

# Flash Note

Wednesday, August 7, 2024

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Securities

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## Commercial Banks

### Bank AL Habib Limited (BAHL)

**Earnings:** Bank Al Habib Limited (BAHL) announced its financial result for the second quarter of the year 2024. As per the financial result, the Bank reported unconsolidated earnings of PKR 11.08bn (PKR 9.97/share) during 2QCY24 compared to PKR 7.55bn (PKR 6.79/share) last year, an increase of +47%/y/y and +11%q/q.

**Dividend/Payout:** The Company announced a cash dividend of PKR 3.5/share along with the result bringing total cash payout for 1HCY24 to PKR 7.0/share.

**Operating Performance:** During the 2QCY24 period under review, the Bank reported net-interest income of PKR 37bn (up by +42%/y/y) and non-interest income of PKR 7bn (up by +21%/y/y). As a result, the bank's total revenue stood at PKR 44bn (up by +38%/y/y). Moreover, BAHL recorded operating expenses of PKR 22bn (up by +26%/y/y), bringing bank's cost/income ratio at 50% (down from 55% in 2QCY23). The bank booked a provision charge of PKR 0.5bn during 2QCY24 compared to a provision reversal of PKR 0.2bn in the same period last year. The tax charge for this quarter came at PKR 10bn (effective tax rate of 48% same as 2QCY24).

Exhibit: Financial Highlights Bank Al-Habib Limited (BAHL)					
Latest result published for 2Q/24					
Period (PKRbn)	2Q'/24	2Q'/23	1Q'/24	1H'24	1H'23
Net Interest Income	37	26	37	74	51
Fee Income	5	4	4	9	7
Treasury Income	1	2	3	4	5
Non-Interest Income	7	5	8	14	12
<b>Total Revenue</b>	<b>44</b>	<b>32</b>	<b>44</b>	<b>88</b>	<b>63</b>
Op. Exp.	(22)	(18)	(18)	(40)	(33)
Provision charge	(0.5)	0.2	(6.9)	(7.4)	1.1
Profit Before Tax	21	14	19	41	31
Tax	(10)	(7)	(9)	(19)	(13)
<b>Profit After tax</b>	<b>11.08</b>	<b>7.55</b>	<b>10.01</b>	<b>21.09</b>	<b>18.09</b>
<b>EPS</b>	<b>9.97</b>	<b>6.79</b>	<b>9.01</b>	<b>18.97</b>	<b>16.27</b>
<b>DPS</b>	<b>3.50</b>	<b>4.50</b>	<b>3.50</b>	<b>7.00</b>	<b>4.50</b>

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

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