

# Flash Note

Thursday, October 24, 2024

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Securities

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## Commercial Banks

### Bank AL Habib Limited (BAHL)

**Earnings:** Bank Al Habib Limited (BAHL) announced its financial result for the third quarter of the year 2024. As per the financial result, the Bank reported unconsolidated earnings of PKR 12.0bn (PKR 10.77/share) during 3QCY24 compared to PKR 11.2bn (PKR 10.07/share) last year, an increase of +7%/y/y and +8%q/q, taking the total earnings for 9MCY24 to PKR 33.1bn (PKR 29.74/share) as compared to PKR 29.3bn (PKR 26.35/share) in the same period last year.

**Dividend/Payout:** The Company announced a cash dividend of PKR 3.5/share along with the result bringing total cash payout for 9MCY24 to PKR 10.5/share.

**Operating Performance:** During the 3QCY24 period under review, the Bank reported net-interest income of PKR 42bn (up by +24%/y/y) and non-interest income of PKR 5.4bn (down by -6%/y/y). As a result, the bank's total revenue stood at PKR 48bn (up by +20%/y/y). Moreover, BAHL recorded operating expenses of PKR 21bn (up by +16%/y/y), with the bank's cost/income ratio clocking in at 43% (down from 45% in 3QCY23) on the back of higher total revenue. The bank booked a provision charge of PKR 4.5bn during 3QCY24 compared to a provision charge of PKR 0.1bn in the same period last year. The tax charge for this quarter came at PKR 11bn (effective tax rate of 47% against 49% in 3QCY24) taking the total effective tax rate for 9MCY24 to 48% as compared to 45% in the same period last year.

Exhibit: Financial Highlights Bank Al-Habib Limited (BAHL)					
Latest result published for 3Q/24					
Period (PKRbn)	3Q'/24	3Q'/23	2Q'/24	9M'24	9M'23
Net Interest Income	42	34	37	117	85
Fee Income	4.6	3.7	5	14	10
Treasury Income	0.3	1.7	1	4	6
Non-Interest Income	5.4	5.7	7	20	17
<b>Total Revenue</b>	<b>48</b>	<b>40</b>	<b>44</b>	<b>136</b>	<b>102</b>
Op. Exp.	(21)	(18)	(22)	(61)	(50)
Provision charge	(4.5)	(0.1)	(1)	(11.9)	1.1
Profit Before Tax	23	22	21	63	53
Tax	(11)	(11)	(10)	(30)	(24)
<b>Profit After tax</b>	<b>12.0</b>	<b>11.2</b>	<b>11.1</b>	<b>33.1</b>	<b>29.3</b>
<b>EPS</b>	<b>10.77</b>	<b>10.07</b>	<b>9.97</b>	<b>29.74</b>	<b>26.35</b>
<b>DPS</b>	<b>3.50</b>	<b>4.50</b>	<b>3.50</b>	<b>10.50</b>	<b>9.00</b>

Source: Company accounts, IGI Research. No. of shares: 1111.4mn

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