rationale

Previous Rating

Long Term Rating: **A**
Short Term Rating: **ST-2**
Outlook: **Stable**
Date of Declaration: **19 June, 2018**
Valid Till: **18 June, 2019**

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AlphaRating upgrade the long-term rating to “**A+**” (pronounced as single A Plus) and short-term rating to ST-2 in favor of NRB Global Bank Limited (herein after referred to as “NRBGL” or “the bank”). This rating has been assigned by considering the last four years performance of the Bank which has both favorable and unfavorable impact.

The above assigned rating has mainly acquired strength from exponential growth in asset base, safe liquidity position, improved earnings, interest spread & profitability position. Additionally, the rating has also become fortified by sector wise diversified loan portfolio, NPL below industry average, strong adherence of corporate governance, sophisticated automation & IT infrastructure.

However, strength of the rating has been mainly resisted by several loss making cash generating unit, dramatically rise in rescheduled amount, low stable funding base, moderate credit & operational risk etc. Apart from this, AlphaRating also considered prevailing national macro-economic turbulence & all these issues have influenced the above mentioned rating.

The stable outlook reflects AlphaRating’s assessment on upside and downside risks to the rating that is currently balanced. Considering the financial strength of the bank and good regulatory compliance, AlphaRating assigns the current rating.

Asset Quality & Operating Summary (BDT in Millions)

	2018	2017	2016	2015
Total Assets	92,171.97	79,132.60	49,266.75	31,430.03
Gross Loan	71,556.39	59,328.38	34,958.29	20,846.13
Loan Growth (%)	20.61	69.71	67.70	103.61
Pre-Tax Profit (BDT Million)	979.50	1,049.10	792.32	150.06
Net Interest Income	2,461.00	2,610.41	1,729.90	951.26
Non-Interest Income	446.84	557.70	405.22	296.99
Cost Income ratio (%)	62.84	49.03	56.77	75.07
Interest Spread (%)	5.83	4.85	4.94	4.87
Loan/ Customer deposits (%)	86.33	86.01	81.53	78.11
Gross NPL ratio (%)	2.02	1.31	0.42	0.64
Net NPL Ratio (%)	0.44	(0.29)	(0.68)	(0.66)
ROA (%)	0.15	0.15	0.26	0.02
ROE (%)	9.97	7.79	9.16	0.45
CRAR (%)	11.89	11.26	11.83	16.04
Cost of Fund (%)	11.91	9.65	9.60	11.54

Data obtained from audited financial statements of 2015-2018

Date of Incorporation: 21 July, 2013

Chairman: Mr. Nizam Chowdhury

Managing Director:
Mr. Syed Habib Hasnat

Authorized Capital: BDT 12,000.00 million

Paid Up Capital: BDT 4,250.00 million (As on 31 December, 2018)

Total Asset: BDT 92,171.97 million (As on 31 December, 2018)

Total Liabilities: BDT 86,855.74 million (As on 31 December, 2018)

Total shareholder equity: BDT 5,316.23 million (As on 31 December, 2018)

Muhammed Asadullah
Muhammed Asadullah
Managing Director & CEO
Alpha Credit Rating Limited