

Result announcement 2QCY22

Commercial Banks

Habib Bank Limited

Earnings: Habib Bank Limited (HBL) announced its financial result for the second quarter of the year 2022. As per the financial result, the bank reported earnings of PKR 3.5bn (PKR 2.3/share) that fell sharply when compared to last year of PKR 9.5bn (PKR 6.5/share), a mammoth decrease of 63%y.

Dividends/Payouts: The bank announced an interim cash dividend of PKR 1.5/share this quarter compared to last year of PKR 1.8/share.

Operating performance: During the period under review, the bank reported net-interest income of PKR 37.6bn (up by 16%) and non-interest income of PKR 13.3bn (up by 42%y). As a result total revenue of the bank stood at PKR 50.9bn (up by 22%y). Moreover, the bank recorded operating expenses of PKR 29.4bn (up by 26%y) that degraded bank's cost/income ratio to 57.7% (last year: 55.7%). The bank booked a provision charge of PKR 1600mn.

Exhibit: Financial Highlights Habib Bank Ltd. (HBL)

Latest result published for 2QCY22

Period (PKRbn)	2q'22	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Interest Income	37.6	36.3	131.4	34.3	32.3	32.4	32.5	130.1
Fee Income	7.7	7.3	25.4	7.5	6.2	5.9	5.9	18.8
Treasury Income	4.7	2.8	7.1	2.2	0.7	2.2	2.0	8.5
Non-Interest Income	13.3	10.4	36.3	10.6	8.1	9.4	8.2	30.6
Total Revenue	50.9	46.6	167.7	44.9	40.4	41.8	40.7	160.7
Operating Expenses	(29.4)	(30.8)	(97.6)	(26.0)	(24.1)	(23.3)	(24.3)	(95.4)
Provision charge	(1.6)	(1.2)	(8.1)	(3.4)	(1.0)	(1.8)	(1.9)	(12.2)
Tax Charge	(16.5)	(6.0)	(26.5)	(6.2)	(7.1)	(7.2)	(5.9)	(22.1)
Profit After tax	3.5	8.6	35.5	9.3	8.2	9.5	8.6	30.9
EPS	2.3	5.8	24.2	6.3	5.6	6.5	5.8	21.1
DPS	1.5	2.3	7.5	2.3	1.8	1.8	1.8	5.5

Source: Company accounts, IGI Research, PSX

No. of shares: 1466.85mn

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