

FCB - EARNINGS FLASH

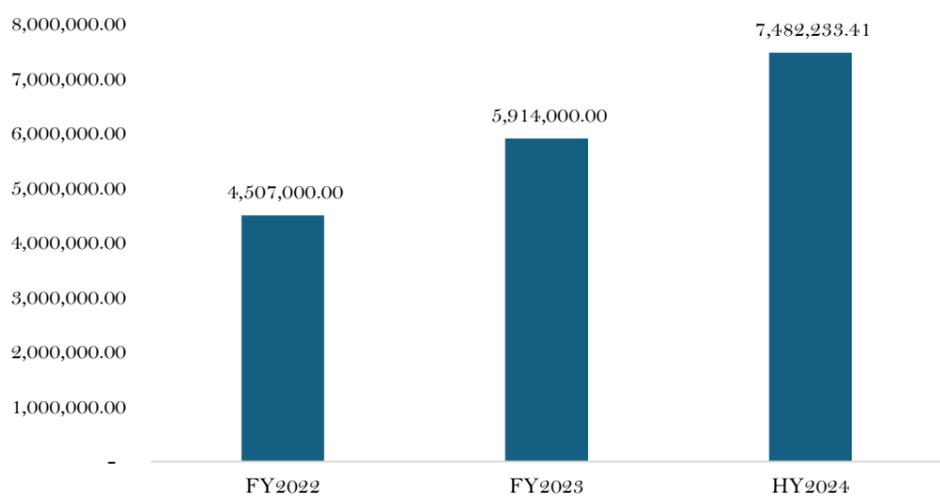
PERFORMANCE OVERVIEW

	HY24'000	HY23'000	% Change
Net Interest Income (ZWGm)	194,008	157,391	23%
Earnings (ZWGm)	155,455	57,994	168%
Loans	1,297,862	1,167,001	11%
Total Equity	1,026,087	922,189	11%
EPS (USc)	7.19	2.70	166%

MARKET DATA

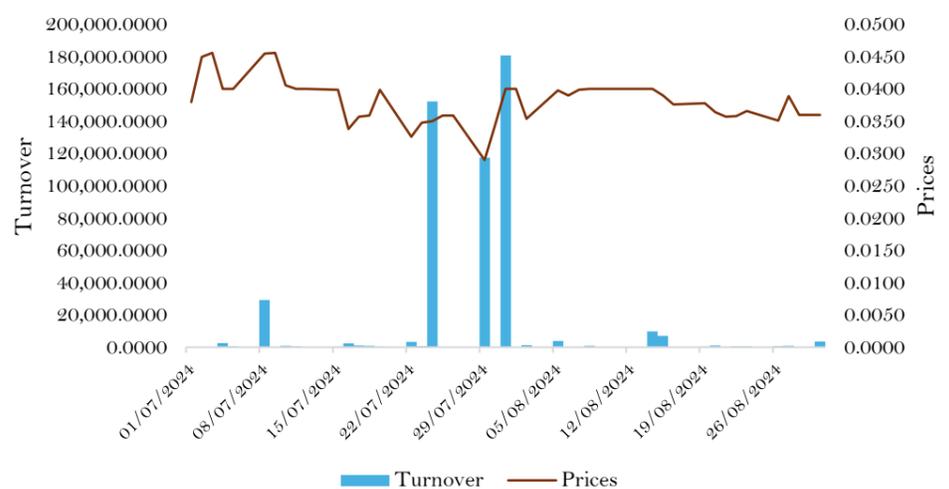
Sector	Financial Services
Report Date	30 June 2024
Market Cap (US\$ mn)	78.89
PBV (x)	1.05
PER (x)	6.96
Dividend Yield	9.48%
Recommendation	BUY

FCB Dividends Paid (2022-2024) USD\$



Source: First Capital Bank Financials

FCB Prices & Turnover Performance



Source: FBC Securities Research, VFEX

OUR THOUGHTS

- Given the strong financial performance, consistent growth in profitability, and sound risk management practices, First Capital Bank appears to be a solid investment for equity investors.
- The bank's robust capital and liquidity positions, coupled with its strategic focus on growing its loan book and enhancing digital banking, suggest that it is well-positioned for continued growth. The bank continues to leverage its strong brand, diversified income streams, and prudent risk management practices to achieve sustainable growth.
- However, investors should also consider the economic and regulatory environment in Zimbabwe, which can impact financial institutions. For example, the liquidity challenge currently prevailing in the economy is making it extremely challenging for banks to mobilize deposits. This is exacerbated by low levels of monetization, with a huge portion of available liquidity circulating outside the formal banking system due to high informalization of the economy.
- Notwithstanding, First Capital has remained resilient in the face of the headwinds, leveraging on its strong relationship with external financiers such as the AfDB and Afreximbank.

You Matter Most



FBC Securities (Private) Limited
(Registered Stockbroker) - Member of the Zimbabwe Stock Exchange

2nd Floor, Bank Chambers

76 Samora Machel Harare

+263 4 797 772/75/77 797761/7/9

Research & Investments

Enock Rukarwa : +263 777 193 053

Nelson Mrewa : +263 778 197 260