Flash Note

Tuesday, February 17, 2026

Commercial Banks

Allied Bank Limited (ABL)

Earnings: Allied Bank Limited (ABL) announced its financial result for the fourth quarter of the year 2025. As per the financial result, the Bank reported unconsolidated earnings of PKR 8.8bn (PKR 7.7/share) during 4QCY25 compared to PKR 7.5bn (PKR 6.6/share) last year, up by +17%y/y/+4%q/q. This brings total profitability for CY25 to PKR 35.2bn (EPS PKR 30.7), down by -19%y/y, compared to PKR 43.2bn (EPS PKR 37.7) in the same period last year.

Dividend/Payout: The Company announced a cash dividend of PKR 4.0/share with the result taking the cumulative dividend for CY25 to PKR 16.0/share.

Operating Performance: During the 4QCY25 period under review, the Bank reported net-interest income of PKR 26.6bn (up by +6%y/y) and non-interest income of PKR 7.4bn (down by -9%y/y). As a result, the bank's total revenue stood at PKR 34.0bn (marginally up by +2%y/y). Moreover, ABL recorded operating expenses of PKR 18.4bn (up by +22%y/y), with the bank's cost/income ratio clocking in at 54% (4QCY24: 46%). The bank booked a provision reversal of PKR 3.3bn during 4QCY25 compared to a provision charge of PKR 0.3bn in the same period last year. The tax charge for this quarter was recorded at PKR 10.1bn (effective tax rate of 53% as compared to 58% in 4QCY24). The total effective tax rate for CY25 clocked in at 53% compared to 51% in the last year.

Exhibit: Financial Highlights Allied Bank Limited (ABL)

Latest result published for 4Q'25

Period (PKRbn)	4Q'25	4Q'24	3Q'25	CY'25	CY'24
Net Interest Income	26.6	25.1	26.9	105.0	115.2
Fee Income	4.7	4.0	4.1	16.5	14.1
Treasury Income	2.1	4.1	2.9	11.0	13.1
Non-Interest Income	7.4	8.1	7.0	28.6	28.0
Total Revenue	**34.0**	**33.2**	**34.0**	**133.6**	**143.2**
Op. Exp.	(18.4)	(15.1)	(17.1)	(67.0)	(58.0)
Provision charge	3.3	(0.3)	1.0	7.6	2.7
Profit Before Tax	18.9	17.9	17.8	74.2	87.9
Tax	(10.1)	(10.4)	(9.4)	(39.0)	(44.8)
Profit After tax	**8.8**	**7.5**	**8.4**	**35.2**	**43.2**
EPS	**7.7**	**6.6**	**7.4**	**30.7**	**37.7**
DPS	**4.0**	**4.0**	**4.0**	**16.0**	**16.0**

Source: Company accounts, IGI Research. No. of shares: 1145.1mn

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- Justified Price to Book
- Residual Income (RI)
- Relative Valuation (Price to Earning, Price to Sales, Price to Book)

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