



Earnings Flash Note  
Doha Bank  
3Q 2023 / 9M 2023



## Doha Bank (DHBK)

- > Net profit decreased by 12.4% YoY to QR 234.8mn (+28.0% QoQ) in 3Q2023 due to higher net impairment loss on loans & advances to customers and increased income tax expense. For 9M2023, net profit was down by 32.8% YoY to QR 626.9mn.
- > Net interest income fell by 6.4% YoY to QR561.8mn (+4.5% QoQ) in 3Q2023 owing to higher interest expense (+100.0% YoY, +8.2% QoQ). Net interest margin (NIM) decreased by 0.18ppts YoY (+0.11ppts sequentially) to 2.52% in 3Q2023 while NIM declined by 0.3ppts YoY to 2.35% in 9M2023.
- > Net operating income was up by 7.2% YoY (+11.0% QoQ) to QR 793.5mn in 3Q2023 largely driven by higher net income from insurance activities. For 9M2023, net operating income fell 5.8% YoY to QR2,146.6mn.
- > Cost to income ratio increased by 0.3ppts YoY (-1.9ppts QoQ) to 30.8% in 3Q2023. For 9M2023, cost of income ratio came at 32.8% compared to 30.0% in 9M2022.

- > For 3Q2023, EPS came at QR0.08 vs. QR0.09 in 3Q2022 while for 9M2023, EPS was 0.20 vs 0.30 in 9M2022.
- > As of 3Q2023-end, Loans & advances were QR56.7bn (+0.8% YoY, +1.6% QoQ) while Customer deposits declined by 7.7% YoY to QR45.3bn (+2.8% QoQ).
- > As of 3Q2023-end, the book value per share stood at QR3.35 (9M2022:QR3.29).
- > The stock is currently trading at a TTM P/B multiple of 0.49x, lower than its 3Y historical average of 0.72x. For now, we maintain our PT of QR1.88/share and our market perform rating.

### 3Q 2023 Earnings Performance

	3Q2023	3Q2022	YoY	2Q2023	QoQ
Net Interest Income	561.8	600.4	-6.4%	537.4	4.5%
Net Interest Margin %	2.52%	2.70%		2.41%	
Non-interest income	231.8	139.5	66.1%	177.6	30.5%
Net Operating Income	793.5	739.9	7.2%	715.0	11.0%
Cost/income ratio %	30.8%	30.5%		32.7%	
Net profit	234.8	267.9	-12.4%	183.4	28.0%
EPS (QR)	0.08	0.09	-12.4%	0.06	28.0%
Book value per ordinary share (QR)	3.35	3.29	1.8%	3.29	1.9%
Loans & advances	56,678.6	56,248.1	0.8%	55,795.0	1.6%
Customer Deposits	45,310.5	49,086.9	-7.7%	44,077.6	2.8%

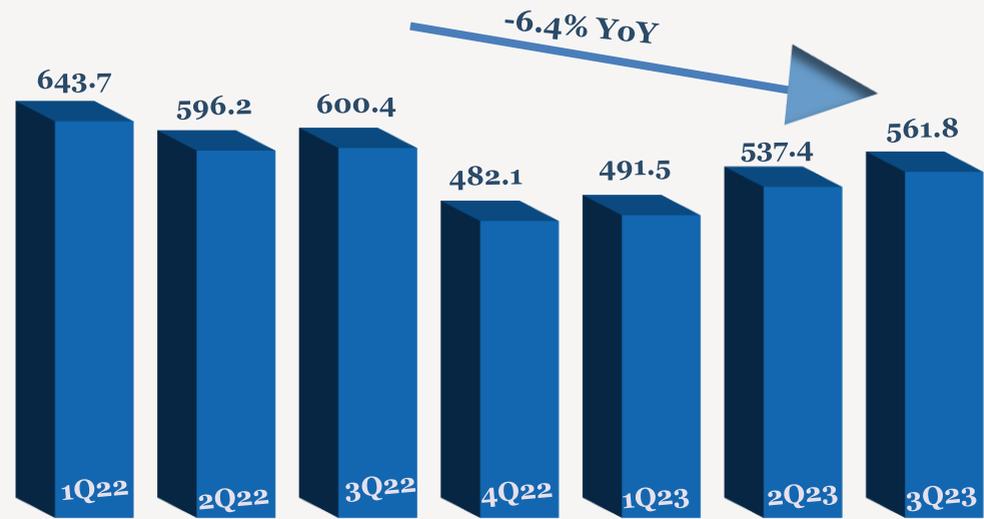
Note: Values are expressed in QR'mn unless explicitly stated

### 9M 2023 Earnings Performance

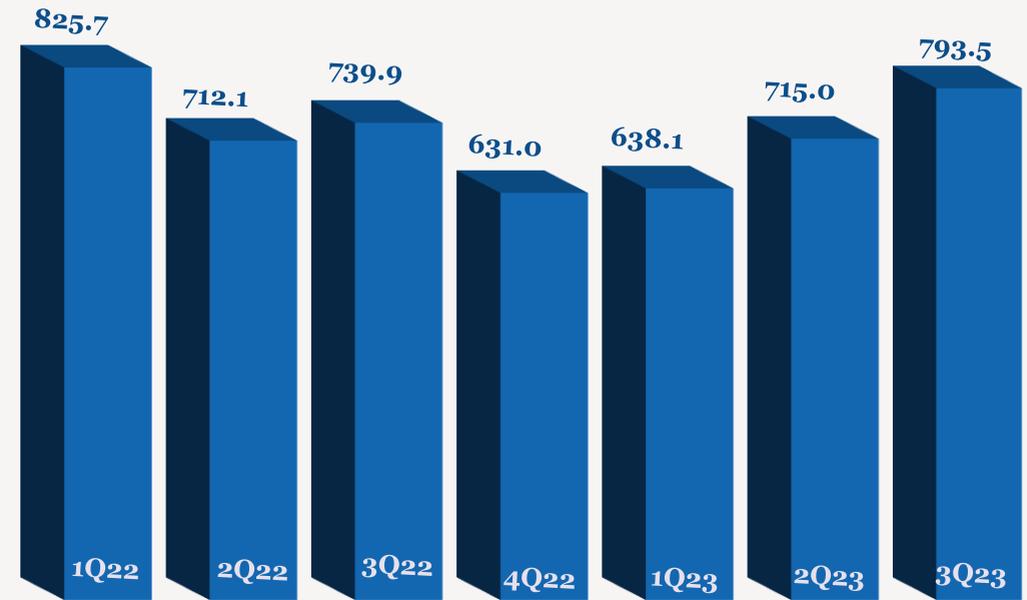
	9M2023	9M2022	YoY
Net Interest Income	1,590.6	1,840.3	-13.6%
Net Interest Margin %	2.35%	2.70%	
Non-interest income	556.0	437.4	27.1%
Net Operating Income	2,146.6	2,277.7	-5.8%
Cost/income ratio %	32.8%	30.0%	
Net profit	626.9	932.9	-32.8%
EPS (QR)	0.20	0.30	-32.8%
Book value per ordinary share (QR)	3.35	3.29	1.8%
Loans & advances	56,678.6	56,248.1	0.8%
Customer Deposits	45,310.5	49,086.9	-7.7%

Note: Values are expressed in QR'mn unless explicitly stated

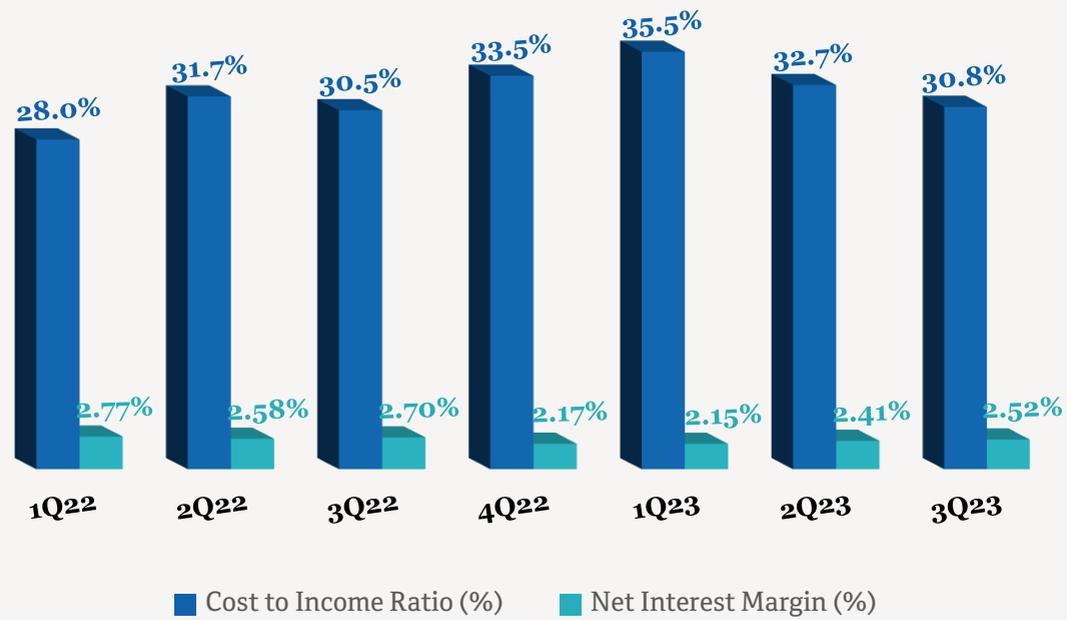
Quarterly Net Interest Income trend (QRmn)



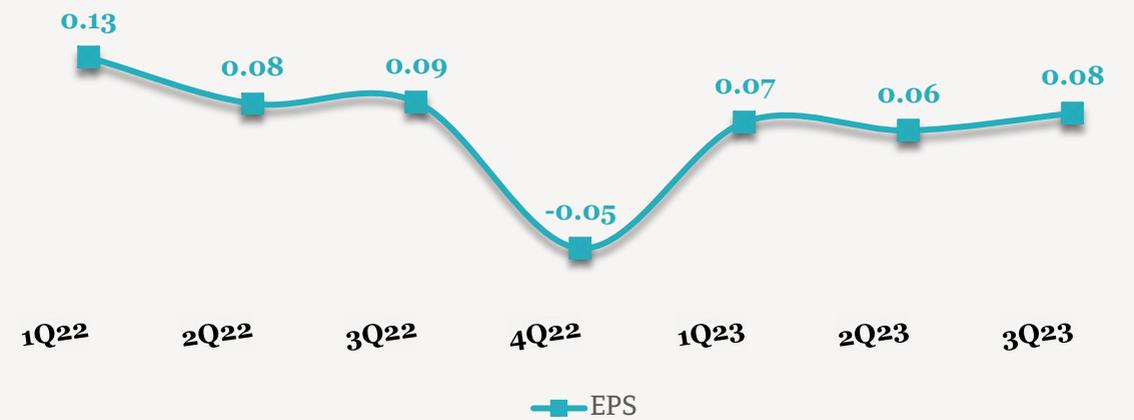
Quarterly Net Operating Income Trend (QRmn)



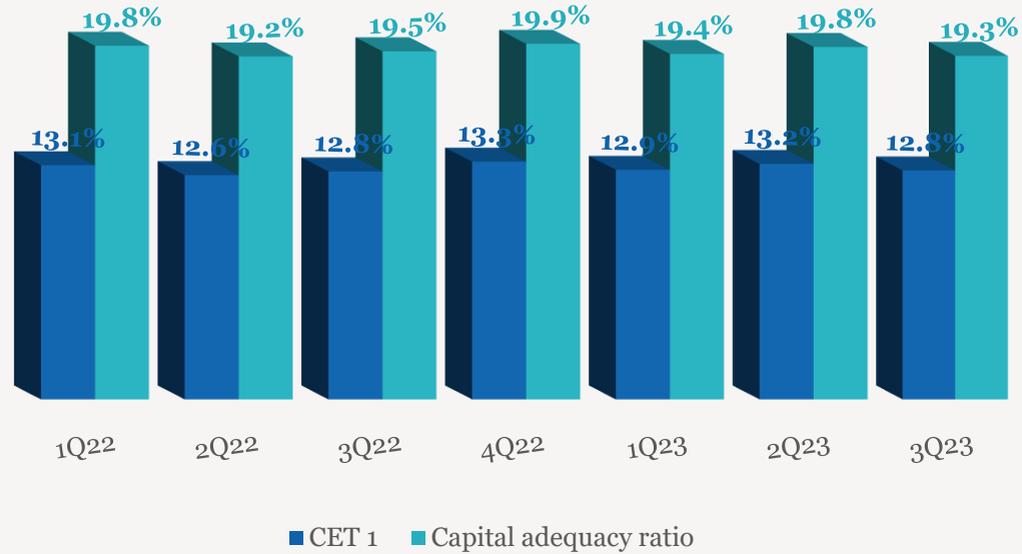
Quarterly Ratio Trend



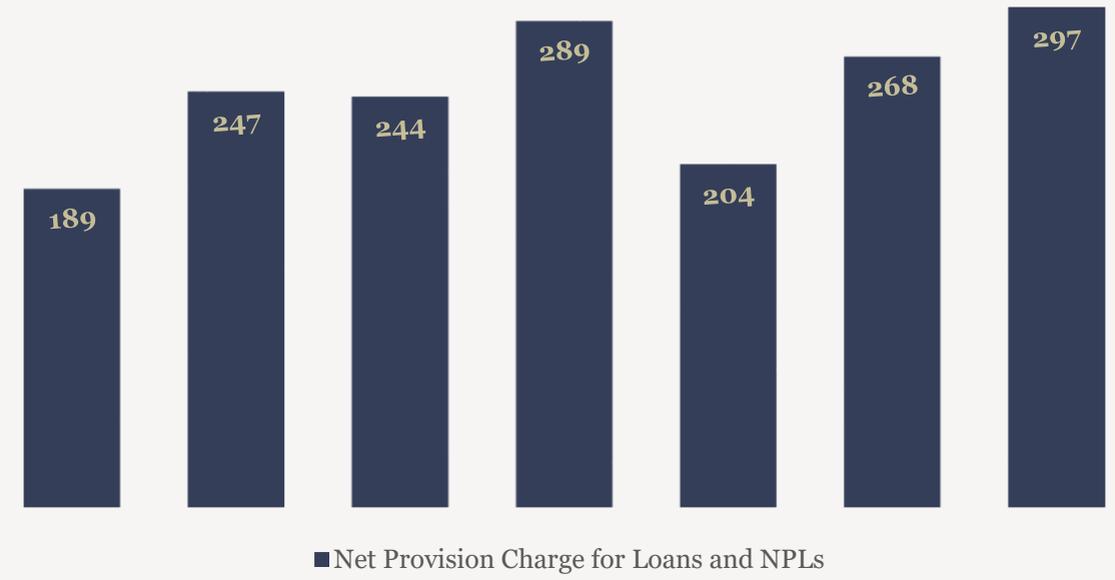
EPS (QR) Trend



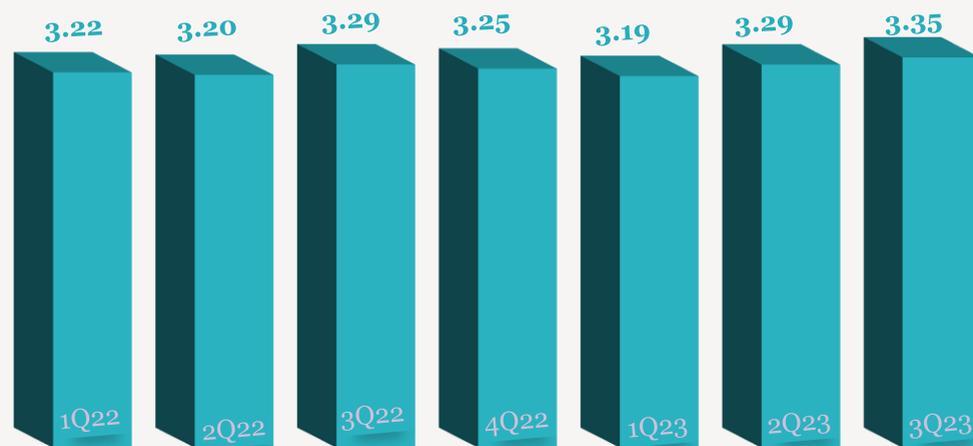
Capital Adequacy Ratio (%)



Net Provision for Loan Loss (QRmn)



Book Value Per Share (QR)



P/B Multiple Band (x)



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