



FEATURE

UT BANK LIMITED (UTB)

UT Bank Limited, formally UT Financial Services Limited, was incorporated on April 18, 1996. The company has, over the years, evolved from a non-bank financial institution specialized in loans and investments into a Bank licensed to carry out universal banking services in 2010. After its name change on September 6th, 1996 to Unique Trust Financial Services Limited (UTFSL), the company was converted to a public company in May, 2008 and subsequently listed on the Ghana Stock Exchange in the same year. The company took over the operations of BPI Bank through its holding company, UT Holdings after acquiring majority shares in the bank. Following that, the two subsidiaries merged in 2010; bringing UT Bank Limited to life.

UT Bank provides a wide range of commercial banking products and services tailored to meet the various needs of its individual and corporate customers as well as Small and Medium-scale Enterprises (SMEs). Its key products include loans, overdrafts, deposits, investments, international services such as Money Gram and Western Union. The bank provides a number of specific products and services. These include Young Saver's Account, Koowa Account, fon4loans, UT E-Zwich, Unique Account, Mobile Banking, Future Leaders Education Assistance Plan (FLEAP) and Fast Credit.

UT Bank has maintained a steady growth in its financial indicators over the years. Between 2008 and 2012, the company's Net Interest Income grew from GHS28.77 million to GHS61.49 million representing an increase of 113.76%. Its Net Profit position also rose by a whopping 294.92% from GHS5.30 million to GHS20.93 million over the same period

Financial statement released by UT Bank Limited for the 2013 financial year, put up a mixed performance compared to those of 2012. Over the period, the bank's Total Revenue amounted to GHS240.80 million in 2013 compared to GHS177.28 million recorded in 2012, signifying an appreciation of 35.83%. These came from Net Interest Income, Net Fees & Commission and Other Operating Income, which went up by 16.54%, 17.18% and 34.50% respectively. The period also recorded an increase in Operating Expenses by 34.32% from GHS64.80 million to GHS87.05 million in 2013, and Impairment charges, which went up by 83.33%. After deducting Tax Expenses, UT Bank's Net profit stood at GHS9.76 million signifying a 53.38% decline from GHS20.93 million in 2012. Subsequently, the Earning per Share (EPS) position of the Bank as at the end of 2013 was GHS0.0214 against GHS0.0459 as at the end of December 2012.

The performance of UT Bank Limited on the Ghana Stock Exchange since its listing on November 25, 2008 mirrors the mixed performance of the company over the years. Moving from an initial price of GHS0.33, the equity's price fell consistently to record an all-time low of GHS0.17 in July 2009 before bouncing back to close the year at GHS0.21. The equity further recorded capital gains of 42.86%, 6.67% and 18.75% to stand at GHS0.30, GHS0.32 and GHS0.38 respectively at the end of 2010, 2011 and 2012. The equity further rose to GHS0.45 by the end of 2013 amidst several fluctuations. UTB is currently trading at GHS0.37 showing a 17.77% loss in value since the beginning of the year, with a Price Earning (P/E) ratio of (19) multiples as at Friday, 6th June, 2014.

Income Statement

(All figures are expressed in thousand Ghana cedis)

	2010	2011	2012	2013
Net Interest Income	34,277	49,669	61,489	187,888
Net fees & Commissions	4,561	18,607	29,753	34,865
Net Profit	9,905	13,065	20,931	9,757

Balance Sheet Summary

(All figures are expressed in thousand Ghana cedis)

	2010	2011	2012	2013
Total Assets	516,632	712,864	986,905	1,333,333
Total Liabilities	189,642	651,635	858,470	1,207,666
Shareholders' Fund	22,279	61,229	128,435	128,670

Ratios/Statistics

	2010	2011	2012	2013
Profit Margin (%)	11.50	10.11	11.81	4.05
Return on Assets (%)	1.92	1.83	2.12	0.73
Return on Equity (%)	19.39	21.34	16.30	7.58
Earnings Per Share (GH¢)	0.0328	0.0433	0.0459	0.0214
Dividend Per Share (GH¢)	0.0100	-	0.0200	-
Net Assets Per Share (GH¢)	0.1691	0.2027	0.2815	0.2820
Share price				
High (GH¢)	0.36	0.38	0.38	0.52
Low (GH¢)	0.19	0.25	0.29	0.37
Close (GH¢)	0.30	0.32	0.38	0.45

Investor Ratios

	2012	2013
Price to Book Value	1.56	1.60
Price Revenue Ratio	1.13	0.85
Price Earnings Ratio	9.59	21.05
Dividend Yield (%)	0.05	-
Year-to-date Return (%)	37.50	2.27



Price Information

Year Opening Price (GH¢)	Week Opening Price (GH¢)	Current Price (GH)	Weekly Change (GHS)	Weekly Change (%)	Year To Date (%)
01.01.14	30.05.04	06.06.14	0.0014 ▲	0.48 ▲	8.98 ▲

GHANA STOCK EXCHANGE NEWS

Ghana's capital market recorded a mixed performance during the week under review. A total of 1,868,436 shares worth GHS4,316,740.92 were traded, indicating a 42.34% decline over the 3,240,417 shares traded last week. Total value of shares however increased by 90.07% compared to last week's GHS2,271,183.26.

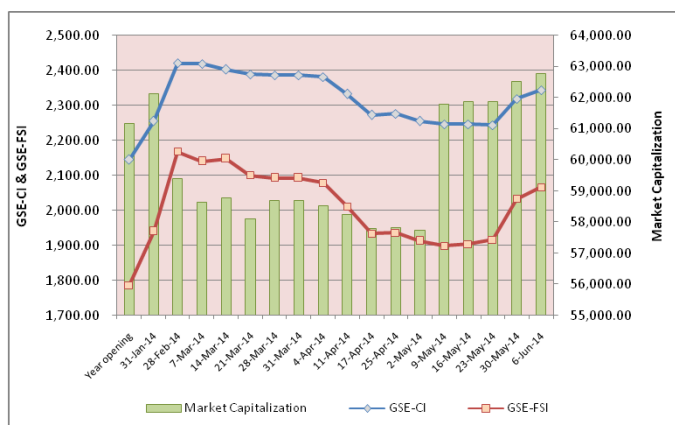
With a total of 530,222 shares, CAL Bank Limited was the period's most traded equity. On the other hand, Ayton Drug Manufacturing Company traded 20 shares to be the least active of the twenty-two (22) equities that participated in market trade during the week.

The performance of the market, as measured by both the GSE Composite Index (GSE-CI) and the GSE-Financial Stocks Index, went up during the week. From a week opening position of 2,319.12 points, the GSE-CI gained 24.86 points to finish the week at 2,343.98 points while the GSE-FSI increased by 36.35 points from 2,033.20 points to 2,066.58 points. The respective year-to-date returns of the GSE-CI and GSE-FSI at the end of the week were 9.27% and 15.67%.

Total market capitalization also went up by GHS257.49 million from GHS62,521.48 million to GHS62,778.97 million.

The graph below shows the trend in the GSE Composite Index, GSE Financial Stocks Index and Market capitalization since the beginning of the year.

Chart 1 – Trend of Market Indicators



MONEY MARKET NEWS

Cedi Record Mixed Performance

The week's foreign currency market interactions saw the Ghana cedi lose ground to four other major trading currencies while gaining against one. The local currency lost 1.38% to the US Dollar, 1.67% to the British Pound, 1.53% to the Euro and 0.70% to the Japanese Yen. The cedi however appreciated by 1.29% against the South African Rand.

On year-to-date basis, the cedi has so far depreciated against the Dollar, Pound, Euro, Rand and the Yen by 35.58%, 37.41%, 33.64%, 31.81% and 38.83% respectively.

The following table gives a summary of the interbank rates for the week under review.

Table 1 – Summary of Interbank Rates

	Buying		Selling	
	30.05.14	06.06.14	30.05.14	06.06.14
US Dollar	2.8894	2.9294	2.8920	2.9318
Pound	4.8259	4.9070	4.8308	4.9114
Euro	3.9289	3.9895	3.9323	3.9920
Rand	0.2753	0.2718	0.2755	0.2719
Yen	0.0284	0.0286	0.0284	0.0286

Source: Ghana Association of Bankers

Yields

The 91 and 182-day treasury bills were the only government debt securities that recorded changes in their yields during the week under review. They declined by 0.0052% and 0.0167% respectively. The 1-year note and 2-year fixed rate note on the other hand remained unchanged at 22.5000% and 23.0000% respectively.

Total tenders worth GHS650.12 million were received for short term securities and GH¢3.24 million for medium term securities during the previous week's tender. Of these, GHS645.12 million and GH¢33.24 million were sold for the respective tenures.

A total of GHS451.00 million is expected to be raised from this week's issue of short and medium term securities.

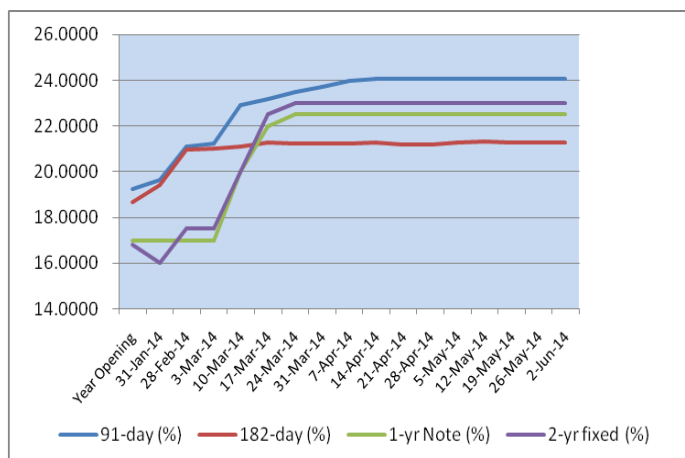
The table below shows the rates for the week under review alongside those of the previous week while the chart displays the trend of the rates so far this year.

Table 2 – Prevailing Interest Rates

Interest Rates (for Weeks Beginning)			
	26.05.14 (% p.a.)	02.06.14 (% p.a.)	Week Change (%)
91 Day	24.0778	24.0726	0.0052 ▼
182 Day	21.2888	21.2721	0.0167 ▼
1-Year Note	22.5000	22.5000	-
2-Year Fixed Rate Note	23.0000	23.0000	-

Source: Bank of Ghana

Chart 2 – Trend of Yields on Money Market Securities



RELEVANT CORPORATE NEWS

MLC- DEVIDEND AND CLOSURE OF REGISTER

Mechanical Lloyd Company Limited has announced that the company's Directors will be recommending to the shareholders, at the upcoming Annual General Meeting, the payment of a final dividend of GHS0.010 per share in respect of the 2013 financial year.

Shareholders registered in the books of MLC at the close of business on Wednesday, June 25, 2014 will qualify for the dividend.

The register of shareholder will be closed from Thursday, June 26, 2014 to Friday, June 28, 2013 (both date inclusive).

The dividend payment date is Monday, July 21, 2014.

GSE Press Release: 155/2014

ETI – ACQUIRES BANCO PROCREDIT-MOZAMBIQUE

Ecobank Transnational Incorporated ('Ecobank or the Group') and ProCredit Holding ('PCH') has announced that they have concluded negotiations for the acquisition of the 96% stake in Banco ProCredit Mozambique ("the Bank") previously held by ProCredit Holding and the DOEN Foundation. The transaction has received the approval of the regulatory authorities in Mozambique and the Bank has started trading as Ecobank Mozambique, effective May 20th 2014.

Banco ProCredit Mozambique is a development-oriented financial institution and part of the international ProCredit group. Operating in Mozambique since 2000, it has extensive experience in supporting very small and medium sized enterprises, and finances a wide range of business activities, including agriculture and fishing. It also provides banking services to non-business clients. The bank prides itself on its excellent customer service, and on providing products and services tailored to its clients' needs. Banco ProCredit serves over 67,000 clients via its 14 business outlets. Its total loan portfolio amounts to just under MZN 695m, with a deposit base of about MZN 930m.

GSE Press Release: 156/201414

COMPANIES THAT DECLARED FINAL DIVIDENDS IN 2012

Company	Final Dividend Per Share	Qualifying date	Book Closure	Payment Date
AYRTN	GHC0.00125	Jun 25	Jun 26 - 27	Aug 8
AADS	GHC0.0009			Apr 2
AGA	GHC0.0900			Apr 2
BOPP	GHC0.0770	Apr 23	April 24 - 26	May 10
CAL	GHC0.035	Mar 22	Mar 25 - 26	Apr 30
CMLT	GHC0.0060	Jun 26	Jun 27	Aug 30
EBG	GHC0.29	Apr 10	Apr 11 - 18	May 10
EGL	GHC0.016	May 17	May 20 - 22	Jun 28
ETI	0.4 US cents	Jul 5	Jul 5	Jul 19
FML	GHC0.06	Apr 19	April 22 - 24	May 8
GCB	GHC0.14	May 31	Jun 3 - 7	Jun 28
GOIL	GHC0.015	Aug 15	Aug 16	Aug 30
MLC	GHC0.015	Jun 25	June 26 - 28	July 19
PBC	GHC0.0062	Mar 15	March 18 - 22	May 7
PZ	GHC0.0046	Sept 23	Sept 24 - 27	Oct 14
SCB	GHC0.47	May 17	May 20 - 21	Jun 28
SOGEGH	GHC0.04	Mar 22	Mar 25 - 26	May 15
SPL	GHC0.0022	Sept 26	Sept 27	Oct 8
TBL	20 Bututs	Apr 18	Apr 19	Apr 30
TOTAL	GHC0.69	Jul 18	Jul 19 - 24	Jul 26
UNIL	GHC0.2560	Apr 10	April 11 - 24	May 24
UTB	GHC0.02	Apr 12	Apr 15 - 17	May 31

COMPANIES THAT HAVE DECLARED DIVIDENDS FOR 2013

Company	Dividend Per Share	Qualifying date	Book Closure	Payment Date
INTERIM DIVIDEND				
EGL	GHC0.020	Oct 1 (2013)	Oct 2 - 3	Nov 4
TOTAL	GHC0.0771	Dec 18 (2013)	Dec 19 - 20	Dec 24
FINAL DIVIDEND*				
CAL	GHC0.053	Mar 21	Mar 24 - 26	Apr 30
SOGEGH	GHC0.06	Mar 27	Mar 28 - 31	May 15
EBG	GHC0.43	April 21	April 22-29	May 14
HFC	GHC0.035	April 21	April 22-23	May 15
FML	GHC 0.09	May 5th	May 6-7	June 12
BOPP	GHC 0.0334	May 7th	May 8-9	June 20
EGL	GHC 0.025	May 19th	May 20-22	June 30
SCB	GHC1.15	May23rd	May 26-27	June30
TBL	25 bututs	May 29th	May 30	June 4
TOTAL	GHC0.0985	June 11	June 18	June 25
GOIL	GHC0.0160	June 11	June 12	
MLC	GHC0.010	June25	June 26-28	July21

**All dates for final dividends are in 2014*

Listed Equities	% of Market Capitalization	Week	Week	Price	Weekly	Year-to-	P/E Ratio	Dividend	Return on	Price/Book Value	Price/Revenue
		Opening	Closing	Change	Return	Date		Yield	Assets		
		Price (GH¢)	Price (GH¢)	(GH¢)	(%)	Return (%)		(%)	(%)		
06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	06.06.14	
ACI	0.002	0.03	0.03	-	-	-50.00	-	-	-11.48	0.18	0.24
AGA	23.70	37.00	37.00	-	-	-	-	0.24	-19.21	2.07	1.67
ALW	0.02	0.05	0.05	-	-	-	-	-	-3.52	0.22	0.09
AYRTN	0.06	0.17	0.17	-	-	-	89	0.74	4.94	1.79	3.08
BOPP	0.14	2.30	2.48	0.18 ▲	7.83	-22.74	16	3.10	12.64	1.98	2.44
CAL	0.77	0.88	0.88	-	-	-9.28	4	3.98	5.92	0.76	0.63
CLYD	0.002	0.04	0.04	-	-	-	8	-	1.10	0.02	0.002
CMLT	0.002	0.16	0.16	-	-	-	14	3.75	3.86	0.64	0.28
CPC	0.06	0.02	0.02	-	-	-	-	-	-2.68	-7.77	0.66
EBG	3.29	6.90	7.05	0.15 ▲	2.17	25.67	7	4.11	1.42	0.32	7.56
EGL	0.29	1.86	1.42	0.44 ▼	-23.66	-24.47	-	1.13	11.47	1.12	0.58
ETI	5.85	0.22	0.23	0.01 ▲	4.55	21.05	7	-	1.16	0.63	0.76
FML	1.30	7.00	7.00	-	-	5.74	37	0.86	21.45	10.64	5.85
GCB	2.26	5.02	5.35	0.33 ▲	6.57	10.31	6	2.62	6.73	3.04	2.50
GGBL	1.84	5.58	5.48	0.10 ▼	-1.79	-11.61	282	-	3.77	5.50	5.14
GOIL	0.36	0.90	0.90	-	-	1.12	14	1.67	5.52	3.24	0.03
GSR	1.12	2.75	2.75	-	-	-	-	-	1.09	0.01	0.03
GWEB	0.002	0.04	0.04	-	-	-	-	-	2.25	-0.60	2.48
HFC	0.69	1.45	1.45	-	-	51.04	11	-	3.73	1.13	1.09
MCA	0.04	3.10	3.10	-	-	-	2	-	27.56	1.29	2.64
MLC	0.02	0.29	0.29	-	-	-23.68	-	5.17	-1.31	0.15	0.15
PKL	0.003	0.06	0.06	-	-	-	-	-	-35.20	-1.47	1.70
PBC	0.11	0.13	0.14	0.01 ▲	7.69	-17.65	9	4.43	-2.70	1.70	0.06
PZ	0.16	0.58	0.58	-	-	-26.58	-	-	0.26	2.52	1.29
SCB	3.31	17.90	18.00	0.10 ▲	0.56	20.48	34	2.61	1.70	0.96	2.00
SIC	0.13	0.43	0.42	0.01 ▼	-2.23	7.69	18	-	228.66	1.12	0.76
SPL	0.005	0.04	0.04	-	-	-	5	-	8.45	1.07	0.44
SOEGEH	0.49	0.92	0.92	-	-	22.67	47	4.35	2.99	1.59	1.56
SWL	0.001	0.04	0.04	-	-	33.33	16	-	38.67	0.38	0.08
TBL	0.08	0.25	0.25	-	-	-28.57	5	-	2.94	0.11	0.07
TOTAL	1.17	6.40	6.57	0.17 ▲	2.66	29.84	20	10.50	10.59	0.85	0.07
TRANSOL	0.004	0.03	0.03	-	-	-	16	-	11.50	-0.70	13.71
TLW	50.56	35.00	35.00	-	-	0.06	27	-	1.88	5.81	11.95
UNIL	1.78	17.98	17.90	0.02 ▼	-0.44	-2.24	-	1.43	7.32	34.29	3.46
UTB	0.27	0.35	0.37	0.02 ▲	5.71	-17.78	19	5.41	0.73	0.08	0.36
Depository Shares											
AADS	0.09	0.52	0.52	-	-	-	-	0.17	-	-	-
Preference Shares											
SCB-PREF	0.02	0.55	0.55	-	-	5.77	-	-	1.70	0.03	0.05
ETF											
GLD	0.02	23.00	23.00	-	-	-11.98	-	-	-	-	-

Key ABL—Accra Brewery Ltd, ACI—African Champion Industries, AGA—AngloGold Ashanti Ltd, ALW—Aluworks Ltd, AYRTN—Ayrton Drug Manufacturing Ltd, BOPP—Benso Oil Palm Plantation Ltd, CAL—CAL Bank Ltd, CFAO—CFAO Ghana Ltd, CLYD—Clydestone Ghana Ltd, CMLT—Camelot Ghana Ltd, CPC—Cocoa Processing Company Ltd, EBG—Ecobank Ghana Ltd, EGL—Enterprise Group Ltd, ETI—Ecobank Transnational Incorporated, FML—Fan Milk Ltd, GCB—Ghana Commercial Bank Ltd, GGBL—Guinness Ghana Breweries Ltd, GOIL—Ghana Oil Company Ltd, GSR—Gold Star Resources Ltd, GWEB—Golden Web Ltd, HFC—HFC Bank Ltd, MAC—Mega African Capital, MLC—Mechanical Lloyd Company Ltd, PKL—Pioneer Kitchenware Ltd, PBC—Produce Buying Company Ltd, PZ—PZ Cussons Ghana Company Ltd, SCB—Standard Chartered Bank Ltd, SIC—SIC

■ As at December 2013 ■ As at September 2013 ■ As at May 2013 ■ As at March 2013 ■ As at December 2012 ■ As at September 2012 ▲ Price Gainers ▼ Price Decliners