



Earnings Flash Note  
Qatar Islamic Bank  
4Q 2023 / FY 2023



## Qatar Islamic Bank (QIBK)

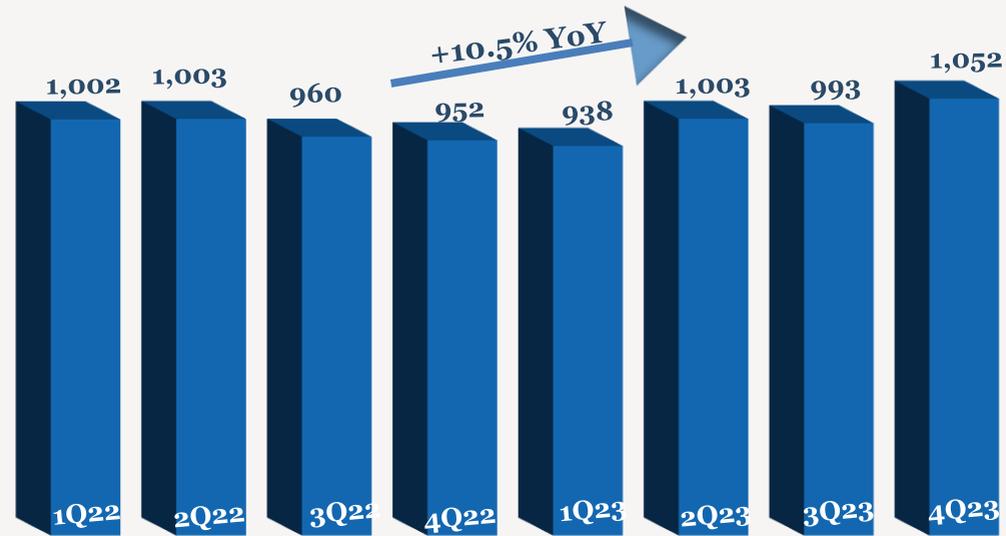
- > **Net profit increased 8.2% YoY to QR 1,250.0mn (+13.6% QoQ) in 4Q2023** due to a surge in net interest income. For FY2023, net profit was up by 7.5% YoY to QR 4,305.2mn.
- > **Net interest income jumped by 10.5% on YoY to QR1,051.5mn (+5.9% QoQ) in 4Q2023** driven by a rise in income from financing activities (+28.3% YoY, +5.3% QoQ). Net interest margin (NIM) improved by 17bps YoY (+10bps sequentially) to 2.43% in 4Q2023 while NIM was up by 8bps YoY to 2.33% in FY2023.
- > **Revenue was up by 23.5% YoY (+5.2% QoQ) to QR 3,020.4mn in 4Q2023** largely on account of higher net interest income. Revenue grew 24.0% YoY in FY2023.
- > **As of 4Q2023-end, Loans & advances were QR 122.4bn (+2.6% YoY, +0.5% QoQ)** while Customer deposits fell 1.3% YoY to QR120.8bn (-0.6% QoQ).
- > **As of FY2023-end, the book value per share stood at QR 10.7 (FY2022: QR 9.8).**
- > **The stock is currently trading at a TTM P/B multiple of 2.0x, lower than its 3Y historical average of 2.2x.** For now, we maintain our PT of QR 24.18/share and our outperform rating.

### 4Q/FY 2023 Earnings Performance

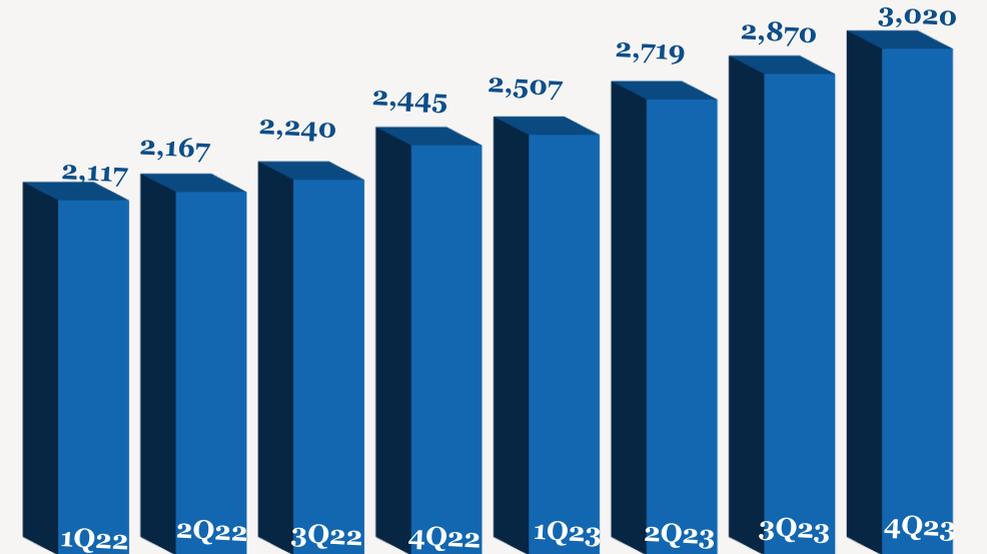
	4Q2023	4Q2022	YoY	3Q2023	QoQ	FY2023	FY2022	YoY
Net Interest Income	1,051.5	951.5	10.5%	992.6	5.9%	3,985.1	3,916.0	1.8%
Net Interest Margin %	2.43%	2.26%		2.33%		2.33%	2.25%	
Non-interest income	271.2	227.2	19.3%	254.5	6.6%	1,000.8	1,014.2	-1.3%
Revenue	3,020.4	2,444.8	23.5%	2,870.1	5.2%	11,116.0	8,967.8	24.0%
Cost/income ratio %	16.7%	18.0%		16.6%		17.1%	17.4%	
Net profit	1,250.0	1,154.8	8.2%	1,099.9	13.6%	4,305.2	4,005.0	7.5%
Book value per ordinary share (QR)	10.7	9.8	9.2%	10.4	3.2%	10.7	9.8	9.2%
Loans & advances	122,380.8	119,284.6	2.6%	121,802.4	0.5%	122,380.8	119,284.6	2.6%
Customer Deposits	120,834.5	122,370.9	-1.3%	121,514.7	-0.6%	120,834.5	122,370.9	-1.3%

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

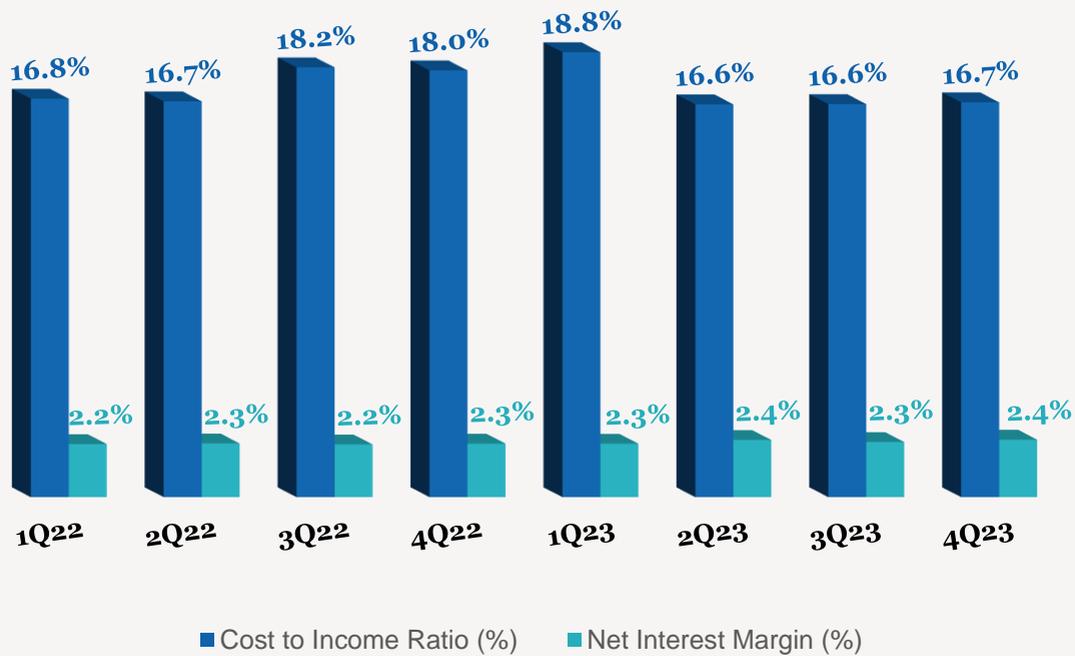
Quarterly Net Interest Income trend (QRmn)



Quarterly Operating Income Trend (QRmn)



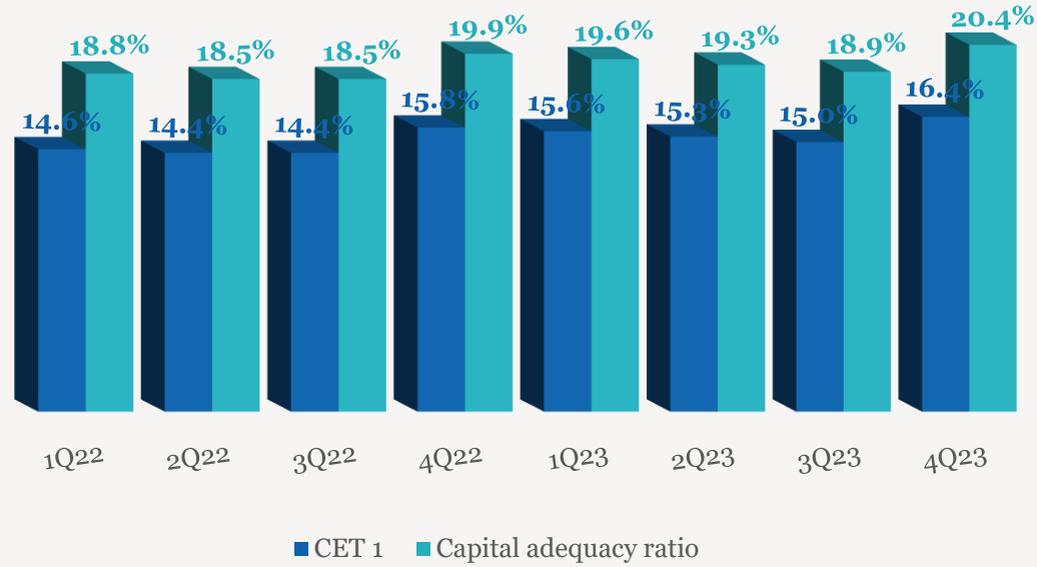
Quarterly Ratio Trend



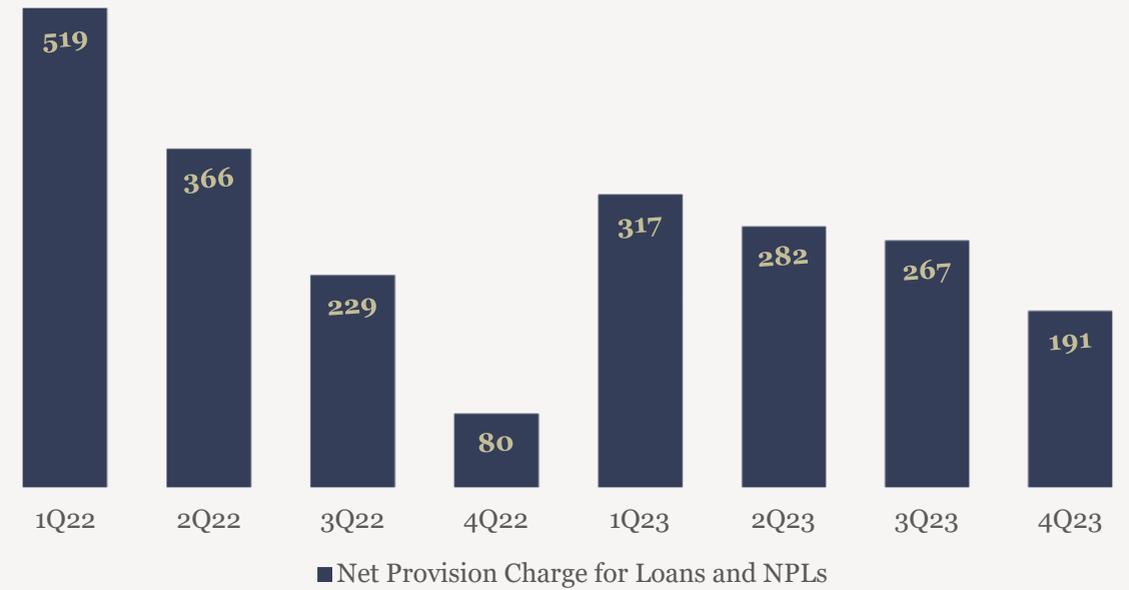
EPS (QR) Trend



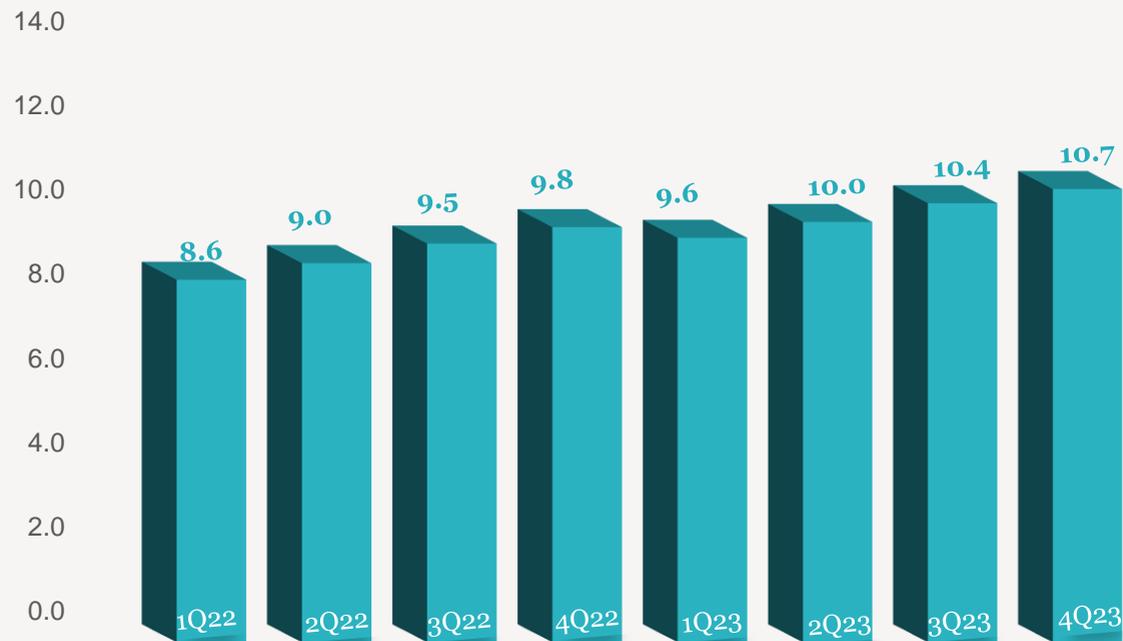
**Capital Adequacy Ratio (%)**



**Net Provision for Loan Loss (QRmn)**



**Book Value Per Share**



**P/B Multiple Band (x)**



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