Flash Note

Wednesday, October 29, 2025

Commercial Banks

National Bank of Pakistan (NBP)

Earnings: National Bank of Pakistan (NBP) announced its financial result for the third quarter of the year 2025. As per the financial result, the Bank reported unconsolidated earnings of PKR 23.2bn (PKR 10.89/share) during 3QCY25 compared to PKR 8.8bn (PKR 4.13/share) last year, higher by +2.6xy/y. Earnings are also up by +5%q/q. This brings total profitability for 9MCY25 to PKR 66.6bn (PKR 31.32), up by +7.3xy/y, compared to PKR 9.1bn (PKR 4.29/share) in the similar period last year.

Dividend/Payout: The Company did not announced any cash dividend along with the result in line with its payout policy.

Operating Performance: During the 3QCY25 period under review, the Bank reported net-interest income of PKR 60.7bn (up by +74%y/y) while non-interest income clocked in at PKR 14.8bn down by -12%y/y. As a result, the bank's total revenue stood at PKR 75.5bn (up by +46%y/y). Moreover, NBP recorded operating expenses of PKR 29.8bn (marginally down by -1%y/y), with the bank's cost/income ratio improving to 40% (3QCY24: 58%). The bank booked a provision reversal of PKR 3.9bn during 3QCY25 compared to a provision charge of PKR 1.5bn in the same period last year. The tax charge for this quarter was recorded at PKR 26.4bn (effective tax rate of 53% against 56% in 3QCY24) bringing total effective tax rate for 9MCY25 to 53%.

Exhibit: Financial Highlights National Bank Of Pakistan (NBP) Latest result published for 3Q'/25					
Period (PKRbn)	**3Q'/25**	**3Q'/24**	**2Q'/25**	**9MCY'25**	**9MCY'24**
Net Interest Income	60.7	34.8	61.0	191.3	109.0
Fee Income	5.0	5.2	7.3	19.7	17.2
Treasury Income	9.8	11.7	8.1	21.6	24.7
Non-Interest Income	14.8	16.9	15.5	41.4	41.9
Total Revenue	**75.5**	**51.7**	**76.4**	**232.6**	**150.9**
Op. Exp.	29.8	30.1	30.9	89.0	81.4
Provision charge	3.9	(1.5)	1.6	(0.9)	0.3
Extraordinary Items	0.0	0.0	0.0	0.0	49.0
Profit Before Tax	49.5	20.1	47.1	142.8	20.7
Tax	26.4	11.3	25.1	76.1	11.6
Profit After tax	**23.2**	**8.8**	**22.0**	**66.6**	**9.1**
EPS	**10.89**	**4.13**	**10.35**	**31.32**	**4.29**
DPS	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**

Source: Company accounts, IGI Research. No. of shares: 2127.5mn

Analyst
Sakina Makati
sakina.makati@igi.com.pk
Tel: +92 21 111 234 234 Ext: 810

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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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IGI Finex Securities Limited
Research Analyst(s)
Research Identity Number: BRP009

Contact Details

Equity Sales

Zaeem Haider Khan	Head of Equities	Tel: (+92-42) 35301405	zaeem.haider@igi.com.pk
Syeda Mahrukh Hameed	Regional Head (North)	Tel: (+92-42) 38303564	mahrukh.hameed@igi.com.pk
Muhammad Naveed	Regional Manager (Islamabad & Upper North)	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Faraz Naqvi	Branch Manager (Karachi)	Tel: (+92-21) 111 234 234 Ext: 826	faraz.naqvi@igi.com.pk
Shakeel Ahmad	Branch Manager (Faisalabad)	Tel: (+92-41) 2540843-45	shakeel.ahmad1@igi.com.pk
Asif Saleem	Equity Sales (RY Khan)	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	Equity Sales (Multan)	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk

Research Team

Abdullah Farhan	Head of Research	Tel: (+92-21) 111-234-234 Ext: 912	abdullah.farhan@igi.com.pk
Sakina Makati	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 810	sakina.makati@igi.com.pk
Sania Bajwa	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 569	sania.bajwa@igi.com.pk
Sufyan Siddiqui	Database Officer	Tel: (+92-21) 111-234-234 Ext: 888	sufyan.siddiqui@igi.com.pk

IGI Finex Securities Limited
Trading Rights Entitlement Certificate (TREC) Holder of Pakistan Stock Exchange Limited |
Corporate member of Pakistan Mercantile Exchange Limited
Website: www.igisecurities.com.pk

Head Office
Suite No 701-713, 7th Floor, The Forum, G-20,
Khayaban-e-Jami Block-09, Clifton, Karachi-75600
UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234
Fax: (+92-21) 35309169, 35301780

Lahore Office
Shop # G-009, Ground Floor,
Packages Mall
Tel: (+92-42) 38303560-69
Fax: (+92-42) 38303559

Islamabad Office
3rd Floor, Kamran Centre,
Block- B, Jinnah Avenue, Blue Area
Tel: (+92-51) 2604861-2, 2604864, 2273439
Fax: (+92-51) 2273861

Faisalabad Office
Office No. 2, 5 & 8, Ground Floor, The
Regency International 949, The Mall
Faisalabad
Tel: (+92-41) 2540843-45

Rahim Yar Khan Office
Plot # 12, Basement of Khalid Market,
Model Town, Town Hall Road
Tel: (+92-68) 5871652-3
Fax: (+92-68) 5871651

Multan Office
Mezzanine Floor, Abdali Tower,
Abdali Road
Tel: (92-61) 4512003, 4571183

IGI Finex Securities Limited
Research Analyst(s)
Research Identity Number: BRP009