



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



Qatar International Islamic Bank (QIIB)

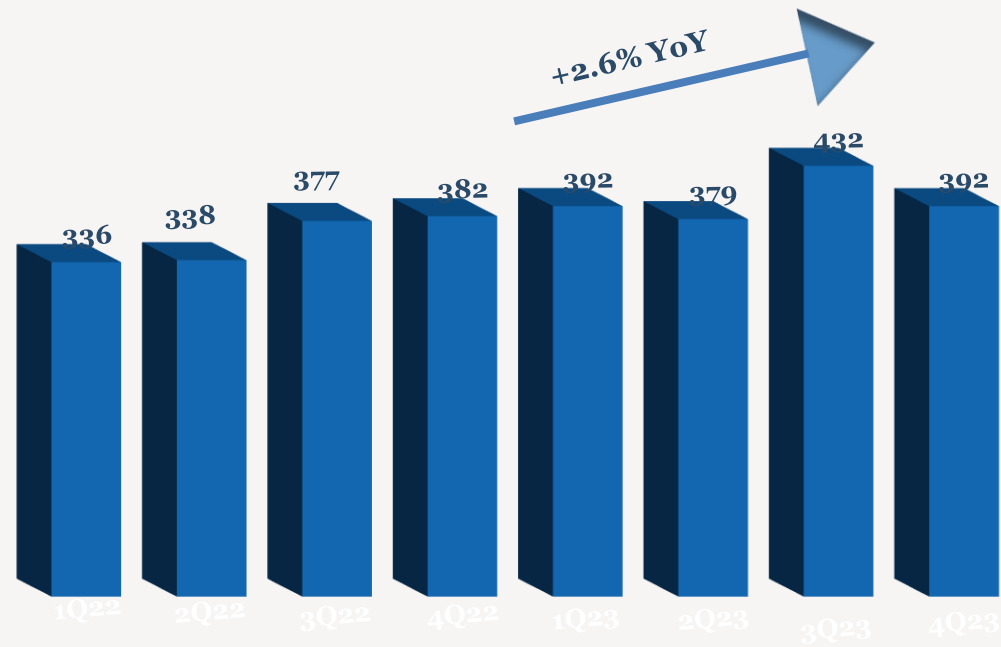
- > Net profit increased by 8.4% YoY to QR188mn (-48.1% QoQ) in 4Q2023 driven by a 61.3% drop in other impairments. For FY2023, net profit was up by 8.3% YoY to QR1,165mn.
- > Net interest & investment income rose by 2.6% YoY to QR392mn (-9.3% QoQ) while for FY2023, it was up 11.4% YoY to QR1,595mn.
- > Cost to income ratio decreased by 0.2ppts YoY (+2.2ppts QoQ) to 18.5% in 4Q2023. For FY2023, cost of income ratio came at 17.9% compared to 18.7% in FY2022.
- > For 4Q2023, EPS came at QR0.124 vs. QR0.114 in 4Q2022 while for FY2023, EPS was QR0.70 vs QR0.64 in FY2022.
- > As of 4Q2023-end, the book value per share stood at QR4.90 (FY2022: QR4.61).
- > As of 4Q2023-end, loans & advances were QR36.5bn (+4.2% YoY, -0.8% QoQ) while customer deposits increased by 2.6% YoY to QR38.9bn (+2.5% QoQ).
- > As of 6th Feb 2024, the stock has decreased 1.6% YTD, outperforming the QSE index, which was down by 8.6% YTD.
- > The stock is currently trading at a TTM P/B multiple of 2.1x, lower than its 1Y historical average of 2.2x. For now, we maintain our PT of QR 10.44/share and market perform rating.
- > The Board announced a DPS of QR0.450 for FY2023 which translates into a yield of 4.2%.

4Q/FY 2023 Earnings Performance

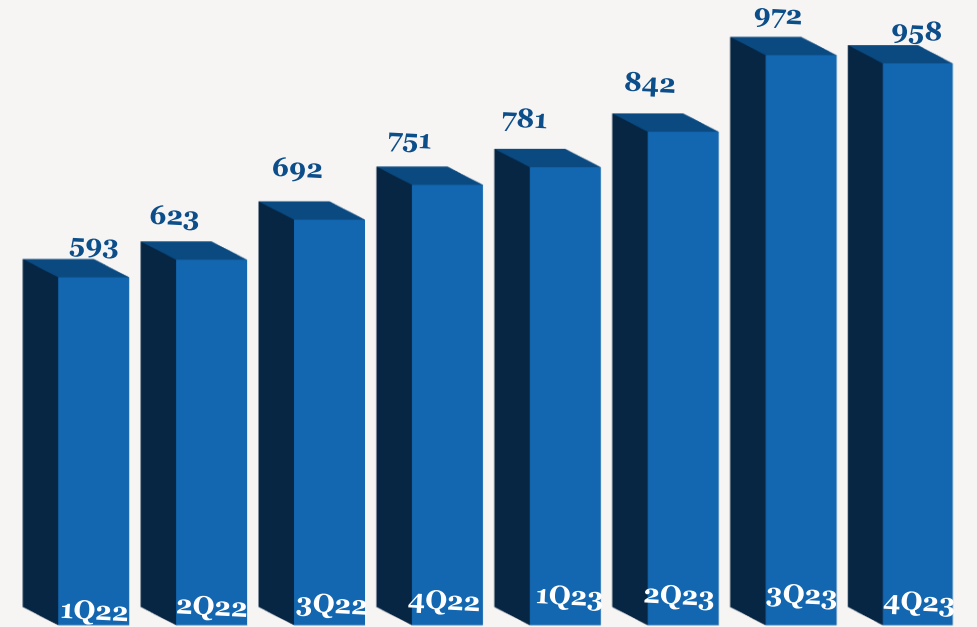
	4Q2023	4Q2022	YoY	3Q2023	QoQ	FY2023	FY2022	YoY
Net Interest & investment income	392	382	2.6%	432	-9.3%	1,595	1,433	11.4%
Net Interest Margin %	2.8%	2.9%		3.1%		2.9%	2.6%	
Net Fee and commission Income	71	72	-1.4%	93	-23.3%	292	298	-2.1%
Total Income	958	751	27.6%	972	-1.4%	3,553	2,660	33.6%
Cost/Income Ratio %	18.5%	18.7%		16.3%		17.9%	18.7%	
Net Profit to Equity	188	173	8.4%	362	-48.1%	1,165	1,075	8.3%
Book Value Per Ordinary Share (QR)	4.90	4.61	6.2%	4.81	1.8%	4.90	4.61	6.2%
EPS (QR)	0.124	0.114	8.4%	0.239	-48.1%	0.704	0.639	10.2%
Loans & Advances	36,499	35,022	4.2%	36,779	-0.8%	36,499	35,022	4.2%
Customer Deposits	38,934	37,945	2.6%	37,994	2.5%	38,934	37,945	2.6%

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

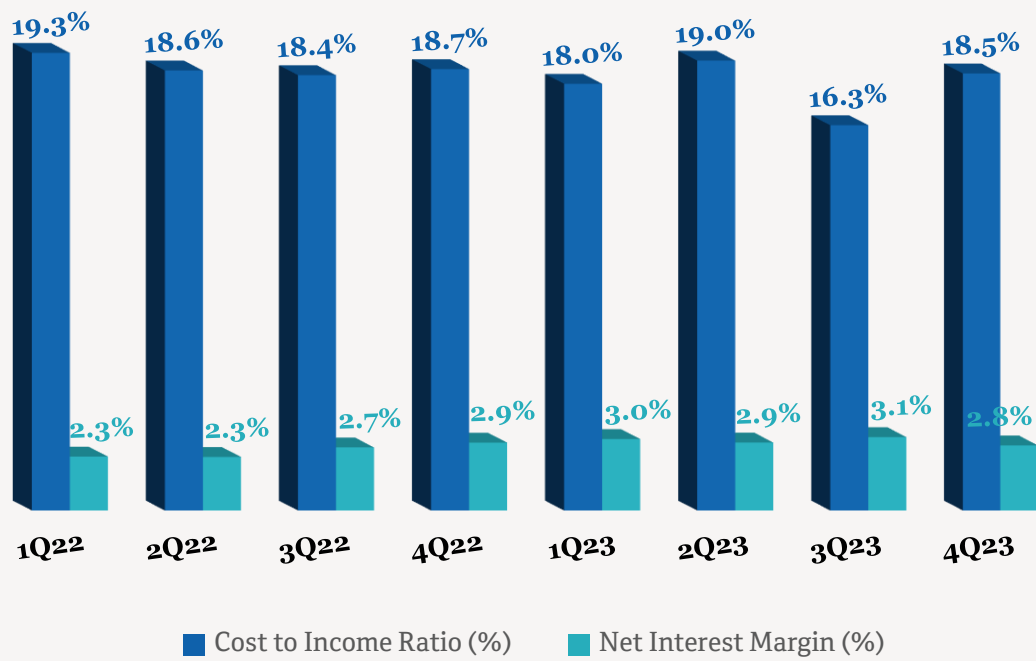
Quarterly Net Interest & Investment Income Trend (QRmn)



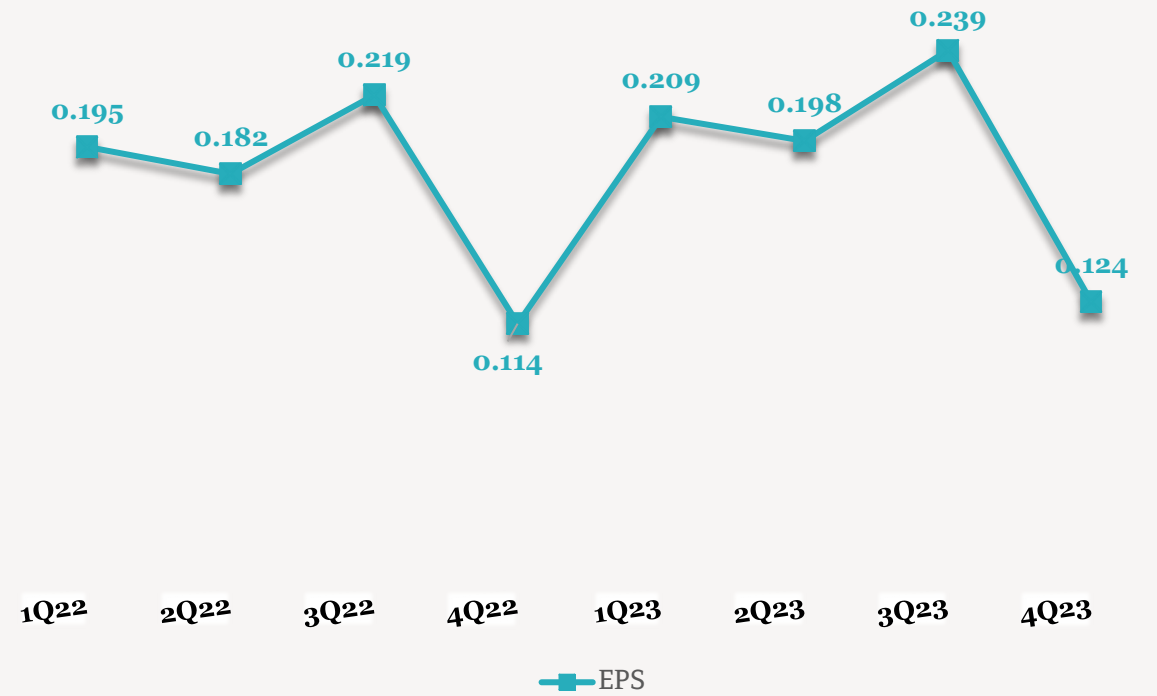
Quarterly Total Income Trend (QRmn)



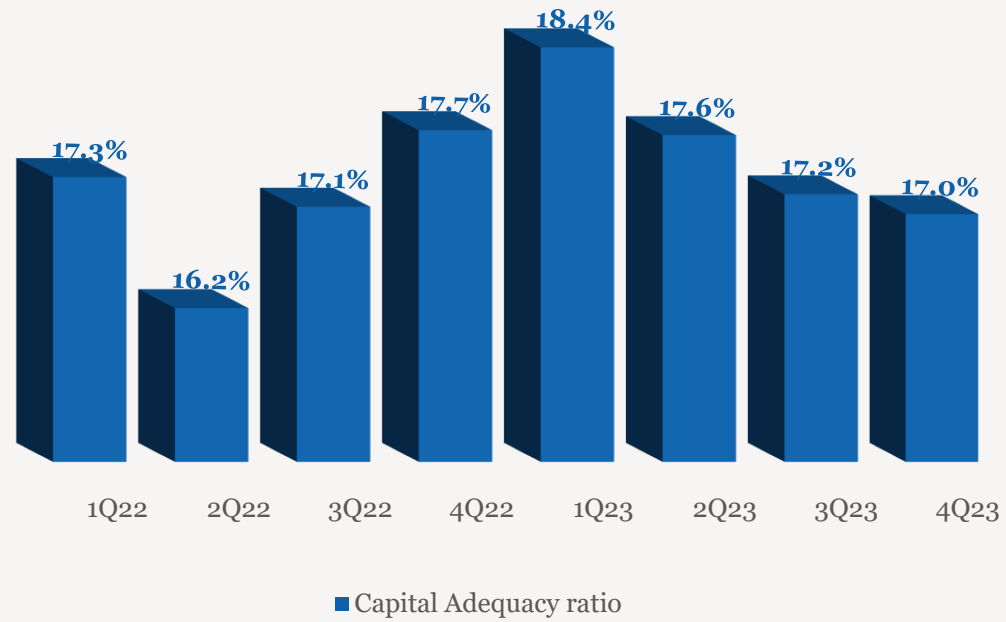
Quarterly Ratio Trend



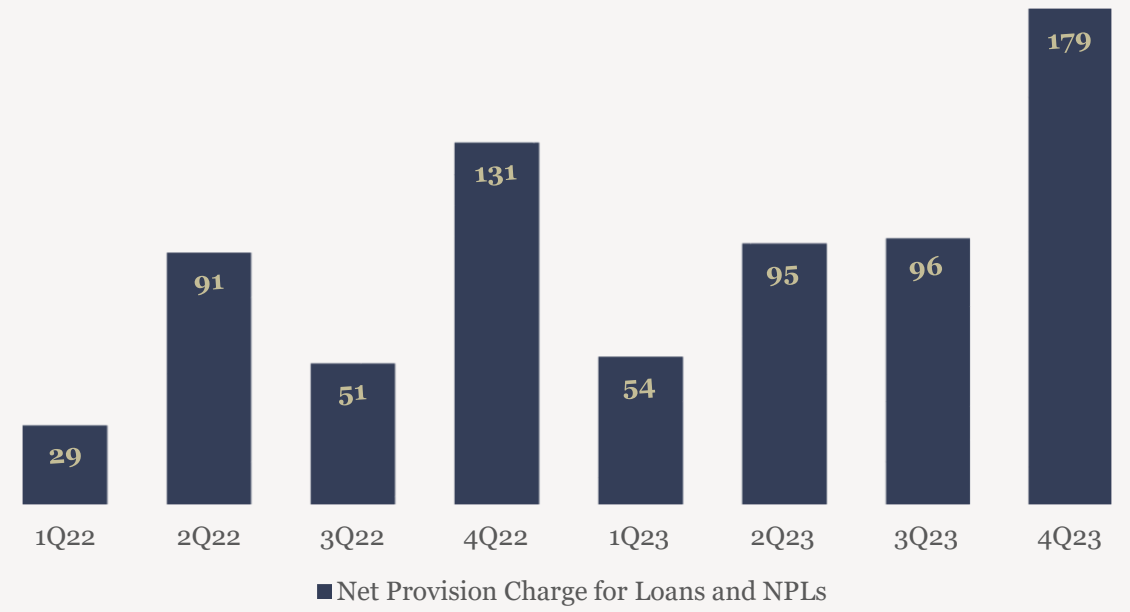
EPS (QR) Trend



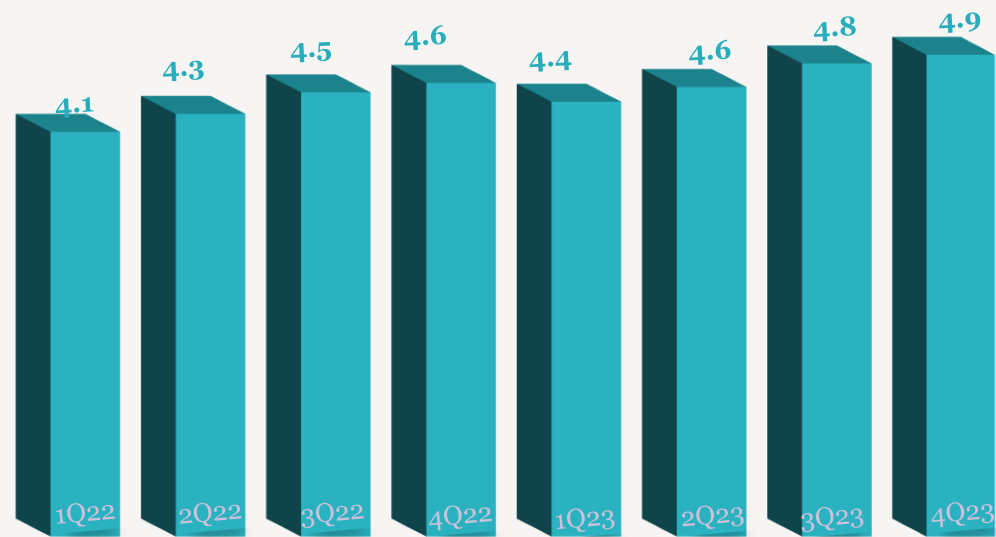
Capital Adequacy Ratios (%)



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.