

Shares information	4CF BU
Price (BGN)	1.64
52 weeks Price Change	65.82%
52 weeks Price Range	0.95 - 1.71
Market Cap (BGN)	185 573 037
Market Cap (EUR)	94 881 987
Shares Outstanding	113 154 291
Free Float	24.83%
P/E (ttm)	5.45
P/S (ttm)	1.25
P/BV	0.43
Net interest margin (ttm)	3.42%
Interest spread (ttm)	3.69%
ROA (ttm)	0.70%
ROE (ttm)	8.36%

Source: BSE, SIS calculations

Share price of CCB - 1 year



Source: BSE

Shareholder structure	
CCB Group	68.56%
Chimimport	6.61%
Free float	24.83%

Source: Company report Q1 2017

Income statement (BGN'000)	Q1'15	Q1'16	Q1'17
Interest income	36,516	38,533	36,869
Interest Expense	-23,601	-11,991	-7,138
Net interest income	12,915	26,542	29,731
Fees and commission income	9,314	10,176	10,486
Gain/(loss) from dealing with securities	4,103	136	1,236
Administrative expenses	-20,992	-23,710	-24,182
Provisions & Impairments	-1,991	-13,124	-7,401
Currency dealings	-608	2,159	566
EBT	2,741	2,179	10,436
Taxes	-274	-218	-1,043
Net income	2,467	1,961	9,393
Ratios	Q1'15	Q1'16	Q1'17
Average Earning Assets	2,987,440	3,277,903	3,318,514
Loans to NFI/Assets	0.42	0.44	0.42
Total Deposits/Assets	0.90	0.90	0.90
Equity/Assets	0.08	0.08	0.08
Interest Income/Average Earning Assets	1.22%	1.18%	1.11%
Interest Spread	0.59%	0.89%	0.95%
Net interest margin (NIM)	0.43%	0.81%	0.90%

Net income growth and lower impairment costs support sizeable net income expansion in Q1 2017

⇒ CCB reported interest income in the amount of BGN 36.87m in Q1 2017, down by 4.3% on annual basis and 1.38% over the past three months alone. However, as interest expenses are still on steady downward trajectory, the effect on net interest income was subdued. NII actually rose in the first quarter to BGN 29.7m, up by 12% on annual basis and 3.8% QoQ. Interest spread decreased to 3.69% from 4.04% reported in FY 2016.

⇒ Net fees and commissions income rose by 3% YoY to BGN 10.49m over the first three months of the year. While the bank also posted gains from dealings with securities in the amount of BGN 1.24m, which although growing multiple times in comparison to Q1 2016 results, falls short of the gains realized in the previous three quarters.

⇒ CCB's administrative expenses rose by 1.6% YoY to BGN 24.7m. On the other hand, after rising by 22.5% in 2016, impairment charges decreased notably in Q1 2017, going down by 43.6% on annual basis to just BGN 7.4m. This was positive for the bottom line as the bank posted nearly 5-fold YoY increase in net profit to BGN 9.39m.

⇒ No significant change in asset structure occurred in the first quarter of 2017. Cash held with the central bank and loans and advances made to other banks went up by 11.26% and 22.45% YTD, respectively, while book value of loans made to other clients fell by 0.3% to BGN 2.15b. The bank's securities portfolio decreased by nearly 5% to BGN 740.87m in total.

⇒ The bank continued to expand its deposit base, adding BGN 94.76m in new deposits in the first three months of the year. As of the quarter-end, deposits from customers other than banks account for 98% of CCB's total liabilities.

⇒ As of 31 March 2017, CCB's liquidity ratio is 44.65%, up by 183 bp over the past three months. The indicator rose above the 12-month average of 42.03%.

Balance sheet (BGN'000)	Q1'15	Q1'16	Q1'17
Cash and balances with the Central Bank	839,350	1,037,236	1,447,990
Due from other banks	258,969	284,686	323,091
Receivables from repo agreements	134,110	196,995	146,351
Trading portfolio, held for trading & available for sale	1,077,977	887,105	740,871
Investments in subsidiaries	59,788	59,788	84,333
Loans to NFI	1,841,788	2,085,705	2,154,403
PP&E	93,276	97,310	93,309
Other	76,078	55,648	86,458
Total Assets	4,381,336	4,704,473	5,076,806
Deposits from banks & financial institutions	8,564	10,016	13,512
Deposits from customers	3,925,533	4,222,959	4,552,273
Payables from repo agreements	0	9,000	0
Other borrowed funds	70,913	70,956	70,805
Other liabilities	9,043	8,750	9,012
Total Liabilities	4,014,053	4,321,681	4,645,602
Share capital	113,154	113,154	113,154
Total Equity	367,283	382,792	431,204
Total Liabilities and Equity	4,381,336	4,704,473	5,076,806

Source: Company report Q1 2017

ANNUAL RESULTS

Balance sheet (BGN '000)	2014	2015	2016
Cash and balances with the Central Bank	1 197 165	908 317	1 301 490
Due from other banks	191 119	204 009	263,847
Receivables from repo agreements	156 201	152 448	199,258
Trading portfolio	205 015	202 666	115 047
Available for sale securities	236 780	227 520	664 189
Investments held to maturity	182 883	646 342	0
Investments in subsidiaries	59 788	59 788	88 433
Loans to NFI	1 814 413	2 087 078	2 160 083
PP&E	75 161	98 810	96 044
Other	62 426	56 490	85 840
Total Assets	4 180 951	4 643 468	4 970 131
Deposits from banks & financial institutions	21 290	9 282	12 451
Deposits from customers	3 716 866	4 166 847	4 457 515
Other borrowed funds	70 117	70 160	70 165
Other liabilities	8 988	8 261	11 444
Total Liabilities	3 817 261	4 263 550	4 551 575
Share capital	113 154	113 154	113 154
Total Equity	363 690	379 918	418 556
Total Liabilities and Equity	4 180 951	4 643 468	4 970 131

Income statement (BGN '000)	2014	2015	2016
Interest income	149 190	153 907	150 140
Interest Expense	-98 279	-75 817	39 836
Net interest income	50 911	78 090	110 304
Fees, commission & non-interest income	54 627	51 455	43 336
Gain/(loss) from dealing with securities	7 781	16 321	20 367
Administrative expenses	-107 355	-113 165	-117 834
Provisions & Impairments	-5 009	-28 271	-35 674
Currency dealings	7 248	3 996	5 955
EBT	8 203	8 426	30 621
Taxes	-820	-1 722	-4 023
Net income	7 383	6 704	26 598

Source: CCB audited annual financial statements (uncons.)

Disclaimers and Required Disclosures

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