

Result announcement 3QCY22

Commercial Banks

United Bank Limited

Earnings: United Bank Limited (UBL) announced its financial result for the third quarter of the year 2022. As per the financial result, the Bank reported earnings of PKR 6.9bn (PKR 5.6/share) during 3QCY22 compared to same period last year of PKR 7.8bn (PKR 6.3/share), a decrease of 11%/y.

Dividends/Payouts: The bank announced an interim cash dividend of PKR 4/share this quarter, bring total cash payout to PKR13/share for 9MCY22.

Operating performance: During the period under review, the Bank reported net-interest income of PKR 27.7bn (up by 49%/y) and non-interest income of PKR 7.4bn (up by 27%/y). As a result total revenue of the bank stood at PKR 35.1bn (up by 43%/y). Moreover, UBL recorded operating expenses of PKR 14bn (up by 24%/y) that slightly improved bank's cost/income ratio to 40% (last year: 46.2%). The Bank booked a provision charge of PKR 4.7bn this quarter, likely owing to impairment on investments. Tax charge for this quarter came at PKR 9.5bn (effective tax rate of 58%), mainly because of lower ADR and deferred tax liability.

Exhibit: Unconsolidated Financial Highlights United Bank Limited (UBL)										
Latest result published for 3QCY22										
Period (PKRbn)	9m'22	3q'22	2q'22	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Interest Income	72.8	27.7	23.6	21.5	71.8	18.1	18.6	18.2	16.9	75.0
Fee Income	11.7	3.9	3.8	3.9	13.1	3.3	3.1	3.6	3.0	11.1
Treasury Income	9.8	3.3	3.9	2.6	9.8	2.6	2.6	2.0	2.6	5.4
Non-Interest Income	22.1	7.4	7.9	6.8	23.4	6.1	5.9	5.6	5.8	17.1
Total Revenue	94.9	35.1	31.6	28.3	95.1	24.2	24.5	23.9	22.6	92.1
Operating Expenses	(38.8)	(14.0)	(12.7)	(12.1)	(44.0)	(11.9)	(11.3)	(10.6)	(10.1)	(41.1)
Provision charge	(5.4)	(4.7)	(0.4)	(0.3)	1.0	0.5	0.3	0.4	(0.4)	(16.8)
Tax Charge	(31.9)	(9.5)	(16.1)	(6.3)	(21.2)	(5.0)	(5.7)	(6.1)	(4.8)	(13.3)
Profit After tax	18.8	6.9	2.3	9.5	30.9	7.8	7.8	7.6	7.4	20.9
EPS	15.3	5.6	1.9	7.8	25.2	6.4	6.3	6.2	6.0	17.1
DPS	13.0	4.0	4.0	5.0	18.0	6.0	4.0	4.0	4.0	12.0
Source: Company accounts, IGI Research, PSX										No. of shares: 1224.18mn

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