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The following is a Company Announcement issued by GlobalCapital p.l.c. pursuant to Malta Financial Services Authority Listing Rules 8.7.4 and 8.7.21.

Quote

The Board of Directors of GlobalCapital p.l.c. (the 'Group') has today, Friday 23 March 2007, met and approved the Group's financial statements for the year ended 31 December 2006 and resolved to lay the same for the approval of the shareholders at the forthcoming Annual General Meeting to be held on 29 June 2007. A preliminary statement of annual results for the financial year ended 31 December 2006 is attached herewith.

The Board of Directors has also resolved to recommend to the shareholders, in the Annual General Meeting, to approve the declaration of a final dividend of 1 cent gross per ordinary share (0c65 net of tax) and a special dividend of 5 cents gross per ordinary share (3c25 net of tax), giving a total final dividend of 6 cents gross per ordinary share (3c9 net of tax). Subject to approval at the Annual General Meeting, the net total final dividend of 3c9 per ordinary share shall be paid not later than 6 July 2007.

The Board of Directors has established the 29 May 2007 as the Effective Date on which all shareholders then on the register of members shall be entitled to receive notice of and attend the Annual General Meeting, be paid dividends declared by the General Meeting and appoint directors or vote at the election of directors.

Unquote

By order of the Board

23 March 2007

GlobalCapital p.l.c.

GlobalCapital Financial Management Ltd, GlobalCapital Fund Advisors Ltd and GlobalCapital Insurance Brokers Ltd are licensed by the Malta Financial Services Authority (MFSA). GlobalCapital Life Insurance Ltd is authorised to transact Long Term Insurance Business and is regulated by the MFSA. GlobalCapital Health Insurance Agency Ltd is authorised as an Insurance Agent and is regulated by the MFSA.

Company Registration No. C 19526



Financial Review

GlobalCapital p.l.c. (the 'Group') registered a profit before tax for the year ended 31 December 2006 of Lm3,171,685 representing an increase of 20.8% over the previous year (2005: Lm2,625,603).

- Operating profit increased to Lm2,725,911 (+60%) compared to Lm1,703,343 in 2005.
- Earnings per share increased to 15c4 (+26.2%) from 12c2 in 2005.
- Net assets increased to Lm12,678,819 (+13.2%) compared to Lm11,197,503 in 2005.
- Profit after tax for the current year represents a return on shareholders' funds of 16.1% compared to 14.4% in 2005.

The Board of Directors is pleased to note that the encouraging increase in profits, registered by the Group over the past years, has been sustained. These results have been achieved against a backdrop of initiatives including the rebranding exercise, a €17 million bond issue, the launch of new products as well as the establishment of new business units.

Following the payment of an interim gross dividend of 2c0 (net: 1c3 - €3c03) in September 2006, the Board of Directors is recommending the payment of a final gross dividend of 1c0 per share (net: 0c65 - €1c51) and a special gross dividend of 5c0 per share (net: 3c25 - €7c57) for the approval of the shareholders at the next Annual General Meeting. This net dividend will be payable to shareholders who are on the Register of Members on 29 May 2007.



**Condensed Consolidated Profit and Loss Account
for the year ended 31 December 2006**

	Group	
	2006	2005
	Lm	Lm
Turnover - commission and fees receivable	4,828,509	3,086,959
Balance on the long term business of insurance technical account before tax	64,959	786,912
Increment in the value of in-force business	129,000	315,000
Gains on investment property	792,740	-
Other operating income	27,019	6,337
Administrative expenses	(2,446,692)	(1,788,124)
Commission payable and direct marketing costs	(368,038)	(453,359)
Impairment of goodwill	(300,000)	(250,000)
Share of loss of associated undertaking	(1,586)	(382)
Operating profit	2,725,911	1,703,343
Net investment income	445,774	922,260
Profit before tax	3,171,685	2,625,603
Income tax expense	(1,132,351)	(1,011,809)
Profit for the financial year	2,039,334	1,613,794
Earnings per share (cents)	15c4	12c2

**Condensed Consolidated Balance Sheet
at 31 December 2006**

	Group	
	2006	2005
	Lm	Lm
ASSETS		
Intangible assets	3,433,890	3,658,957
Deferred income tax	38,729	34,095
Property, plant and equipment	2,333,694	2,234,835
Investment property	6,484,184	4,054,239
Investment in associated undertaking	1,468,632	1,388,518
Other investments	21,676,730	12,096,905
Reinsurers' share of technical provisions	386,803	498,776
Taxation receivable	232,731	108,635
Stock - property held for development	1,498,687	-
Trade and other receivables	1,417,270	1,164,412
Cash and cash equivalents	2,474,269	3,218,263
Total assets	41,445,619	28,457,635
EQUITY AND LIABILITIES		
Capital and reserves	12,678,819	11,197,503
Technical provisions	16,978,459	13,783,937
Interest-bearing borrowings	8,679,301	1,335,896
Deferred income tax	918,867	517,915
Trade and other payables	1,635,960	1,237,495
Current income tax liabilities	554,213	384,889
Total equity and liabilities	41,445,619	28,457,635



**Condensed Consolidated Statement of Changes in Equity
for the year ended 31 December 2006**

	Group				
	Share capital	Share premium account	Other reserves	Profit and loss account	Total
	Lm	Lm	Lm	Lm	Lm
Year ended 31 December 2005					
Balance at 1 January 2005	1,650,943	7,285,496	252,187	781,403	9,970,029
Profit for the financial year	-	-	-	1,613,794	1,613,794
Increment in value of in-force business transferred to other reserves	-	-	205,000	(205,000)	-
Investment property - fair value gains, net of deferred income tax	-	-	15,391	(15,391)	-
Net income/(expense) recognised directly in equity	-	-	220,391	(220,391)	-
Total recognised income for 2005	-	-	220,391	1,393,403	1,613,794
Dividends	-	-	-	(386,320)	(386,320)
Balance at 31 December 2005	1,650,943	7,285,496	472,578	1,788,486	11,197,503
Year ended 31 December 2006					
Balance at 1 January 2006	1,650,943	7,285,496	472,578	1,788,486	11,197,503
Profit for the financial year	-	-	-	2,039,334	2,039,334
Increment in value of in-force business transferred to other reserves	-	-	84,000	(84,000)	-
Investment property - fair value gains, net of deferred income tax	-	-	660,143	(660,143)	-
Net income/(expense) recognised directly in equity	-	-	744,143	(744,143)	-
Total recognised income for 2006	-	-	744,143	1,295,191	2,039,334
Dividends	-	-	-	(558,018)	(558,018)
Balance at 31 December 2006	1,650,943	7,285,496	1,216,721	2,525,659	12,678,819



**Condensed Consolidated Cash Flow Statement
for the year ended 31 December 2006**

	Group	
	2006	2005
	Lm	Lm
Net cash from operating activities	2,944,085	3,781,748
Net cash used in investing activities	(10,485,865)	(3,756,019)
Net cash from financing activities	6,875,788	557,886
Movements in cash and cash equivalents	(665,992)	583,615
Cash and cash equivalents at beginning of year	3,122,626	2,539,011
Cash and cash equivalents at end of year	2,456,634	3,122,626



Notes to the Condensed Consolidated Financial Statements

(1) This report is being published in terms of Malta Financial Services Authority Listing Rules 8.7.4, 8.7.21 and 9.35 and Article 4(2) of the Prevention of Financial Markets Abuse (Disclosure and Notification) Regulations, 2005.

(2) The financial information being published has been extracted from the audited annual financial statements of GlobalCapital p.l.c. for the year ended 31 December 2006. These financial statements have been reported on by PricewaterhouseCoopers and approved by the Board of Directors on 23 March 2007.

(3) The accounting policies used in the preparation of the financial statements for the year ended 31 December 2006 are consistent with those used in the financial statements for the year ended 31 December 2005.

(4) A performance fee of Lm2,507,472 (2005: Lm716,772) was earned by a Group undertaking from its activity as an investment advisor.

(5) The Group's operations consist of the provision of investment and advisory services in terms of the Investment Services Act, 1994, the provision of agency and broking services for health or other general insurance in terms of the Insurance Intermediaries Act, 2006, the carrying on of long term business of insurance under the Insurance Business Act, 1998 and the provision of property management and consultancy services, including handling property acquisitions, disposals and development projects. All the Group's turnover is primarily generated in and from Malta.

(6) Fair value gains (including realised gains) recognised in the income statement for the year ended 31 December 2006 amounted to Lm2,043,518 (2005: Lm2,557,843).

(7) Earnings per share is based on the net profit for the year divided by the weighted average number of ordinary shares in issue during the year. The weighted average number of ordinary shares in issue during the year amounted to 13,207,548 shares (2005: 13,207,548 shares).

(8) On 23 March 2007, the Board of Directors has resolved to recommend to the shareholders to approve the declaration of final gross dividend of 1c0 per share (net: 0c65 - €1c51) and a special gross dividend of 5c0 per share (net: 3c25 - €7c57) at the next Annual General Meeting. This net dividend will be payable to shareholders who are on the Register of Members on 29 May 2007.