# EQUITY RESEARCH REPORT

## First Private Bank Public Company Limited (FPB)

**YSX Code:** 00004 | **Listing:** Jan 20, 2017
**Share Price:** ~MMK 6,800 | **P/E Ratio:** 11.0x
**52-Wk High:** MMK 8,700 | **Period:** FY 2025–2026
**Sector:** Banking & Financial Services

| BASIC EPS | NAV PER SHARE | TOTAL ASSETS | DIVIDEND / SHARE | NPL RATIO |
|---|---|---|---|---|
| MMK 385.00 | MMK 2,955.92 | 375.14B | MMK 306.00 | 2.16% |
| -4.7% YoY | +2.7% YoY (2.96x Par) | +29.9% YoY (MMK) | 2 Interim Payouts | Down from >5.0% |

### 1. KEY FINANCIAL & INVESTOR METRICS

| Metric (MMK) | FY 2024-25 | FY 2025-26 | YoY % |
|---|---|---|---|
| **Total Income / Revenue** | 36,540.67M | 45,225.43M | +23.8% |
| Net Interest Income | 12,234.12M | 11,938.05M | -2.4% |
| Non-Interest Income | 13,487.32M | 15,785.44M | +17.0% |
| **Operational NPAT** | 11,976.17M | 11,418.40M | -4.7% |
| Basic EPS | MMK 404.00 | MMK 385.00 | -4.7% |
| NAV / Book Value Per Share | MMK 2,876.98 | MMK 2,955.92 | +2.7% |
| Total Cash Dividend Paid | MMK 0.00M | MMK 9,077.37M | N/A |
| Dividend Payout Ratio | 0.0% | ~79.5% | +79.5% |
| Customer Deposits | 188,567.00M | 272,176.20M | +44.3% |
| Total Loans & Advances | 162,960.00M | 208,881.80M | +28.2% |
| Total Shareholder Equity | 85,344.61M | 87,686.25M | +2.7% |
| Total Asset Base | 288,730.20M | 375,136.00M | +29.9% |

### 2. TREASURY & DIGITAL INFRASTRUCTURE

- **Government Treasury Bonds:** Holds MMK 45,000M in Treasury Bonds, generating MMK 3,032.22M in annual interest income.
- **Digital Banking Rollout:** Retail Mobile Banking (Nov 2024) and Corporate Internet Banking with Bulk Payment System (Apr 2025).
- **Payments Ecosystem:** Ongoing integration of MMQR (MyanmarPay) and MPU Single Brand Debit Cards (CBM approved July 2026).

### 3. CAPITAL STRUCTURE & BONUS EXPANSION

- **Bonus Share Issue:** On April 6, 2026, FPB issued 1 bonus share for every 20 existing shares (1,480,125 shares valued at MMK 5,180.44M at MMK 3,500/share).
- **Paid-up Capital Growth:** CBM approved transfer from Retained Earnings on June 30, 2026, expanding paid-up capital from MMK 29,664.61M (29.66M shares) to **MMK 34,845.05M** across 31,144,738 shares.
- **Book Value Backing:** Total equity of MMK 87,686.25M provides a NAV per share of **MMK 2,955.92** (2.96x relative to MMK 1,000 par value).

### 4. EARNINGS QUALITY & RISK PROFILE

- **FX Gain Dependency:** Gross interest income rose +27.7% YoY to MMK 29,439.98M, but deposit cost surge (+61.9% YoY to MMK 17,501.95M) compressed Net Interest Income by -2.4%. Non-interest income was heavily reliant on **MMK 13,121.52M** in FX gains.
- **Loan Concentration & Collateral:** Total lending reached MMK 208,881.80M, concentrated in Trading (39.77%) and Services (19.95%). Collateral backing is strong with **92.01%** secured by land/buildings.
- **Branch Operations:** 8 regional branches remain temporarily suspended due to security conditions; online core banking routes services seamlessly via nearby branches.

### 5. DIVIDEND UNLOCK & NPL RECOVERY

- **NPL Workout Achievement:** Active credit management reduced NPLs from >5.0% to **2.16%** (Aug 2026), unlocking CBM approval for dividend distribution under Directive No. 5/2017.
- **Dividend Distribution:** Distributed MMK 306/share (MMK 9,077.37M total / ~79.5% payout) via two interim payments in Dec 2025 and Feb 2026.
- **Retained Earnings:** Undistributed retained earnings remain solid at MMK 17,689.92M as of March 31, 2026.

### 6. GOVERNANCE & INVESTMENT TAKEAWAY

**Governance:** Top 10 shareholders hold 28.61% (led by U Aung Moe Kyaw at 6.36%). Board holds 3.47% and operates through 9 specialized committees.
**Takeaway:** FPB demonstrates robust balance sheet expansion (+29.9% assets, +44.3% deposits) and excellent credit cleanup (NPL 2.16%). High FX gain dependency and rising deposit costs warrant monitoring, but strong NAV backing (2.96x par) and reinstated dividend payouts provide solid shareholder value.