

# Flash Note

Thursday, July 31, 2025



## Commercial Banks

### Habib Bank Limited (HBL)

**Earnings:** Habib Bank Limited (HBL) announced its financial result for the second quarter of the year 2025. As per the financial result, the Bank reported consolidated earnings attributable to equity holder of PKR 17.8bn (PKR 12.1/share) during 2QCY25 compared to PKR 14.4bn (PKR 9.8/share) last year, up by +24%/y/y/+7%q/q, the total earnings for the 1HCY25 clocked in at PKR 34.4bn (PKR 23.48/share) up by 16%/y/y.

**Dividend/Payout:** The Bank announced a cash dividend of PKR 4.5/share along with the result. Taking the cumulative dividend for the 1HCY25 to PKR 9/share.

**Operating Performance:** During the 2QCY25 period under review, the Bank reported net-interest income of PKR 68.9bn (up by +13%/y/y) and non-interest income of PKR 22.7bn (up by +17%/y/y). As a result, the bank's total revenue stood at PKR 91.6bn (up by +14%/y/y). Moreover, HBL recorded operating expenses of PKR 51.0bn (up by +10%/y/y), with the bank's cost/income ratio clocking in at 56% (2QCY24: 57%). The bank booked a provision charge of PKR 1.9bn during 2QCY25 compared to a provision charge of PKR 6.4bn in the same period last year. The tax charge for this quarter was recorded at PKR 20.9bn (effective tax rate of 54% compared to 49% in 2QCY24).

Exhibit: Financial Highlights Habib Bank Limited (HBL)					
Latest result published for 2Q'/25					
Period (PKRbn)	2Q'/25	2Q'/24	1Q'/25	1HCY'25	1HCY'24
Net Interest Income	68.9	61.0	68.8	137.6	121.6
Fee Income	10.7	12.3	11.6	22.3	24.2
Treasury Income	9.8	5.4	8.5	18.3	12.6
Non-Interest Income	22.7	19.4	21.6	44.3	39.5
<b>Total Revenue</b>	<b>91.6</b>	<b>80.4</b>	<b>90.4</b>	<b>181.9</b>	<b>161.1</b>
Op. Exp.	(51.0)	(46.2)	(51.0)	(101.9)	(93.1)
Provision charge	(1.9)	(6.4)	(2.7)	(4.6)	(10.1)
Profit Before Tax	38.7	27.7	36.6	279.2	244.1
Tax	(20.9)	(13.7)	(20.0)	(40.9)	(28.8)
<b>Profit After tax</b>	<b>17.8</b>	<b>14.4</b>	<b>16.6</b>	<b>34.4</b>	<b>29.6</b>
<b>EPS</b>	<b>12.1</b>	<b>9.8</b>	<b>11.3</b>	<b>23.48</b>	<b>20.18</b>
<b>DPS</b>	<b>4.5</b>	<b>4.0</b>	<b>4.5</b>	<b>9.0</b>	<b>8.0</b>

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

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