



Earnings Flash Note
Masraf Al Rayan
1Q 2025



Masraf Al Rayan (MARK)

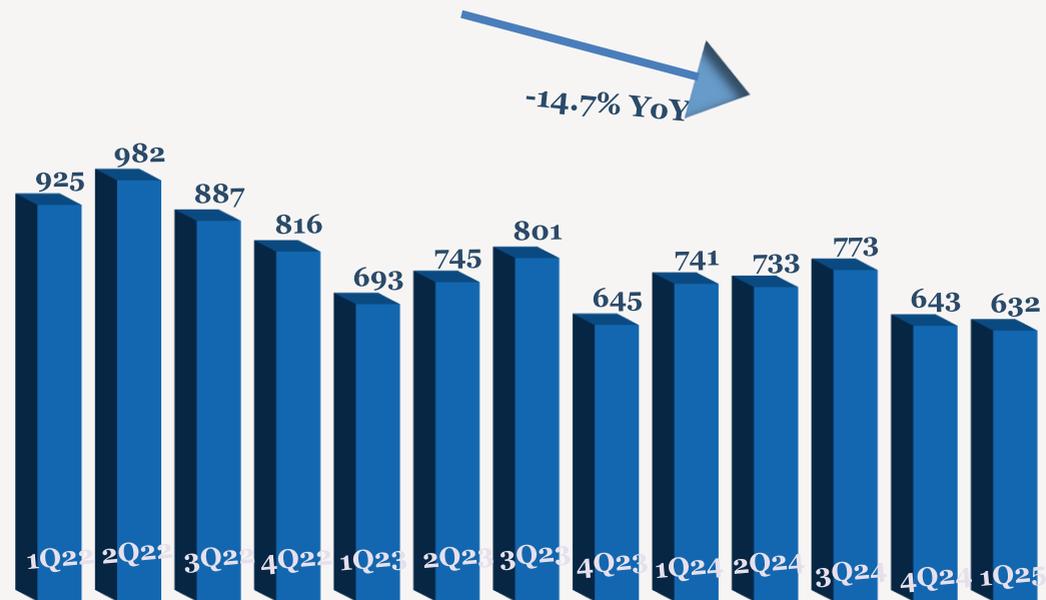
- > Net profit rose 0.4% YoY to QR408mn (+86.2% QoQ) in 1Q2025 primarily due to higher net fee and commission income.
- > Net interest & investment income fell by 14.7% YoY to QR632mn (-1.7% QoQ) in 1Q2025.
- > Cost to income ratio increased by 2ppts YoY (-1.8ppts QoQ) to 27.3% in 1Q2025.
- > As of 1Q2025-end, the book value per share stood at QR2.54 (1Q2024: QR2.48).
- > As of 1Q2025-end, Loans & advances were QR111.2bn (+4% YoY, +1.1QoQ) while Customer deposits increased by 5.8% YoY to QR111.4bn (+3.6% QoQ).
- > For 1Q2025, EPS was QR0.044 vs QR0.044 in 1Q2024,
- > As of 22nd April 2025, the stock has decreased 11.2% YTD, Underperforming the QSE Index which was down 4.1% YTD.
- > The stock is currently trading at a TTM P/B multiple of 0.9x, lower than its 3Y historical average of 1.1x. For now, we maintain our PT of QR 2.62/share and Market perform rating.

1Q2025 Earnings Performance

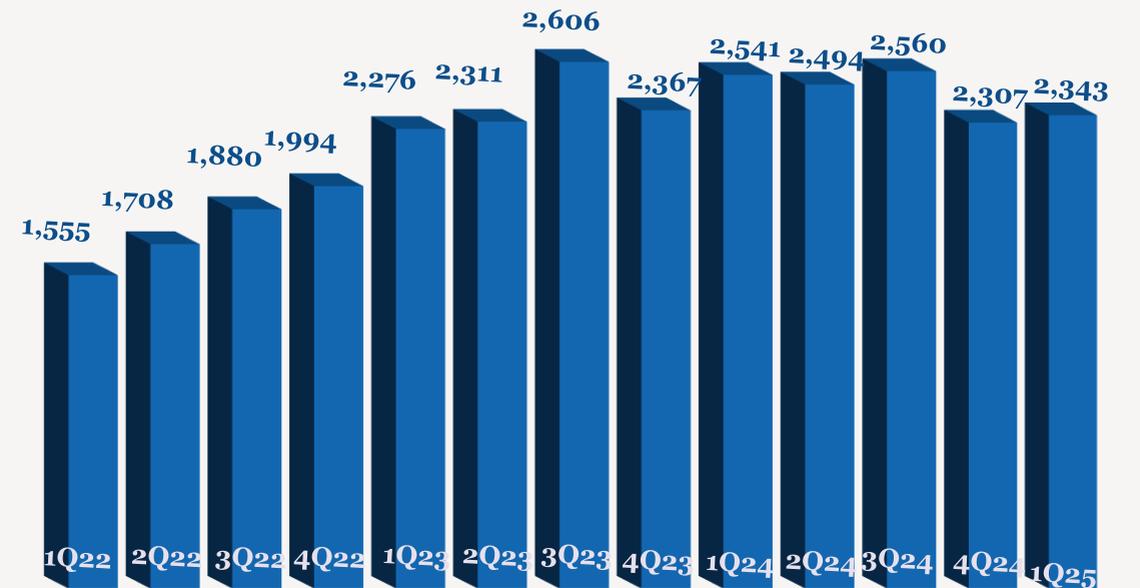
	1Q2025	1Q2024	YoY	4Q2024	QoQ
Net Interest & Investment Income	632	741	-14.7%	643	-1.7%
Net Interest Margin %	1.6%	2.0%		1.6%	
Net Fee and Commission Income	100	69	44.1%	76	32.4%
Total Income	2,343	2,541	-7.8%	2,307	1.6%
Cost/Income Ratio %	27.3%	25.2%		29.1%	
Net Profit to Equity	408	406	0.4%	219	86.2%
Book Value Per Ordinary Share (QR)	2.54	2.48	2.4%	2.59	-2.1%
EPS (QR)	0.044	0.044	0.4%	0.019	135.8%
Loans & Advances	111,251	106,997	4.0%	110,040	1.1%
Customer Deposits	111,452	105,330	5.8%	107,610	3.6%

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

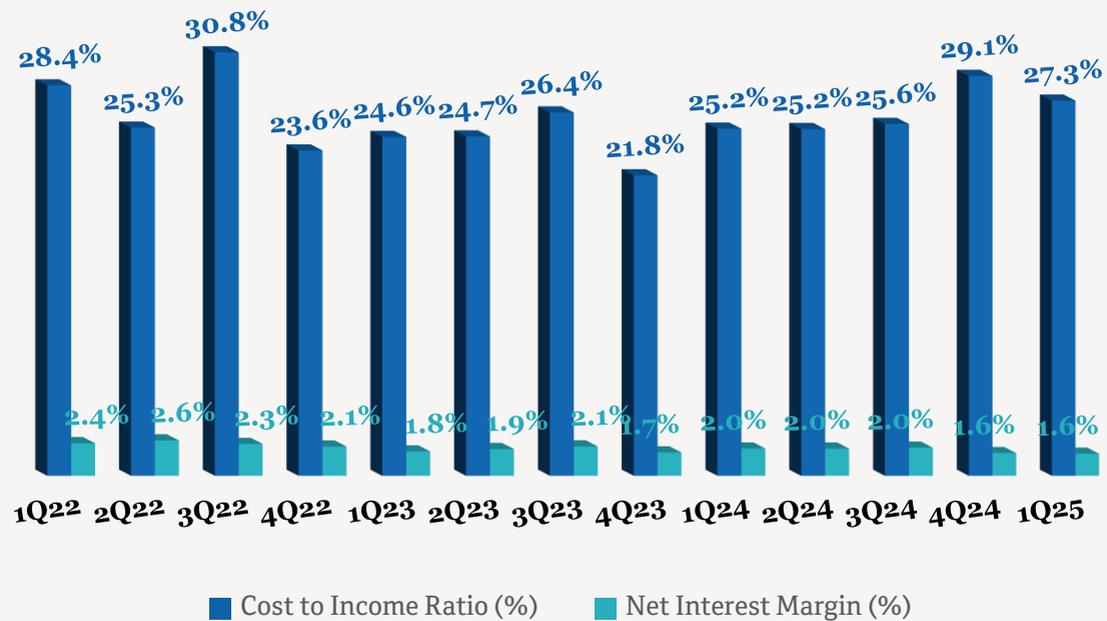
Quarterly Net Interest & Investment Income Trend (QRmn)



Quarterly Total Income Trend (QRmn)



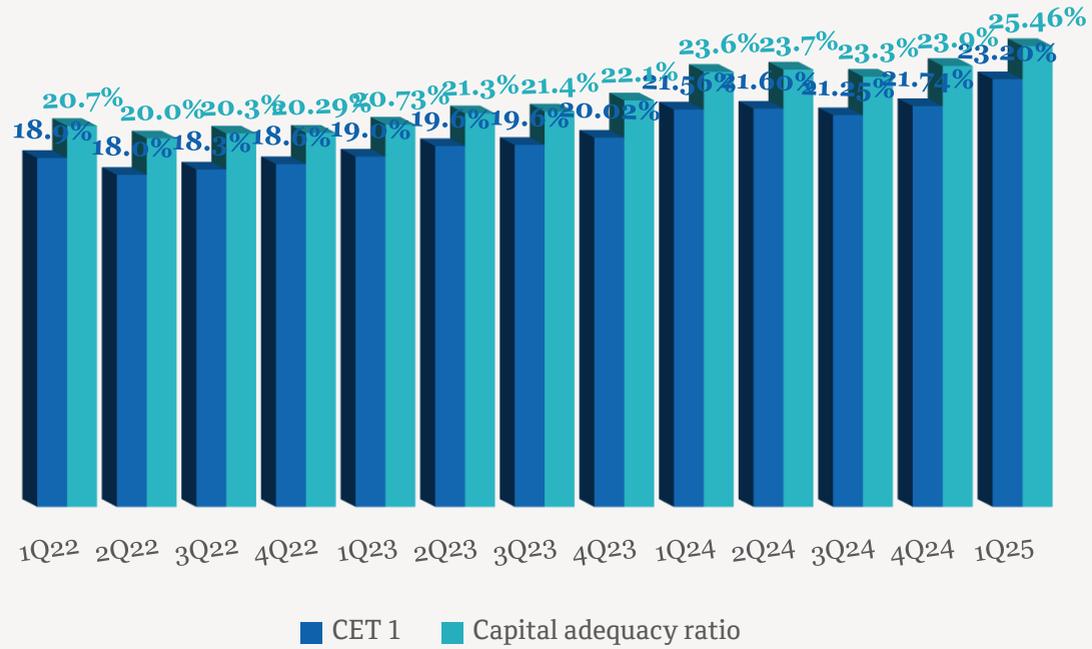
Quarterly Ratio Trend



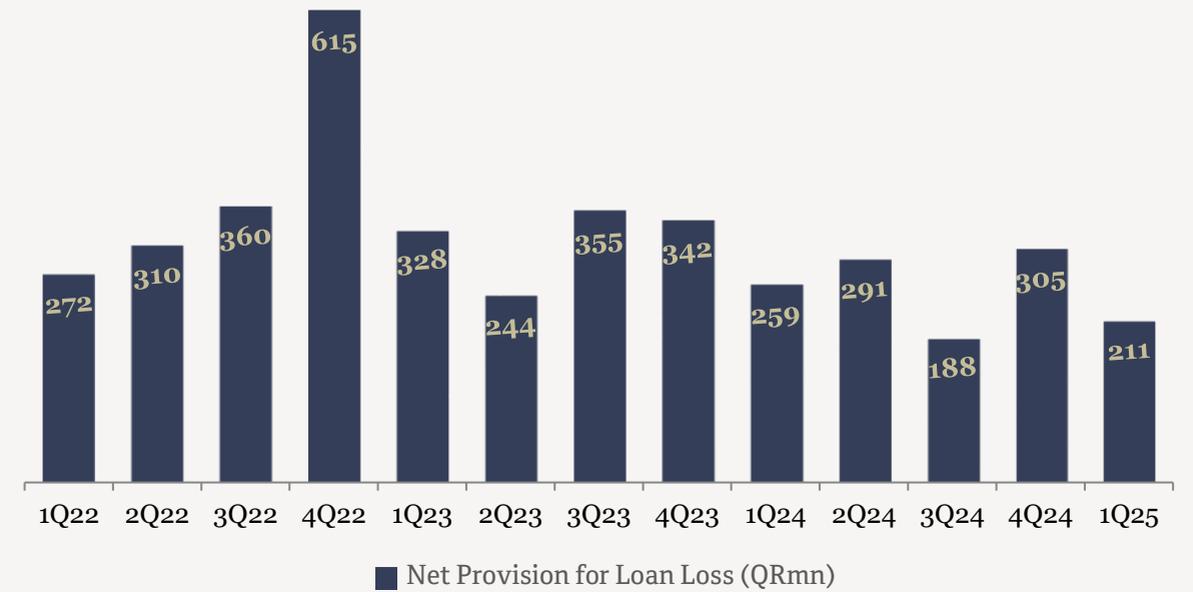
EPS (QR) Trend



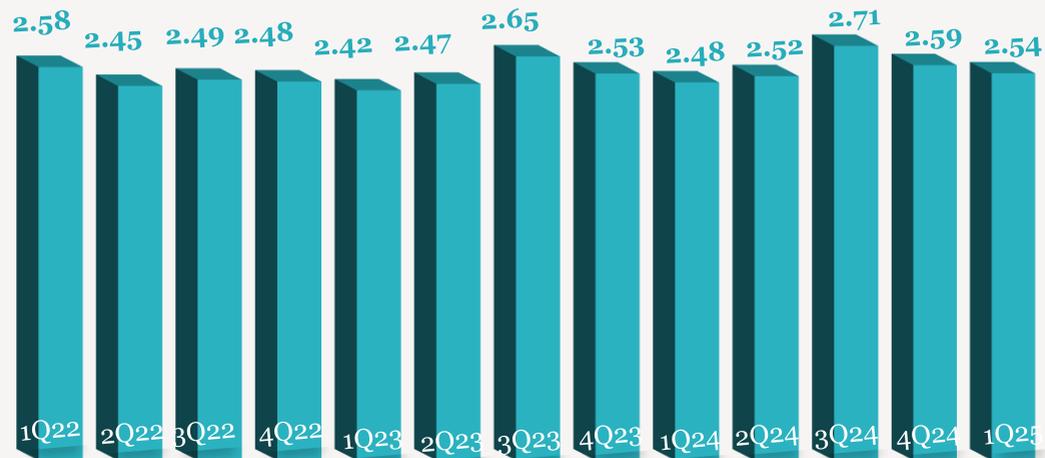
Capital Adequacy Ratios (%)



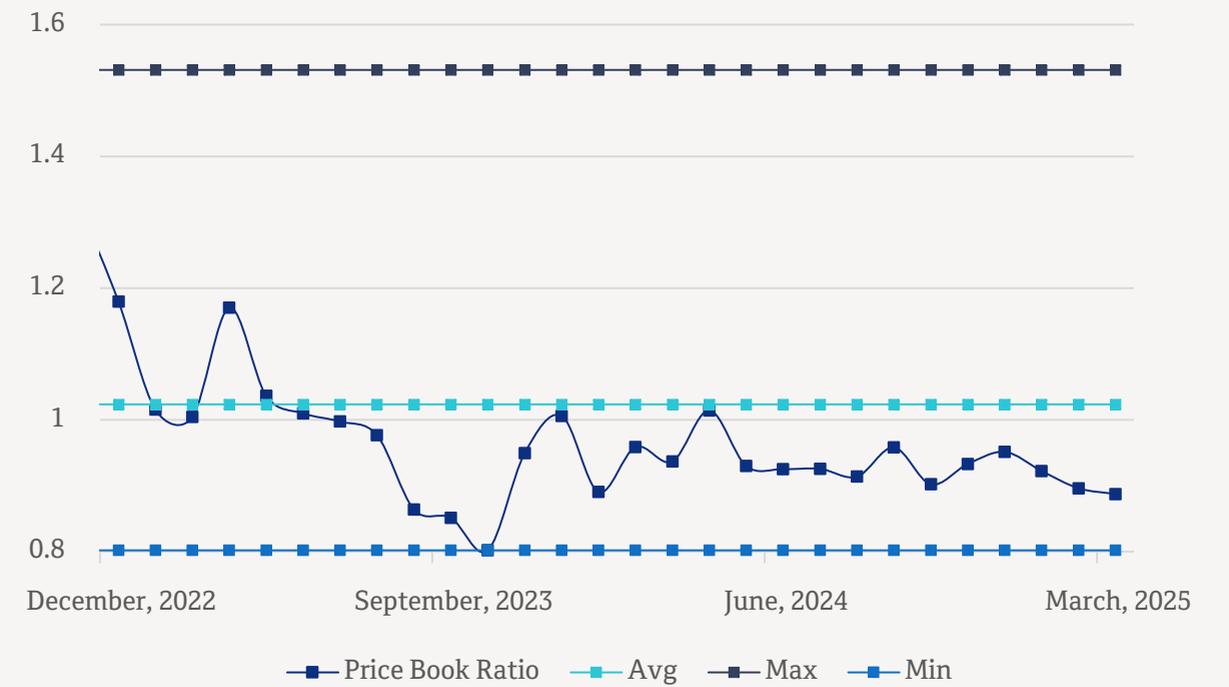
Net Provision for Loan Loss (QR mn)



Book Value Per Share (QR)



P/B Multiple Band (x)



Contacts

QNB Financial Services Co. W.L.L.

Contact Center: (+974)4476 6666

info@qnbfs.com.qa

Doha, Qatar

Saugata Sarkar, CFA, CAIA

Head of Research

saugata.sarkar@qnbfs.com.qa

Shahan Keushgerian

Senior Research Analyst

shahan.keushgerian@qnbfs.com.qa

Phibion Makuwerere, CFA

Senior Research Analyst

phibion.makuwerere@qnbfs.com.qa

Roy Thomas

Senior Research Analyst

roy.thomas@qnbfs.com.qa

Dana Saif Al Sowaidi

Research Analyst

dana.alsowaidi@qnbfs.com.qa

Disclaimer and Copyright Notice: This publication has been prepared by QNB Financial Services Co. W.L.L. ("QNBFS") a wholly-owned subsidiary of Qatar National Bank (Q.P.S.C.). QNBFS is regulated by the Qatar Financial Markets Authority and the Qatar Exchange. Qatar National Bank (Q.P.S.C.) is regulated by the Qatar Central Bank. This publication expresses the views and opinions of QNBFS at a given time only. It is not an offer, promotion or recommendation to buy or sell securities or other investments, nor is it intended to constitute legal, tax, accounting, or financial advice. QNBFS accepts no liability whatsoever for any direct or indirect losses arising from use of this report. Any investment decision should depend on the individual circumstances of the investor and be based on specifically engaged investment advice. We therefore strongly advise potential investors to seek independent professional advice before making any investment decision. Although the information in this report has been obtained from sources that QNBFS believes to be reliable, we have not independently verified such information and it may not be accurate or complete. QNBFS does not make any representations or warranties as to the accuracy and completeness of the information it may contain, and declines any liability in that respect. For reports dealing with Technical Analysis, expressed opinions and/or recommendations may be different or contrary to the opinions/recommendations of QNBFS Fundamental Research as a result of depending solely on the historical technical data (price and volume). QNBFS reserves the right to amend the views and opinions expressed in this publication at any time. It may also express viewpoints or make investment decisions that differ significantly from, or even contradict, the views and opinions included in this report. This report may not be reproduced in whole or in part without permission from QNBFS.

COPYRIGHT: No part of this document may be reproduced without the explicit written permission of QNBFS.