

Earnings Flash

Friday July 31, 2020



FCMB Plc. Posts 28.83% PAT Growth in HY'2020

The HY'2020 result of FCMB Plc showed that gross earnings rose by 9.35% to N98.18 bn in the current period from N89.79 bn in HY'2019. Interest income advanced by 8.20% from N70.38 bn in HY'2019 to N76.15 bn in the current period. Net interest income increased by 17.40% to N45.38 bn in HY'2020 from N38.65 bn in HY'2019. The increase in net interest income was driven by the rise in interest income and by a 3.01% decline in interest expense. Profit before tax increased by 25.58% from N8.82 bn recorded in HY'2019 to N11.07 bn in the current period. The increase in profit was due to a 149.79% and 10.93% increase in other revenue and net trading income, respectively. Profit after tax advanced by 28.83% from N7.53 bn in HY'2019 to N9.70 bn in HY'2020. Consequently, earnings per share went up by 28.95% from N0.38 in HY'2019 to N0.49 in the current period. FCMB currently trades at N1.95.

Financial Highlights

Financials	HY-2020 (N' 000)	HY-2019 (N' 000)	% Change
Gross Earnings	98,179,194	89,786,041	9.35%
Interest Income	76,147,753	70,378,352	8.20%
Interest expense	-30,769,009	-31,724,386	-3.01%
Net interest Income	45,378,744	38,653,966	17.40%
Fees and Commission Income	14,232,705	14,157,195	0.53%
Fees and Commission Expenses	-4,545,002	-4,056,270	12.05%
Net Trading income	3,925,775	3,538,902	10.93%
Net Income on financial instrument	-30,309	-	
Other revenue	3,659,257	1,464,916	149.79%
Other income	244,013	246,676	-1.08%
Impairment Charges	-7,741,829	-5,498,385	40.80%
Operating expenses	-44,052,736	-39,691,153	10.99%
Profit before tax	11,070,618	8,815,847	25.58%
Tax	-1,369,874	-1,286,142	6.51%
Profit After Tax	9,700,744	7,529,705	28.83%
EPS	0.49	0.38	28.95%

Key Multiples/Ratios

□ Book Value Per Share-	N10.83
□ Net Profit Margin-	9.88%
□ Return on Equity -	4.52%
□ Return on Asset-	0.49%
□ Price to earnings ratio-	1.99x
□ Price to book value-	0.18x
□ Year-to-Date Change-	5.41%
□ Total Loan to Total Deposit-	65.94%
□ Current Shares Outstanding-	19.80 billion

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