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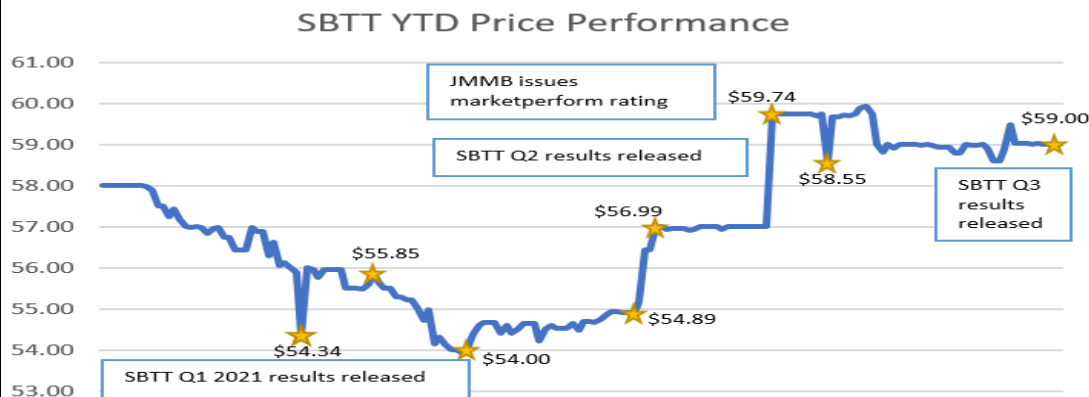
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SBTT declares interim dividend of 60 cents per share and an additional special dividend of 85 cents per share in Q3 2021

SBTT's Financial Summary	Nine-Months Ended 31-Jul-21	Nine-Months Ended 31-Jul-20	\$ change	% change
Income Statement Extract				
	\$'000	\$'000	\$'000	
Profit after Tax	461,841	366,138	95,703	↑ 26.1%
Earnings per share (Expressed in cents)	2.62	2.08	0.54	↑ 26.0%
Total Revenue	1,302,856	1,344,774	(41,918)	↓ -3.1%
Balance Sheet Extract				
Total Assets	27,058,230	26,993,838	64,392	↑ 0.2%
Total Liabilities	22,734,064	22,921,323	(187,259)	↓ -0.8%
Shareholder's Equity	4,324,166	4,072,515	251,651	↑ 6.2%
Cash Flows Extract				
Net cash from operating activities	439,936	1,519,764	(1,079,828)	↓ -71.1%
Net cash used in investing activities	(415,762)	(404,418)	(11,344)	↓ -2.8%
Net cash used in financing activities	(375,183)	(440,859)	65,676	↑ 14.9%
Cash and cash equivalents	2,223,674	1,966,899	256,775	↑ 13.1%
Metrics				
Book Value Per Share (in TT\$)	24.52	23.09	1.43	↑ 6.2%
Market Price (in TT\$)	58.90	54.75	4.15	↑ 7.6%
Market to Book Ratio	2.40	2.37	0.03	↑ 1.3%

Note: Green arrows indicate growth while red indicate contractions



Quarterly Update



Valuation	
Current Price	TT\$59.00
Trailing P/E Multiple	16.88x
Market to Book Value	2.40x
JMMB Target Price	TT\$59.37
Dividend Yield	5.90%

For the nine-month period ended July 31, 2021, SBTT recorded a 26.1% increase in PAT to \$461.8 million from \$366.1 million in the prior period. This translates into a basic EPS of \$2.62 at the end of the period. This increase was driven by effective cost management strategies combined with lower expected credit losses. Notwithstanding this, total revenues fell by 3.1% to \$1.30 billion from \$1.34 billion in the prior period. This decline was driven by a 6% or \$60 million fall in net interest income as a result of lower loan balances as both the retail and commercial segments were negatively impacted by the pandemic.

Furthermore, SBTT's loan to customers fell by 5% year-over-year, though, total assets increased marginally by 0.2% to \$27.1 billion from \$26.9 billion in the corresponding prior period. Given the Bank's financial performance over the period, an interim dividend of 60 cents per share and an additional special dividend of 85 cents per share were approved for the quarter ended July 31, 2021, payable on October 4, 2021.

Outlook:

JMMB's Research Department in June 2021 maintained a **MARKETPERFORM** (5% of your portfolio) rating on SBTT with a price target of \$58.85. The price of SBTT at that date was \$57.00, which was within our fair value range. Since that rating, SBTT's share price has appreciated marginally by 0.25% to \$59.00 as at September 14, 2021.

We maintain our rating on SBTT at **MARKETPERFORM** (5% of your portfolio) and revise our target price to \$59.37 (representing a 0.6% increase from the current price). The increase in the target price is based on the increased dividend and earnings expectations for the Bank in the coming year. Our EPS forecast for year ending October 2021 is \$3.22.