



MARKET INFORMATION

Sector: Financial Services

Sub Sector: Banking

Nature of Biz: Commercial Banking

O/Shares: 29,431,179,224

Mkt Cap: N673, 974,004,229

End of year: 31st December

Listing Date: 9th September 1996

Com Reg: DATAMAX Registrars

PRICE / MARKET DATA

Current Price: N22.90k

Year high: N25.50k

Year low: N17.00k

YTD Returns: -9.05%

Proposed Div: N1.50k

Closure Date: 17th March 2015

Payment Date: 31st March 2015

INVESTMENT RATIOS

P/E: 6.83x

INDUSTRY P/E: 7.14x

P/BV: 1.80x

ROA: 4.18%

ROE: 26.36%

DIVIDEND YIELD: 6.55%

NET MARGIN: 35.44%

EPS: N3.35K

BVPS: N12.71K

DIV HISTORY- 5 YEARS

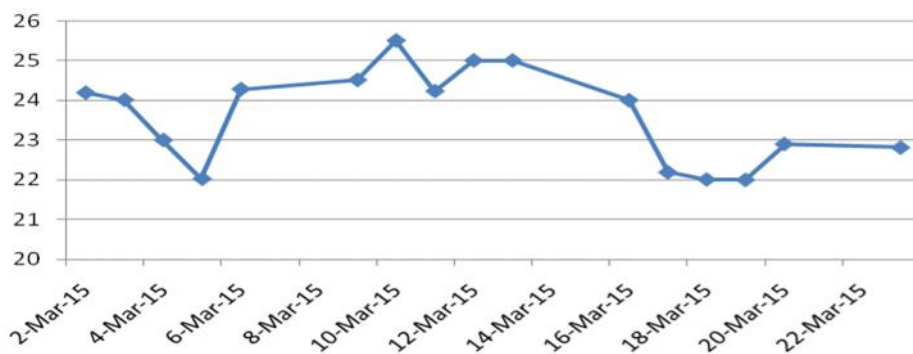
YEAR	DIV	BONUS
2010	N1.00K	1 for 4
2011	N1.10K	1 for 4
2012	N1.55K	NIL
2013	N1.70K	NIL
2014	N1.75K	NIL

GUARANTY TRUST BANK PLC FOR YEAR ENDED 31ST DEC. 2014

AUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DEC 2014

	CURRENT(m)	PREVIOUS (m)	CHANGE %
GROSS EARNINGS	278,520,814	242,665,011	14.78%
PBT	116,385,843	107,091,256	8.68%
PAT	98,694,919	90,023,977	9.63%
BALANCE SHEET ITEMS			
TOTAL ASSET	2,355,876,526	2,102,846,415	12.03%
TOTAL LIABILITIES	1,981,543,978	1,770,493,345	11.92%
NET ASSET	374,332,548	332,353,070	12.63%

GTBank - PRICE TREND MAR '15



GTBank gross earnings for year ended 2014 showed a growth of 14.78%, from N242.66 billion in 2013 to N278.52 billion in the year under review. In spite of a 4% increase in tax liabilities, PAT stood at N98.69 billion compared to N90.02 billion achieved in 2013 financial year end, this represents an increase of 9.63%. The appreciation in PAT can be attributed to increase from non interest income which grew by 37%. Similarly Net assets rose by 12.63% to N374.33 billion as against N332.35 billion recorded in 2013. An analysis of the results indicates that the level of profit was affected by increased interest expense and high loan loss exposure which went up by 20% and 146% respectively. Total assets appreciated by 12.03% to N2.35 trillion as against N2.10 trillion, this is as a result of increase in the bank's loan book by 27%. The commencement of the Treasury Single Account (TSA) in 2015 is likely to be a big challenge for the banks as the loss of cheap deposits will affect earnings. However, over the years the bank has been consistent with dividend payment. At a current market price of N22.90 as at 20/03/2015 and a P/E ratio 6.83x, we believe the company has an upside potential and therefore recommend a HOLD for short term investors and a BUY for long term investors.