QNB FINANCIAL SERVICES

Earnings Flash Note
Qatar Islamic Bank
3Q 2025 / 9M 2025

Qatar Islamic Bank (QIBK)

> **Net profit increased by 6.7% YoY to QR1,280mn (+7.6% QoQ) in 3Q2025** due to a lower net impairment loss on financing assets and strong non-funded income. For 9M2025, net profit was up by 5.8% YoY to QR3,455mn.

> **Net interest and investment income receded by 0.6% YoY to QR1,444mn** (+3.7**%** QoQ) in 3Q2025 while for 9M2025, it increased by 1.6% YoY to QR4,215mn.

> **Total revenue was up by 2.1% YoY (+3.0% QoQ) to QR1,717mn in 3Q2025.** For 9M2025, it increased by 2.9% to **QR5,003mn.**

> **Cost to income ratio remained flat YoY (-0.7ppts QoQ) at 15.4% in 3Q2025.** For 9M2025, cost to income ratio came at 16.0% (flat YoY).

> **As of 3Q2025-end, the book value per share stood at QR12.0 vs QR11.1 in 3Q2024.**

> **As of 3Q2025-end, Loans & advances were QR 131.9bn (+3.3% YoY, +0.9%** QoQ) while Customer deposits rose 5.9% YoY to QR133.8bn (-0.9% QoQ).

> **As of 22nd October 2025, the stock increased 12.4% YTD,** Outperforming the QSE Index, which was up by 2.6% YTD.

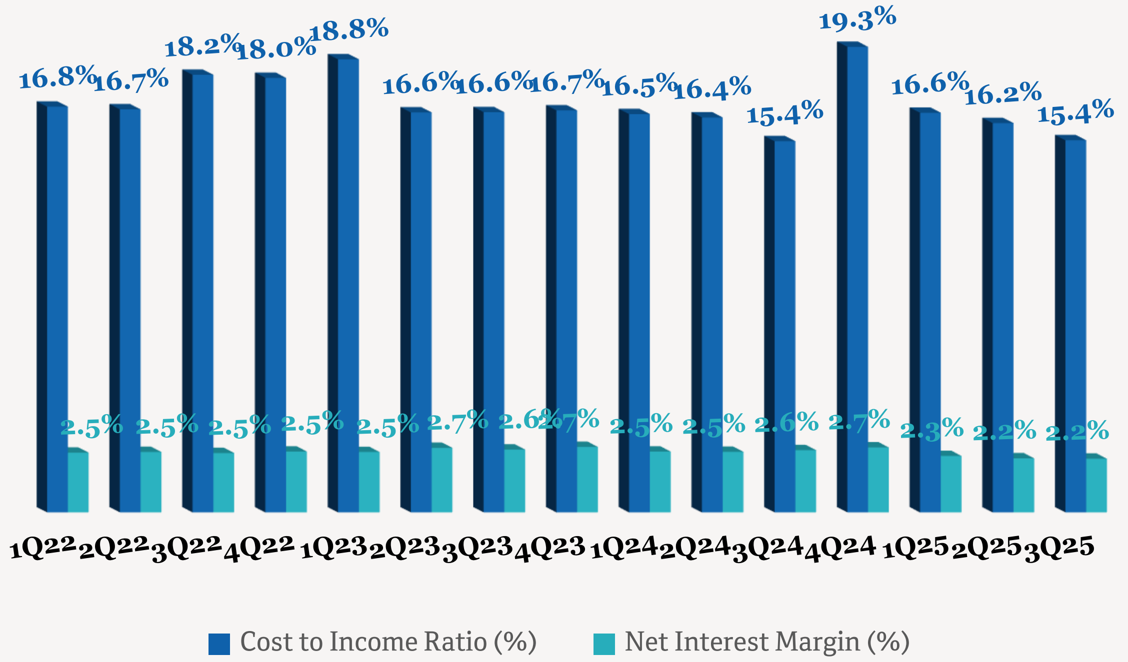
> **The stock is currently trading at a TTM P/B multiple of 2.0x,** higher than its 3Y historical average of 1.9x. For now, we maintain our PT of QR 27.10/share and our accumulate rating.

3Q/9M 2025 Earnings Performance

	3Q2025	3Q2024	YoY	2Q2025	QoQ	9M2025	9M2024	YoY
Net Interest & Investment Income	1,444	1,453	-0.6%	1,392	+3.7%	4,215	4,150	+1.6%
Net Interest Margin %	2.23%	2.59%		2.25%		2.93%	3.16%	
Non-Interest Income	273	229	19.1%	275	-0.9%	788	713	10.6%
Total Revenue	1,717	1,682	+2.1%	1,668	+3.0%	5,003	4,683	+2.9%
Cost/Income Ratio %	15.4%	15.4%		16.2%		16.0%	16.1%	
Net Profit	1,280	1,200	6.7%	1,190	7.6%	3,455	3,265	5.8%
Book Value Per Ordinary Share (QR)	12.0	11.1	8.0%	11.9	1.2%	12.0	11.1	8.0%
Loans & Advances	131,895	127,723	3.3%	130,770	0.9%	131,895	127,723	3.3%
Customer Deposits	133,835	126,413	5.9%	135,024	-0.9%	133,835	126,413	5.9%

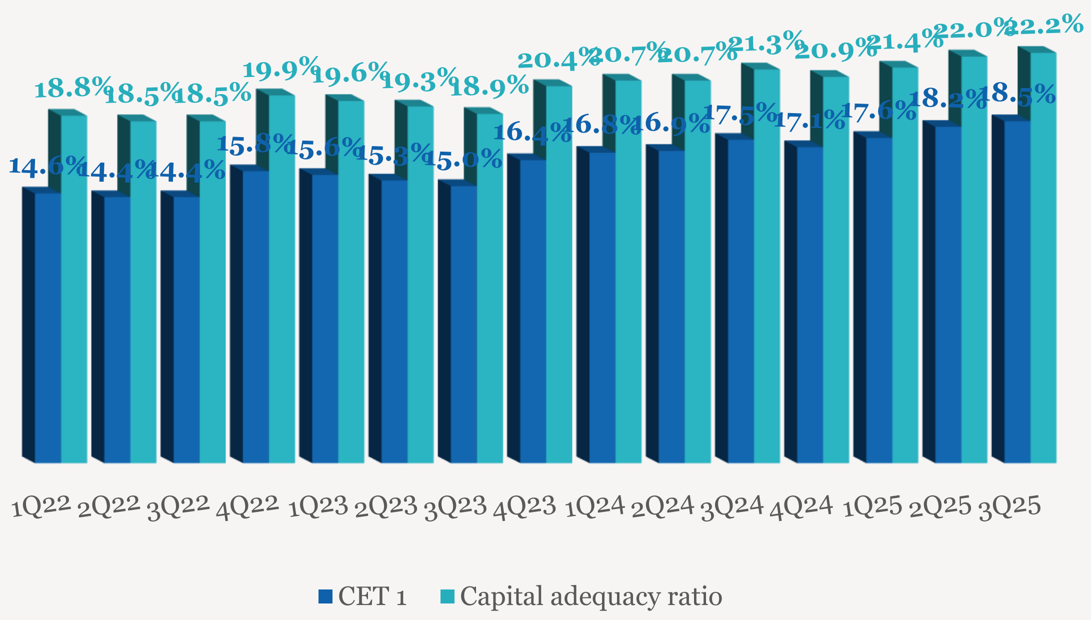
Note: Values are expressed in QR'mn unless explicitly stated

Quarterly Ratio Trend

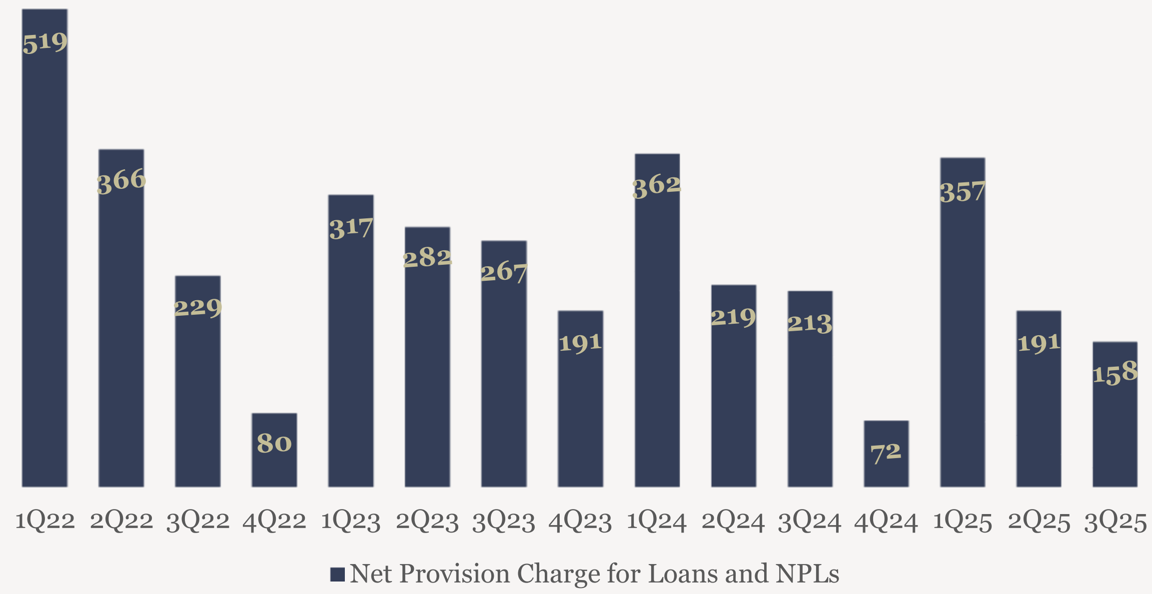


EPS (QR) Trend

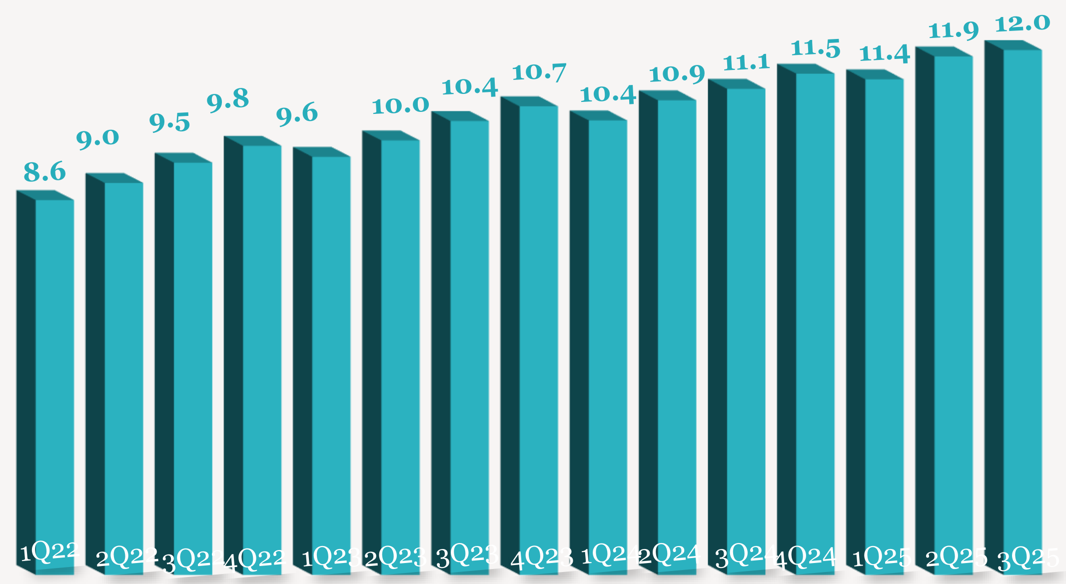
Capital Adequacy Ratios (%)



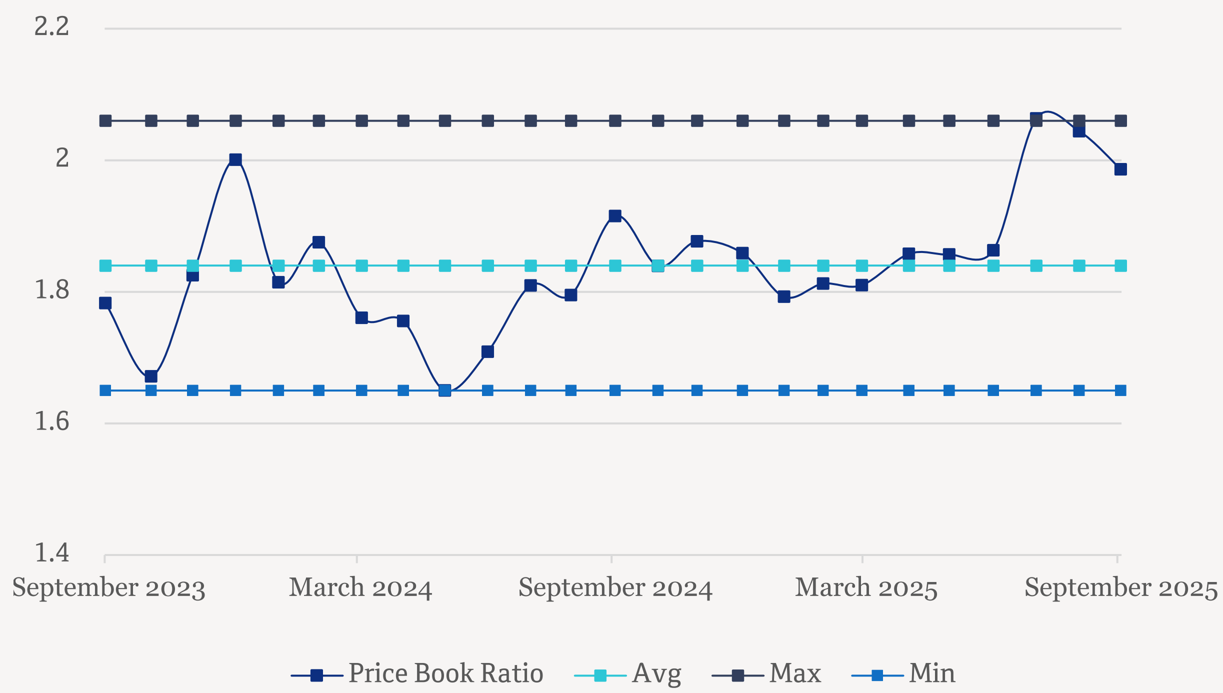
Net Provision for Loan Loss (QRmn)



Book Value Per Share (QR)



P/B Multiple Band (x)



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