

Flash Note

Wednesday, April 24, 2024



Commercial Banks

Bank Alfalah Limited (BAFL)

Earnings: Bank Alfalah Limited (BAFL) announced its financial result for the first quarter of the year 2024. As per the financial result, the Bank reported unconsolidated earnings of PKR 9.91bn (PKR 6.28/share @1,577mn shares) during 1QCY24 compared to PKR 10.74bn (PKR 6.81/share @1,577mn shares) in the same period last year, an increase of +8%q/q while a decrease of -8%y/y.

Dividend/Payout: The Bank announced cash dividend of PKR 2/share along with the result.

Operating Performance: During the 1QCY24 period under review, the Bank reported net-interest income of PKR 31bn (up by +10%y/y) and non-interest income of PKR 8bn (up by +19%y/y). As a result, the bank's total revenue stood at PKR 39bn (up by +12%y/y). Moreover, BAFL recorded operating expenses of PKR 19bn (up by +27%y/y), while the bank's cost/income ratio improved to 49% (1QCY23: 43%). The bank booked a provision reversal of PKR 0.1bn during 1QCY24 compared to a provision charge of PKR 0.5bn in the same period last year. The tax charge for this quarter came at PKR 10bn (effective tax rate of 50% compared to 49% in 1QCY23).

Exhibit: Financial Highlights Bank Al-Falah Limited (BAFL)							
Latest result published for 1Q'/24							
Period (PKRbn)	1Q'/24	2023	4Q'/23	3Q'/23	2Q'/23	1Q'/23	2022
Net Interest Income	31	126	35	32	31	28	77
Fee Income	4	15	4	4	3	3	11
Treasury Income	3	13	5	2	3	3	11
Non-Interest Income	8	28	10	6	6	7	22
Total Revenue	39	154	45	37	38	34	99
Op. Exp.	(19)	(66)	(19)	(16)	(16)	(15)	(50)
Provision charge	0.1	(9.5)	(0.3)	(4.2)	(4.5)	(0.5)	(12)
Profit Before Tax	20	78	25	17	17	19	36
Tax	(10)	(42)	(16)	(8)	(9)	(8)	(18)
Profit After tax	9.91	36.46	9.20	8.63	7.88	10.74	18.21
EPS	6.28	23.12	5.84	5.47	5.00	6.81	11.54
DPS	2.00	8.00	5.00	0.00	3.00	0.00	5.00

Source: Company accounts, IGI Research. No. of shares: 1,577.2mn

Analyst

Sakina Makati

sakina.makati@igi.com.pk

Tel: +92 21 111 234 234 Ext: 810

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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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Contact Details

Equity Sales

Zaeem Haider Khan	Head of Equities	Tel: (+92-42) 35301405	zaeem.haider@igi.com.pk
Muhammad Naveed	Regional Manager (Islamabad & Upper North)	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Syeda Mahrukh Hameed	Branch Manager (Lahore)	Tel: (+92-42) 38303564	mahrukh.hameed@igi.com.pk
Shakeel Ahmad	Branch Manager (Faisalabad)	Tel: (+92-41) 2540843-45	shakeel.ahmad1@igi.com.pk
Asif Saleem	Equity Sales (RY Khan)	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	Equity Sales (Multan)	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk

Research Team

Abdullah Farhan	Head of Research	Tel: (+92-21) 111-234-234 Ext: 912	abdullah.farhan@igi.com.pk
Sakina Makati	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 810	sakina.makati@igi.com.pk
Laraib Nisar	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 974	laraib.nisar@igi.com.pk

IGI Finex Securities Limited

Trading Rights Entitlement Certificate (TREC) Holder of Pakistan Stock Exchange Limited |
 Corporate member of Pakistan Mercantile Exchange Limited
 Website: www.igisecurities.com.pk

Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,
 Khayaban-e-Jami Block-09, Clifton, Karachi-75600
 UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234
 Fax: (+92-21) 35309169, 35301780

Lahore Office

Shop # G-009, Ground Floor,
 Packages Mall
 Tel: (+92-42) 38303560-69
 Fax: (+92-42) 38303559

Islamabad Office

Mezzanine Floor, Office 5, 6 & 7, Kashmir Plaza,
 Block- B, Jinnah Avenue, Blue Area
 Tel: (+92-51) 2604861-2, 2604864, 2273439
 Fax: (+92-51) 2273861

Faisalabad Office

Office No. 2, 5 & 8, Ground Floor, The
 Regency International 949, The Mall
 Faisalabad
 Tel: (+92-41) 2540843-45

Rahim Yar Khan Office

Plot # 12, Basement of Khalid Market,
 Model Town, Town Hall Road
 Tel: (+92-68) 5871652-3
 Fax: (+92-68) 5871651

Multan Office

Mezzanine Floor, Abdali Tower,
 Abdali Road
 Tel: (92-61) 4512003, 4571183

IGI Finex Securities Limited
 Research Analyst(s)
 Research Identity Number: BRP009
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