Flash Note

Thursday, October 23, 2025

Commercial Banks

Allied Bank Limited (ABL)

Earnings: Allied Bank Limited (ABL) announced its financial result for the third quarter of the year 2025. As per the financial result, the Bank reported unconsolidated earnings of PKR 8.4bn (PKR 7.35/share) during 3QCY25 compared to PKR 12.1bn (PKR 10.52/share) last year, down by -30%y/y/-9%q/q. This brings total profitability for 9MCY25 to PKR 25.9bn (EPS PKR 22.6), down by 27%y/y, compared to PKR 35.7bn (EPS PKR 31.17) in the same period last year.

Dividend/Payout: The Company announced a cash dividend of PKR 4.0/share with the result taking the cumulative dividend for 9MCY25 to PKR 12.0/share.

Operating Performance: During the 3QCY25 period under review, the Bank reported net-interest income of PKR 26.9bn (down by -15%y/y) and non-interest income of PKR 7.0bn (up by +9%y/y). As a result, the bank's total revenue stood at PKR 34.0bn (down by -11%y/y). Moreover, ABL recorded operating expenses of PKR 17.1bn (up by +18%y/y), with the bank’s cost/income ratio clocking in at 50% (3QCY24: 38%). The bank booked a provision reversal of PKR 1.0bn during 3QCY25 compared to a provision charge of PKR 0.1bn in the same period last year. The tax charge for this quarter was recorded at PKR 9.4bn (effective tax rate of 53% as compared to 49% in 3QCY24).

Exhibit: Financial Highlights Allied Bank Limited (ABL)

Latest result published for 3Q'/25

Period (PKRbn)	3Q'/25	3Q'/24	2Q'/25	9MCY'25	9MCY'24
Net Interest Income	26.9	31.7	26.1	78.4	90.2
Fee Income	4.1	3.6	4.0	11.8	10.1
Treasury Income	2.9	2.5	2.7	8.9	9.1
Non-Interest Income	7.0	6.5	7.0	21.2	19.8
Total Revenue	**34.0**	**38.2**	**33.1**	**99.6**	**110.0**
Op. Exp.	(17.1)	(14.5)	(16.1)	(48.6)	(42.9)
Provision charge	1.0	(0.1)	3.2	0.0	3.0
Profit Before Tax	17.8	23.6	19.7	51.0	70.1
Tax	(9.4)	(11.6)	(10.4)	(28.9)	(34.4)
Profit After tax	**8.4**	**12.1**	**9.3**	**25.9**	**35.7**
EPS	**7.4**	**10.5**	**8.1**	**22.60**	**31.17**
DPS	**4.0**	**4.0**	**4.0**	**12.0**	**12.0**

Source: Company accounts, IGI Research. No. of shares: 1,145.1mn

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- Justified Price to Book
- Residual Income (RI)
- Relative Valuation (Price to Earning, Price to Sales, Price to Book)

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