

Flash Note

Wednesday, 20 April 2022



Result announcement: 1QCY22

Commercial Banks

United Bank Limited

Earnings: As per the financial result, the bank reported earnings of PKR 21.5bn (PKR 7.8/share) compared to last year PKR 16.9bn (PKR 6/share), an increase of 29%.

Dividends/Payouts: The bank announced interim cash dividend of PKR 5/share compared to last year dividend of PKR 4/share.

Operating performance: During the period under review, the bank reported net-interest income of PKR 21.5bn (up by 27%) and non-interest income of PKR 6.8bn (up by 17%). As a result total revenue of the bank stood at PKR 28.3bn (up by 25%). Moreover, the bank recorded operating expenses of PKR 12.1bn (up by 19%); however, due to higher rate of revenue increase (+25%) compared to cost increase (+19%), bank's cost/income ratio slightly improved to 42.7% (last year: 44.7%). The bank booked a provision charge of PKR 0.3mn.

Exhibit: Financial Highlights United Bank Ltd. (UBL)							
Latest result published for 1QCY22							
Period (PKRmn)	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Interest Income	21.5	71.8	18.1	18.6	18.2	16.9	75.0
Fee Income	3.9	13.1	3.3	3.1	3.6	3.0	11.1
Treasury Income	2.6	9.8	2.6	2.6	2.0	2.6	5.4
Non-Interest Income	6.8	23.4	6.1	5.9	5.6	5.8	17.1
Total Revenue	28.3	95.1	24.2	24.5	23.9	22.6	92.1
Operating Expenses	(12.1)	(44.0)	(11.9)	(11.3)	(10.6)	(10.1)	(41.1)
Provision charge	(0.3)	1.0	0.5	0.3	0.4	(0.4)	(16.8)
Tax Charge	(6.3)	(21.2)	(5.0)	(5.7)	6.1	(4.8)	(13.3)
Profit After tax	9.5	30.9	7.8	7.8	7.6	7.4	20.9
EPS	7.8	25.2	6.6	6.3	6.2	6.0	17.1
DPS	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

Analyst

Abdullah Farhan

Abdullah.Farhan@igi.com.pk

Tel: +92 21 111 234 234 Ext: 912

Aariz Raza

Aariz.raza@igi.com.pk

Tel: +92 21 111 234 234 Ext: 816

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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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Contact Details

Equity Sales

Faisal Jawed Khan	Head of Equities	Tel: (+92-21) 35301779	faisal.jawed@igi.com.pk
Zaeem Haider Khan	Regional Head (North)	Tel: (+92-42) 38303559-68	zaeem.haider@igi.com.pk
Muhammad Naveed	Regional Manager (Islamabad & Upper North)	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Syeda Mahrukh Hameed	Branch Manager (Lahore)	Tel: (+92-42) 38303564	mahrukh.hameed@igi.com.pk
Shakeel Ahmad	Branch Manager (Faisalabad)	Tel: (+92-41) 2540843-45	shakeel.ahmad1@igi.com.pk
Zaid Farook	Branch Manager (Stock Exchange) Karachi	Tel: (+92-21) 32462651-52	zaid.farook@igi.com.pk
Asif Saleem	Equity Sales (RY Khan)	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	Equity Sales (Multan)	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk

Research Team

Saad Khan	Head of Research	Tel: (+92-21) 111-234-234 Ext: 810	saad.khan@igi.com.pk
Abdullah Farhan	Senior Analyst	Tel: (+92-21) 111-234-234 Ext: 912	abdullah.farhan@igi.com.pk
Aariz Raza	Analyst	Tel: (+92-21) 111-234-234 Ext: 810	Aariz.raza@igi.com.pk
Ajay Kumar	Analyst	Tel: (+92-21) 111-234-234 Ext: 912	ajay.kumar@igi.com.pk
Huzaifa Yaseen	Analyst	Tel: (+92-21) 111-234-234 Ext: 912	huzaifa.yaseen@igi.com.pk

IGI Finex Securities Limited

Trading Rights Entitlement Certificate (TREC) Holder of Pakistan Stock Exchange Limited |
Corporate member of Pakistan Mercantile Exchange Limited
Website: www.igisecurities.com.pk

Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,
Khayaban-e-Jami Block-09, Clifton, Karachi-75600
UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234
Fax: (+92-21) 35309169, 35301780

Stock Exchange Office

Room # 134, 3rd Floor, Stock Exchange Building,
Stock Exchange Road, Karachi.
Tel: (+92-21) 32429613-4, 32462651-2
Fax: (+92-21) 32429607

Lahore Office

Shop # G-009, Ground Floor,
Packages Mall
Tel: (+92-42) 38303560-69
Fax: (+92-42) 38303559

Islamabad Office

Mezzanine Floor, Office 5, 6 & 7, Kashmir Plaza,
Block- B, Jinnah Avenue, Blue Area
Tel: (+92-51) 2604861-2, 2604864, 2273439
Fax: (+92-51) 2273861

Faisalabad Office

Room #: 515-516, 5th Floor, State Life
Building, 2- Liaqat Road
Tel: (+92-41) 2540843-45
Fax: (+92-41) 2540815

Rahim Yar Khan Office

Plot # 12, Basement of Khalid Market,
Model Town, Town Hall Road
Tel: (+92-68) 5871652-3
Fax: (+92-68) 5871651

Multan Office

Mezzanine Floor, Abdali Tower,
Abdali Road
Tel: (92-61) 4512003, 4571183

IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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