

Flash Note

Wednesday, February 15, 2023



Result announcement CY22

Commercial Banks

Bank Al Habib Limited (BAHL)

Earnings: Bank Al Habib Limited (BAHL) announced its annual result for the year 2022, whereby the Bank reported earnings of PKR 16.6bn (PKR 14.9/share) during CY22 compared to PKR 18.7bn (PKR 16.8/share) last year, a decline of 11.4%/y.

Dividend/Payout: The bank announced a final cash dividend of PKR 7/share for the year.

Operating Performance: During the period under review, the Bank reported net-interest income of PKR 77.3bn (up by +39%/y) and non-interest income of PKR 21.2bn (up by +51.1%/y). As a result total revenue of the bank stood at PKR 98.5bn (up by +41.5%/y). Moreover, BAHL recorded operating expenses of PKR 52.8bn (up by +33.9%/y) that improved bank's cost/income ratio to 54% (last year: 57%). However, the Bank booked a hefty provision charge of PKR 12.9bn during CY22 that deteriorated its bottom-line. Tax charge for the year came at PKR 16.3bn (effective tax rate of 50%).

Exhibit: Financial Highlights BAHL (Bank Al-Habib Limited)											
Financial result published for CY2022											
Period (PKRbn)	2022	4q/22	3q/22	2q/22	1q/22	2021	4q/21	3q/21	2q/21	1q/21	2020
Net Interest Income	77.3	22.7	20.4	18.2	16.0	55.6	14.2	14.0	14.3	13.1	57.6
Fee Income	11.6	3.0	2.9	3.0	2.8	9.3	2.6	2.3	2.0	2.3	6.6
Treasury Income	8.8	1.9	2.9	2.8	1.2	3.6	2.3	1.1	0.6	0.7	3.6
Non-Interest Income	21.2	5.1	6.0	5.9	4.2	14.0	4.4	3.6	2.9	3.2	11.0
Total Revenue	98.5	27.8	26.4	24.1	20.2	69.6	18.6	17.6	17.2	16.3	68.6
Op. Exp.	(52.8)	(13.4)	(14.2)	(13.4)	(11.8)	(39.4)	(10.5)	(9.7)	(9.7)	(9.5)	(34.8)
Provision charge	(12.9)	(10.4)	(1.8)	(0.5)	(0.2)	0.0	(0.1)	0.1	(0.2)	0.2	(4.5)
Profit Before Tax	32.9	4.0	10.4	10.2	8.2	30.3	8.0	8.0	7.3	7.1	29.3
Tax	(16.3)	(2.4)	(5.1)	(5.6)	(3.2)	(11.6)	(3.2)	(3.1)	(2.8)	(2.5)	(10.8)
Profit After tax	16.57	1.6	5.3	4.7	5.0	18.7	4.8	4.9	4.4	4.6	18.5
EPS	14.91	1.4	4.8	4.2	4.5	16.8	4.3	4.4	4.0	4.1	16.7
DPS	7.0	7.0	0.0	0.0	0.0	7.0	7.0	0.0	0.0	0.0	4.5
BVPS	88.9	76.4	82.5	79.5	77.1	81.0	80.8	79.0	74.9	69.9	71.8

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

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