

UNITED COMMERCIAL BANK PLC



Market Price	10.40	Resistance	13.30	RSI	64.72	William	0.00
Ticker	UCB	Support	8.60	MFI	54.59	Category	A
COMPANY INSIGHT				COMPANY BACKGROUND			
Market Price	BDT		10.4	Date of Incorporation			26-Jun-83
52 Week Price Range	BDT		8.60 - 13.30	No. of Branches			231
Market Capitalization	BDT (MN)		16,123.91	Registered Office	Bulus Center Plot - CWS- (A)-1, Road No - 34, Gulshan Avenue, Dhaka.		
Category			A	INTERIM UPDATE (2025)			
Sector		Bank		Particulars	Q3-25	Q3-24	
Paid Up Capital	BDT (MN)		15,503.76	Net Interest Income (MN)	11,517.86	16,912.54	
Reserve & Surplus	BDT (MN)		24,842.35	OP Profit (MN)	12,187.39	13,070.35	
EPS (Annualized)	BDT		0.43	Net Profit (MN)	488.52	2,254.22	
Company P/E	Times		24.38	EPS	0.32	1.45	
Sector P/E	Times		6.75	NAV	26.02	27.37	
NAV	BDT		26.02	SUBSIDIARY INFO (FY24)			
Free Float	%		88.42%	Revenue/Income		Net P&L	
Free Float Shares	MN		1,370.84	UCB Stock Brokerage	851.61	136.57	
Shareholding (%)	%	Director	10.27%	UCB Asset Management	63.57	24.94	
		Foreign	0.01%	UCB Investment	166.09	70.82	
		Inst.	35.39%	UCB Fintech	487.00	(759.09)	
		Public	53.02%	UCB Exchange	-	119.507	
Year End			December				

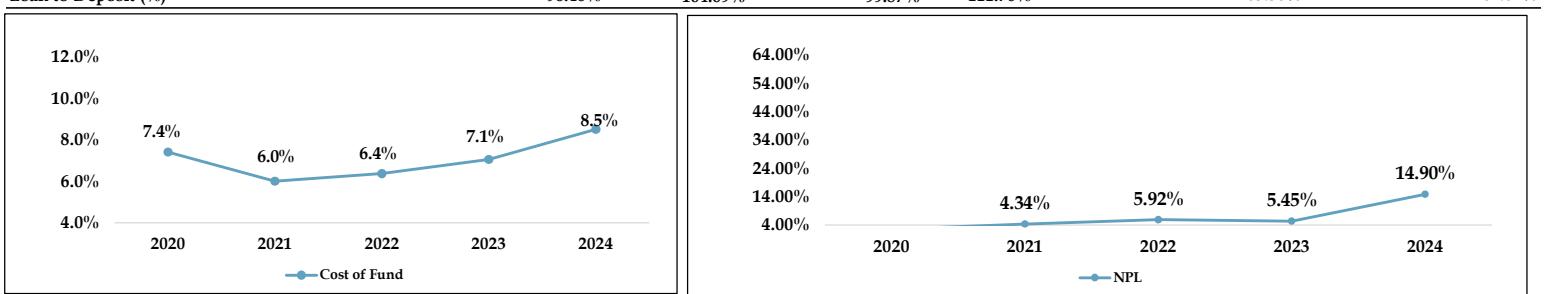
SELECTIVE COMPETITOR ANALYSIS (Q3 2025)

	UCB	BRACBANK	CITYBANK	PRIMEBANK	PUBLIBANK	UTTARABANK
Deposit (MN)	653,459.39	937,720.82	634,559.59	398,494.87	854,558.18	244,154.81
Loans & Advances (MN)	630,355.00	675,719.39	516,820.08	331,407.11	667,879.71	190,397.46
Loan to Deposit (%)	96.46%	72.06%	81.45%	83.16%	78.15%	77.98%
Net Interest Income (MN)	11,517.86	11,660.86	1,497.30	375.57	8,783.35	8,703.40
Net Profit (MN)	488.52	15,358.57	7,221.92	6,286.93	9,111.60	3,352.61
EPS(Annualized)	0.43	8.12	6.33	7.23	9.33	4.61
NAV	26.02	51.73	38.09	38.82	57.20	29.67
Cost of Fund*	8.52%	6.83%	5.90%	7.67%	7.75%	3.97%
Classified loans (CL)*	85,344.00	16,403.00	16,569.00	14,489.00	27,407.76	10,619.30
% of Classified Loan	13.54%	2.43%	3.21%	4.37%	4.10%	5.58%
Provision for unclassified loan*	4,715.00	5,227.00	8,796.00	6,755.00	9,388.78	1,077.00
Provision for classified loan*	22,341.00	13,263.00	7,246.00	10,519.00	21,031.69	2,853.86

*From Audit Report 2024

5 YEARS PERFORMANCE HIGHLIGHT

Particulars	Q3 2025	2024	2023	2022	2021	2020
Deposit (MN)	653,459.39	552,225.71	511,392.71	424,683.42	387,023.83	352,313.50
Growth (%)	7.98%	20.42%	9.73%	9.85%		
Loans & Advances (MN)	630,355.00	578,130.85	510,710.02	474,639.75	408,309.82	356,065.74
Growth (%)	13.20%	7.60%	16.25%	14.67%		
Net Interest Income (MN)	11,517.86	21,155.76	16,288.44	15,214.13	13,817.98	9,798.91
Growth (%)	29.88%	7.06%	10.10%	41.02%		
Net Profit (MN)	488.52	80.06	2,197.67	3,298.65	2,507.11	2,948.85
EPS(Annualized)	0.43	-	0.00	0.00	0.00	0.00
NAV	26.02	26.42	27.46	29.13	26.59	27.96
Cost of Fund	8.52%	7.06%	6.38%	6.01%		
Classified loans (CL)	85,344.00	27,819.00	28,078.00		17,737.00	8,984.00
% of Classified Loan	14.8%	5.4%	5.9%	4.3%		
Provision for unclassified loan	-	4,715.00	6,244.00	6,002.00	6,462.00	5,406.00
Provision for classified loan	-	22,341.00	13,907.00	13,207.00	10,122.00	7,240.00
Loan to Deposit (%)	96.46%	104.69%	99.87%	111.76%	105.50%	101.07%



FINANCIAL PERFORMANCE

Figure in MN except EPS, NAV

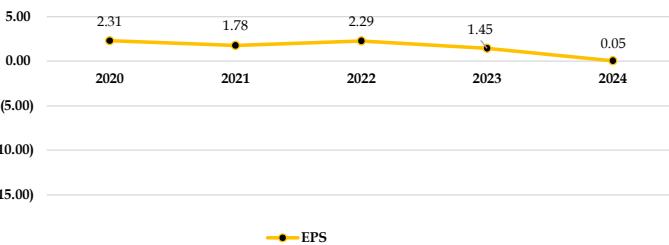
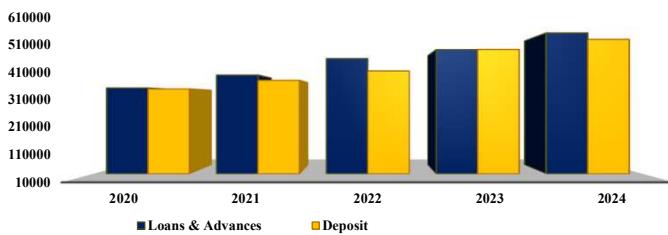
Particulars	Q3 2025	2024	2023	2022	2021	2020
Interest Income	47,073.00	56,329.94	38,527.43	32,301.60	27,984.76	27,690.58
Net Interest Income	11,517.86	21,155.76	16,288.44	15,214.13	13,817.98	9,798.91
Investment income	10,664.98	7,591.58	6,004.84	5,814.47	5,646.29	6,170.68
Commission, excg, brokerage	6,273.206	9,005.639	8,376.879	8,899.009	6,466.823	4,970.122
Other Operating Income	240.37	373.80	350.10	319.79	394.24	150.86
Total Operating Income	28,696.41	38,126.78	31,020.25	30,247.40	26,325.33	21,090.57
Total Operating Expenses	16,509.03	23,338.55	21,426.29	19,034.53	16,346.13	13,900.60
Profit Before Provision	12,187.39	14,788.22	9,593.96	11,212.86	9,979.20	7,189.97
Total Provision	10,912.64	12,914.05	4,556.69	5,679.85	4,695.95	1,946.44
Net Profit	488.52	80.06	2,197.67	3,298.65	2,507.11	2,948.85
Property,Plant & Equipments	18,989.70	19,567.07	19,583.16	17,026.51	17,018.20	14,624.72
Loans & Advances	630,355.00	578,130.85	510,710.02	474,639.75	408,309.82	356,065.74
Investment	138,336.35	90,756.76	85,611.17	79,010.19	83,047.00	66,986.98
Total Asset	878,951.97	772,183.43	687,558.67	633,306.92	570,424.85	498,578.73
Deposit	653,459.39	552,225.71	511,392.71	424,683.42	387,023.83	352,313.50
Borrowings from banks, NBFI	66,852.78	81,142.17	66,590.31	107,039.74	89,410.44	62,240.92
Other Liabilities	118,293.69	98,818.44	67,997.14	61,405.65	56,601.75	48,285.79
Paid up Capital	15,503.76	15,503.76	14,765.48	14,062.37	12,783.97	12,175.21
Statutory reserve	15,842.09	15,828.74	15,802.73	15,764.31	14,555.97	13,424.99
Retained Earnings	4,592.22	4,415.53	6,431.47	6,072.82	5,935.48	5,864.05
Shareholders' Equity	40,346.11	39,997.12	41,578.52	40,178.11	37,388.83	35,738.51
Total Liabilities	838,605.86	732,186.31	645,980.15	593,128.81	533,036.02	462,840.21
Classified Loan	-	-	-	-	-	-
Total Equity & Liabilities	878,951.97	772,183.43	687,558.67	633,306.92	570,424.85	498,578.73
Dividend		0.00%	5% C, 5% S	5% C, 5% S	0% C, 10% S	5% C, 5% S
Operating Profit Margin	25.89%	26.25%	24.90%	34.71%	35.66%	25.97%
Net Profit Margin	1.04%	0.14%	5.70%	10.21%	8.96%	10.65%
Credit-to-Deposit Ratio	96.46%	104.69%	99.87%	111.76%	99.81%	101.07%
Current Ratio	1.05	1.05	1.06	1.07	1.07	1.08
Return on Asset	0.06%	0.01%	0.32%	0.52%	0.44%	0.59%
Return on Equity	1.21%	0.20%	5.29%	8.21%	6.71%	8.25%
Return on Investment	0.35%	0.09%	2.57%	4.17%	3.02%	4.40%
Cost of Fund		8.52%	7.06%	6.38%	6.01%	7.42%
NPL		14.90%	5.50%	5.99%	4.41%	2.55%
EPS (Annualized)	0.43	0.05	1.45	2.29	1.78	2.31
NAV	26.02	26.42	27.46	29.13	26.59	27.96
Total Off Balance Sheet Item to Total Asset	24.92%	33.78%	42.42%	34.41%	45.65%	40.32%

INVESTMENT POSITIVES

- Operating profit surged by 55% year-over-year to BDT 15.08 billion, driven by robust core banking activities and increased spread.
- Net Interest Income grew significantly by 33% to BDT 20.86 billion, reflecting effective management of interest-earning assets and liabilities.
- Total assets expanded by 12%, supported by a 13% growth in loans and 8% growth in deposits, demonstrating business resilience.
- A vast network of 231 branches and 855 agent banking outlets provides a strong competitive advantage in deposit mobilization and market reach.
- Wholly-owned subsidiaries in brokerage, investment, and fintech diversify revenue sources and strengthen UCB's position in the capital market.

INVESTMENT NEGATIVES

- The NPL ratio spiked drastically to 14.90% in 2024 from 5.50% in 2023, indicating severe deterioration in asset quality.
- Net Profit After Tax plummeted to BDT 608 million, a sharp drop from BDT 2.69 billion in 2023, eroding shareholder earnings.
- Auditors identified a total provision shortfall of approximately BDT 3,896 crore, suggesting significant unrecorded risks and potential capital erosion.
- The bank faces a reported capital shortfall of BDT 973 crore, which widens significantly without regulatory forbearance, posing stability risks.
- The Board declared no dividend for 2024 to preserve capital, negatively impacting investor sentiment and immediate returns for shareholders.
- Despite high operating profits in 2024, net profit plunged because massive provisions of BDT 10,912.64 million for classified loans absorbed nearly 90% of the operating profit.

FINANCIAL PERFORMANCE

DISCLAIMER

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