

Flash Note

Thursday, February 23, 2023



Result announcement CY22

Commercial Banks

Faysal Bank Limited (FABL)

Earnings: Faysal Bank Limited (FABL) announced its annual result for the year 2022, whereby the Bank reported unconsolidated earnings of PKR 11.2bn (PKR 7.40/share) during CY22 compared to PKR 8.1bn (PKR 5.37/share) last year, an increase of +38.3%/y.

Dividend/Payout: The bank announced a final cash dividend of PKR 1.0/share along with the result. This brings total cash dividend to PKR 7.0/share for CY22.

Operating Performance: During the period under review, the Bank reported net-interest income of PKR 40.0bn (up by +55%/y) and non-interest income of PKR 9.0bn (up by +5%/y). As a result total revenue of the bank stood at PKR 48.9bn (up by +42%/y). Moreover, FABL recorded operating expenses of PKR 27.5bn (up by +31%/y) that improved bank's cost/income ratio to 56% (last year: 61%). The bank booked provision reversal of PKR 940mn during CY22 compared to provision charge of PKR 50mn last year. Tax charge for the year came at PKR 11.2bn (effective tax rate of 50%) compared to 39% in CY21.

Exhibit: Financial Highlights Faysal Bank Limited (FABL)											
Latest 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	40.0	13.0	10.7	9.1	7.2	25.9	7.0	7.0	6.5	5.4	24.5
Fee Income	7.2	2.5	1.5	1.7	1.5	5.1	1.4	1.3	1.3	1.1	3.9
Treasury Income	2.5	0.7	0.7	0.5	0.7	3.1	0.5	0.8	0.8	1.0	4.2
Non-Interest Income	9.0	2.3	2.2	2.3	2.1	8.5	2.1	2.1	2.0	2.2	8.2
Total Revenue	48.9	15.4	12.9	11.3	9.3	34.4	9.1	9.1	8.5	7.6	32.8
Op. Exp.	(27.5)	(8.2)	(6.9)	(6.4)	(6.0)	(20.9)	(5.8)	(5.5)	(5.0)	(4.7)	(19.7)
Provision charge	0.9	0.2	0.3	0.3	0.1	(0.0)	0.2	(0.2)	(0.5)	0.5	(2.3)
Profit Before Tax	22.4	7.4	6.3	5.2	3.5	13.4	3.5	3.4	3.0	3.5	10.8
Tax	(11.2)	(3.8)	(3.1)	(2.9)	(1.4)	(5.3)	(1.4)	(1.3)	(1.1)	(1.4)	(4.3)
Profit After tax	11.2	3.6	3.3	2.2	2.1	8.1	2.1	2.0	1.9	2.1	6.5
EPS	7.4	2.4	2.2	1.5	1.4	5.4	1.4	1.3	1.3	1.4	4.3
DPS	7.0	1.0	5.5	0.5	0.0	1.5	1.0	0.0	0.5	0.0	0.0
BVPS	43.5	46.1	46.0	44.6	43.8	43.4	43.4	42.7	42.1	40.6	39.6
Source: Company accounts, IGI Research						No. of shares: 1517.7mn					

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