

Result announcement: 1QCY22

Commercial Banks

Bank Al-Falah Limited

Earnings: Bank Al-Falah Limited (BAFL) announced its financial result for the first quarter of the year 2022. As per the financial result, the bank reported quarterly earnings of PKR 5bn (PKR 2.82/share) compared to last year PKR 3.5bn (PKR 2/share), an increase of 45%y.

Dividends/Payouts: The bank did not announce any interim cash dividend this quarter.

Operating performance: During the period under review, the bank reported net-interest income of PKR 14.3bn (up by 38%y) and non-interest income of PKR 4.4bn (up by 14%y). As a result total revenue of the bank stood at PKR 18.7bn (up by 32%y). Moreover, the bank posted operating expenses of PKR 10.4bn (up by 22%y) that improved bank's cost/income ratio to 56% (last year: 60.6%). The bank booked a provision charge of PKR 0.4bn compared to last year charge of PKR 0.2bn.

Exhibit: Financial Highlights Bank Alfalah Ltd. (BAFL)							
Latest result published for 1QCY22							
Period (PKRbn)	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Interest Income	14.3	46.0	12.2	11.9	11.7	10.3	44.7
Fee Income	2.5	8.2	2.2	2.0	2.1	1.9	6.6
Treasury Income	1.7	8.1	2.6	1.5	2.0	1.9	6.1
Non-Interest Income	4.4	16.5	4.9	3.6	4.1	3.8	12.8
Total Revenue	18.7	62.5	17.0	15.5	15.8	14.2	57.5
Operating Expenses	(10.4)	(36.8)	(9.9)	(9.3)	(9.1)	(8.6)	(32.0)
Provision charge	(0.4)	(2.3)	(0.9)	(0.3)	(0.9)	(0.2)	(7.6)
Tax Charge	(2.8)	(9.2)	(2.5)	(2.4)	(2.3)	(1.9)	(7.4)
Profit After tax	5.0	14.2	3.7	3.5	3.5	3.5	10.5
EPS	2.8	8.0	2.1	2.0	1.9	2.0	5.9
DPS	0.0	4.0	2.0	0.0	2.0	0.0	4.0

Source: Company accounts, IGI Research, PSX No. of shares: 1777.1mn

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Hold if target price on aforementioned security (ies) is in between -10% and 10%, from its last closing price(s)

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