

Flash Note

Friday, April 17, 2026



Commercial Banks

Habib Bank Limited (HBL)

Earnings: Habib Bank Limited (HBL) announced its financial result for the first quarter of the year 2026. As per the financial result, the Bank reported consolidated earnings attributable to equity holder of PKR 16.2bn (PKR 11.0/share) during 1QCY26 compared to PKR 16.6bn (PKR 11.3/share) last year, down by -3%/y/y while up by +5%q/q.

Dividend/Payout: The Bank announced a cash dividend of PKR 6.0/share along with the result.

Operating Performance: During the 1QCY26 period under review, the Bank reported net-interest income of PKR 71.4bn (up by +4%/y/y) and non-interest income of only PKR 20.5bn (dropping by -5%/y/y). As a result, the bank's total revenue stood at PKR 91.9bn (marginally up by +2%/y/y). Moreover, HBL recorded operating expenses of PKR 53.8bn (up by +6%/y/y), with the bank's cost/income ratio clocking in at 59% (1QCY25: 56%). The bank booked a provision charge of PKR 4.3bn during 1QCY26 compared to a provision charge of PKR 2.7bn in the same period last year. The tax charge for this quarter was recorded at PKR 17.6bn (effective tax rate of 52% compared to 55% in 1QCY25).

Exhibit: Financial Highlights Habib Bank Limited (HBL)					
Latest result published for 1Q'/26					
Period (PKRbn)	1Q'/26	1Q'/25	4Q'/25	CY'25	CY'24
Net Interest Income	71.4	68.8	68.2	275.5	245.6
Fee Income	12.6	11.6	12.6	46.9	49.5
Treasury Income	6.1	8.5	6.4	28.8	27.2
Non-Interest Income	20.5	21.6	18.1	85.6	96.5
Total Revenue	91.9	90.4	86.2	361.1	342.1
Op. Exp.	(53.8)	(51.0)	(49.0)	(203.9)	(195.2)
Provision charge	(4.3)	(2.7)	(1.3)	(9.1)	(26.6)
Profit Before Tax	33.7	36.6	35.9	148.1	120.3
Tax	(17.6)	(20.0)	(20.6)	(81.3)	(62.5)
Profit After tax	16.2	16.6	15.4	66.7	58.5
EPS	11.0	11.3	10.5	45.5	39.9
DPS	6.0	4.5	6.0	20.0	16.3

Source: Company accounts, IGI Research. No. of shares: 1466.9mn

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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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