Earnings Flash Note

Qatar Islamic Bank

4Q2025 / FY2025

Qatar Islamic Bank (QIBK)

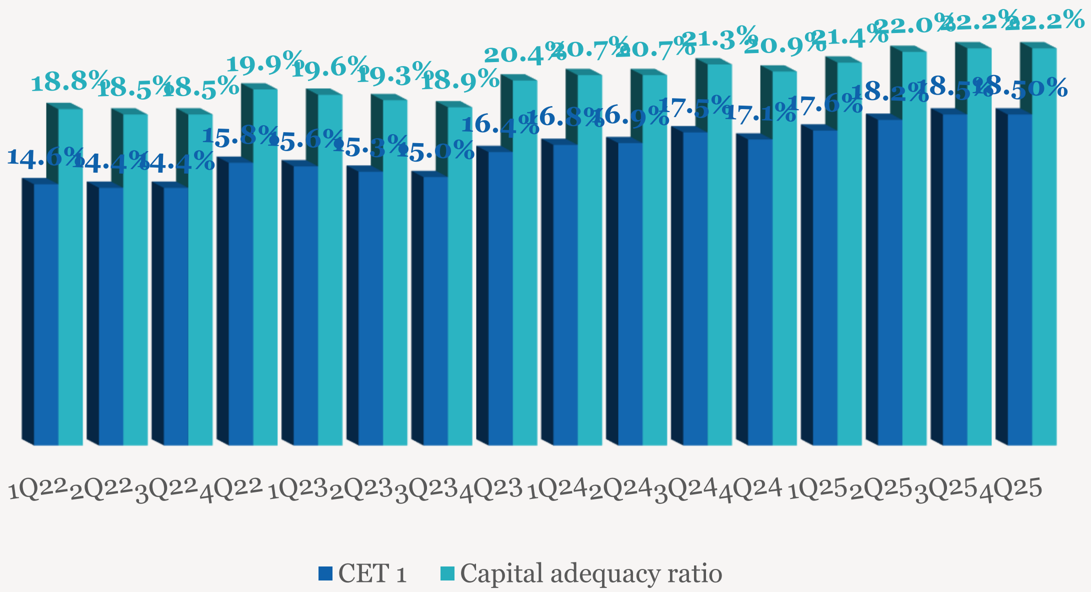
- **Net profit increased by 3% YoY to QR1,380mn (+7.8% QoQ) in 4Q2025** due to a lower net impairment loss on financing assets. For FY2025, net profit was up by 5.0% YoY to QR4,835mn.
- **Net interest income & investment came lower by 14% YoY to QR1,363mn** (-5.6**%** QoQ) in 4Q2025 while for FY2025, it decreased by 3% YoY to QR5,578mn.
- **Total income was down by 13.8% YoY (-4.7% QoQ) to QR1,636mn in 4Q2025.** For FY2025, it decreased by 1.8% to **QR6,639mn.**
- **Cost to income ratio decreased by 2.4ppts YoY (+1.5ppts QoQ) to 16.9% in 4Q2025.** For FY2025, cost of income ratio came at 16.3% **(-0.7ppts YoY)**.
- **As of 4Q2025-end, the book value per share stood at QR12.5 vs QR11.5 in 4Q2024.**
- **As of 4Q2025-end, Loans & advances were QR 138.4bn (+10.5% YoY, +5%** QoQ) while Customer deposits rose 14.2% YoY to QR142.7bn (+6.6% QoQ).
- **As of 14th Jan 2026, the stock increased 5% YTD,** Outperforming the QSE Index, which was up by 4.2% 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.
- **The BoD recommended 2H2025 DPS of QR0.50 (1H2025: QR0.40)** bringing full year DPS to QR0.90 (FY2024: QR0.80) vs. our full year estimate of QR0.85.

4Q/FY2025 Earnings Performance

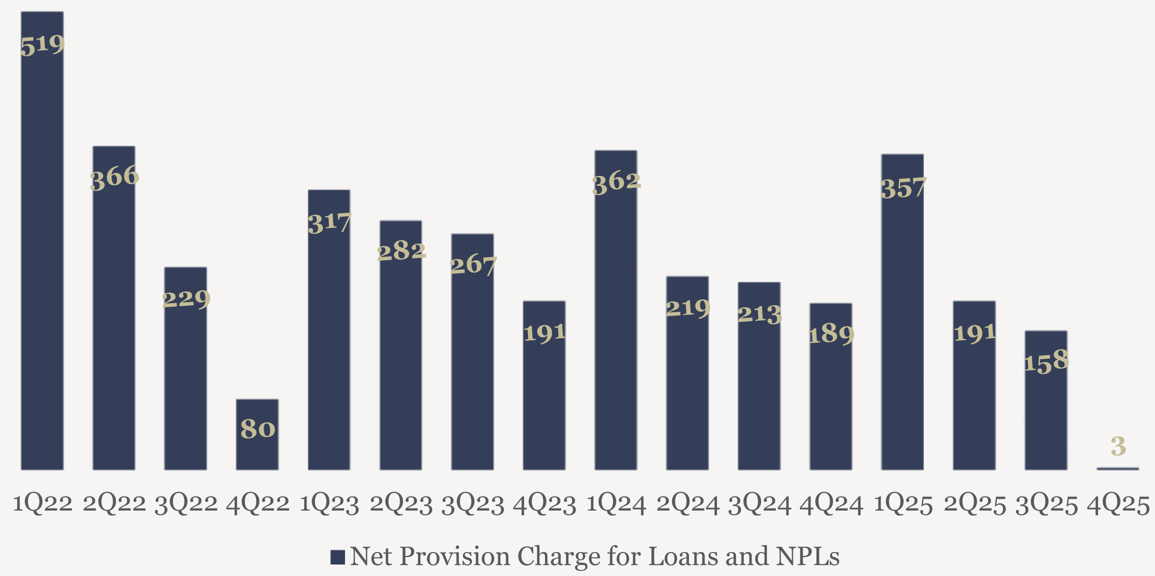
	4Q2025	4Q2024	YoY	3Q2025	QoQ	12M2025	12M2024	YoY
Net Interest Income	1,363	1,581	-13.8%	1,444	-5.6%	5,578	5,730	-3.0%
Net Interest Margin %	2.08%	2.70%		2.23%		2.93%	3.05%	
Non-Interest Income	273	318	-14.0%	273	0.1%	1,061	1,030	3.0%
Total Income	1,636	1,898	-13.8%	1,717	-4.7%	6,639	6,760	-1.8%
Cost/Income Ratio %	16.9%	19.3%		15.4%		16.3%	17.0%	
Net Profit	1,380	1,340	3.0%	1,280	7.8%	4,835	4,605	5.0%
Book Value Per Ordinary Share (QR)	12.5	11.5	9.1%	12.0	4.2%	12.5	11.5	9.1%
Loans & Advances	138,482	125,274	10.5%	131,895	5.0%	138,482	125,274	10.5%
Customer Deposits	142,727	124,995	14.2%	133,835	6.6%	142,727	124,995	14.2%

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

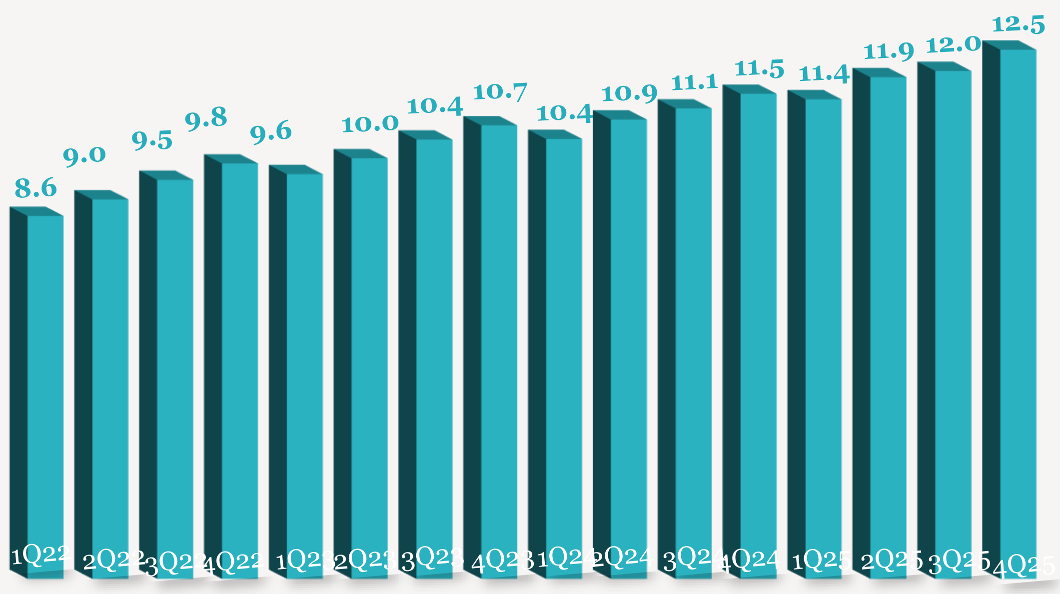
Capital Adequacy Ratios (%)



Net Provision for Loan Loss (QRmn)



Book Value Per Share (QR)



P/B Multiple Band (x)

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