QNB FINANCIAL SERVICES

Earnings Flash Note
Qatar International Islamic Bank
4Q2025/FY2025

Qatar International Islamic Bank (QIIK)

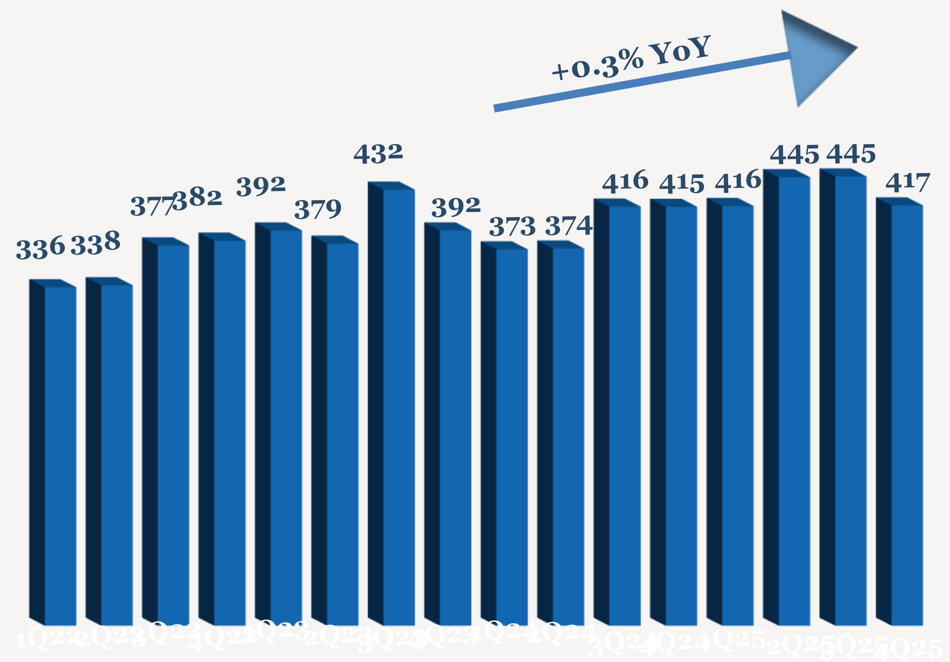
- **Net profit increased by 15.1% YoY to QR253mn (-38.1% QoQ) in 4Q2025** due to lower expenses. For FY2025, net profit was up 7.2% to QR1,351mn**.**
- **Net interest & investment income rose 0.3% YoY to QR417mn (-6.4% QoQ)** in 4Q2025. For FY2025, net interest and investment income was up 9.2% to QR1,723mn.
- **Cost to income ratio increased by 2.1ppts YoY (+1.6ppts QoQ) to 19.1% in** 4Q2025. For FY2025, the cost to income ratio came at 18.6% vs 18.8% in FY2024.
- **For 4Q2025, EPS came at QR0.17 vs. QR0.15 in 4Q2024**. For FY2025, EPS came at QR0.82 vs. QR0.77 in FY2024.
- **As of 4Q2025-end, the book value per share stood at QR5.26 (4Q2024:** QR4.96).
- **As of 4Q2025-end, loans & advances were QR41.9bn (+6.7% YoY, +1.6% QoQ)** while customer deposits increased by 4.6% YoY to QR43.2bn (+2.3% QoQ).
- **As of 26th Jan 2025, the stock increased 3.4% YTD, Underperforming** the QSE Index, which was up by 5.2% YTD.
- **The stock is currently trading at a TTM P/B multiple of 2.2x, Higher than its** 3Y historical average of 2.1x. For now, we maintain our PT of QR 11.26/share and Market Perform rating.
- **The Board of Directors have proposed additional cash dividend of 29% of paid up share capital amounting to QR 439 million which takes the total cash dividend during the year to 53% of paid up share capital amounting to QR 802 million (2024: 50% of paid up share capital amounting to QR 757 million) which is subject to approval at the Annual General Meeting of the shareholders of the Group and Qatar Central Bank.**
- **Proposed Dividends Distribution - Cash Dividends H1 (%) 24, Cash Dividends H2 (%) 29, Total Annual Cash Dividends (%) 53**

4Q/FY2025 Earnings Performance

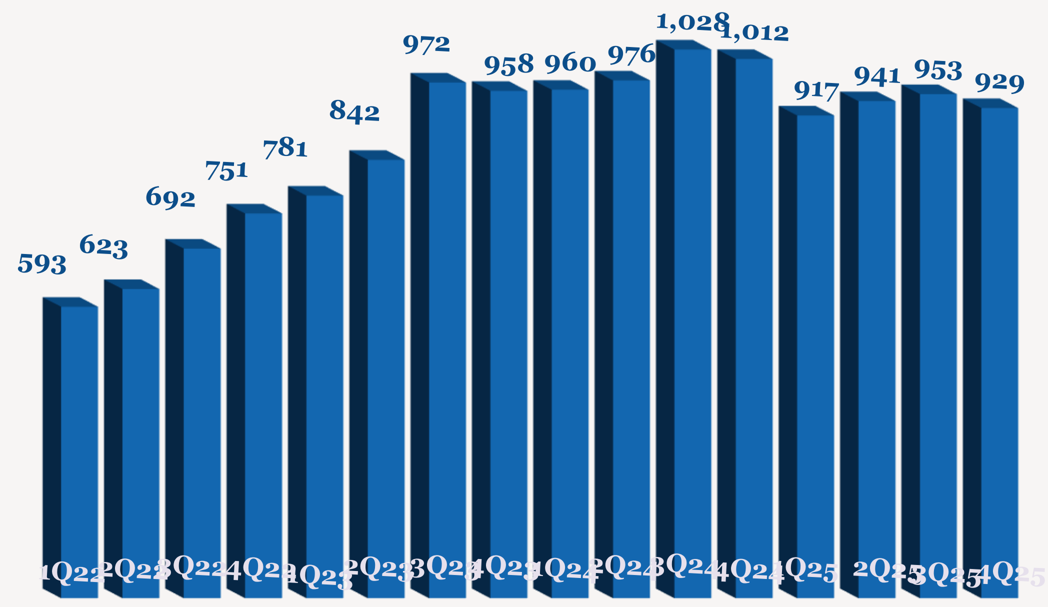
	4Q2025	4Q2024	YoY	3Q2025	QoQ	FY2025	FY2024	YoY
Net Interest & Investment Income	424	411	3.0%	445	-4.9%	1,730	1,574	9.9%
Net Interest Margin %	2.9%	3.0%		3.1%		3.0%	2.8%	
Net Fee and Commission Income	110	119	-7.2%	110	0.2%	394	378	4.2%
Total Income	929	1012	-8.2%	953	-2.5%	3,739	3,976	-5.9%
Cost/Income Ratio %	19.1%	16.9%		17.5%		18.6%	18.8%	
Net Profit to Equity	253	220	15.1%	409	-38.1%	1,351	1,260	7.2%
Book Value Per Ordinary Share (QR)	5.26	4.96	6.0%	5.13	2.4%	5.26	4.96	6.0%
EPS (QR)	0.17	0.15	15.1%	0.27	-38.1%	0.82	0.77	7.3%
Loans & Advances	41,966	39,326	6.7%	41,315	1.6%	41,966	39,326	6.7%
Customer Deposits	43,290	41,383	4.6%	42,321	2.3%	43,290	41,383	4.6%

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

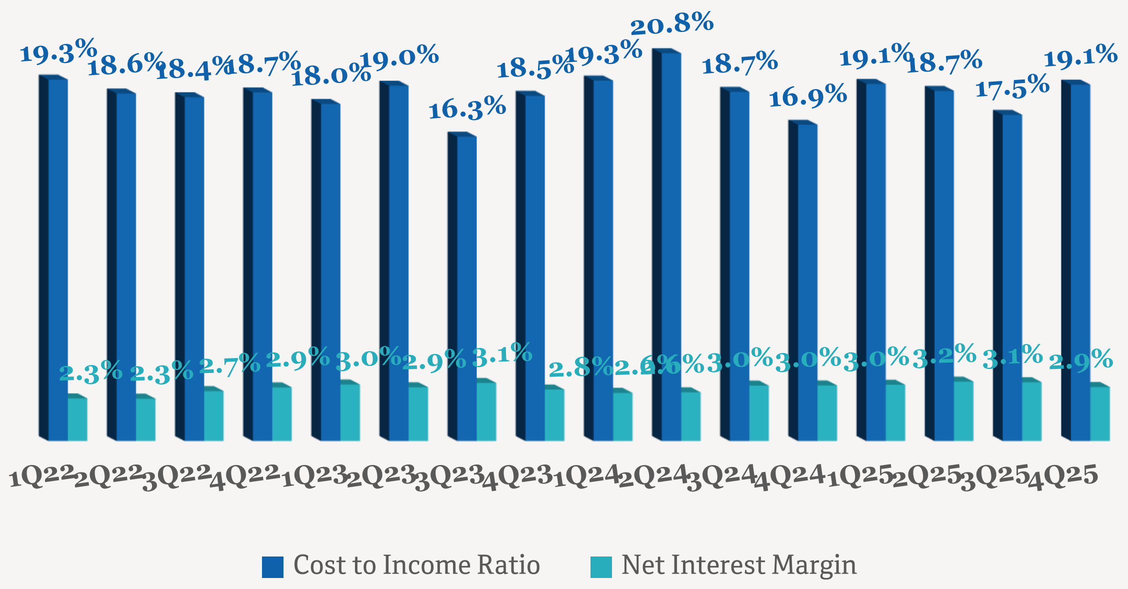
Quarterly Net Interest & Investment Income Trend (QRmn)



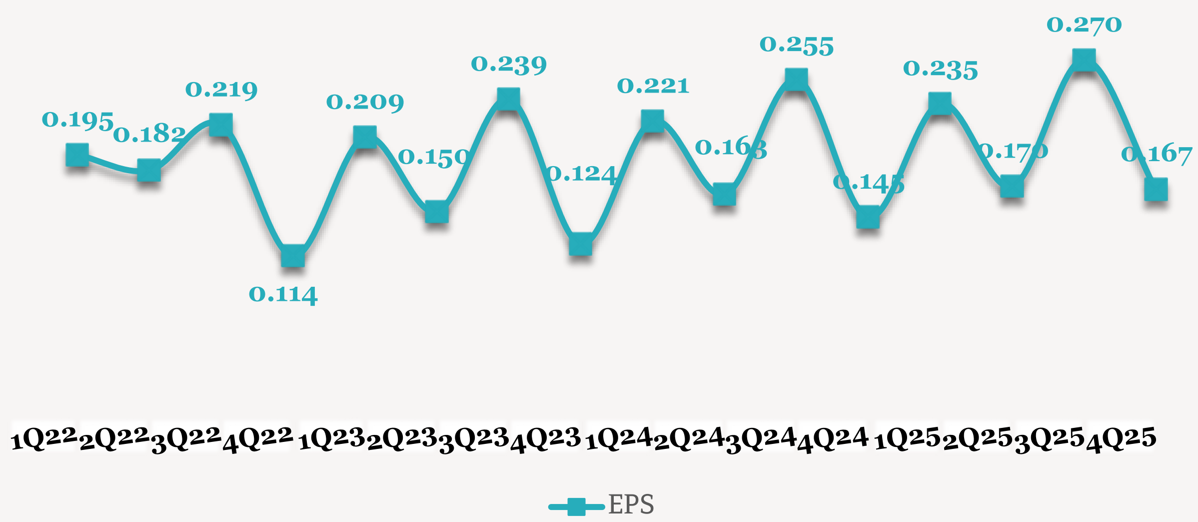
Quarterly Total Income Trend (QRmn)



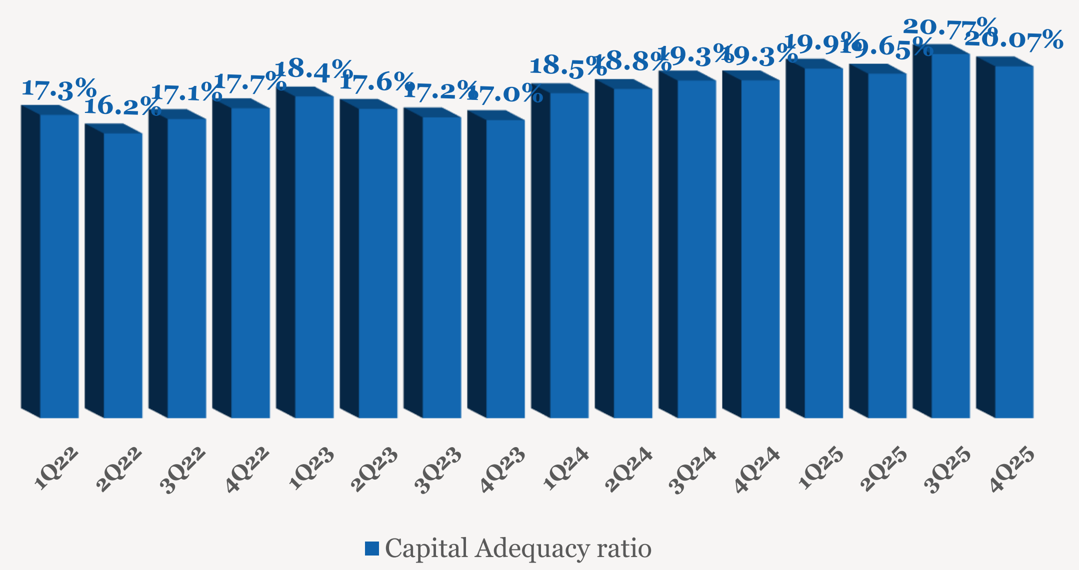
Quarterly Ratio Trend



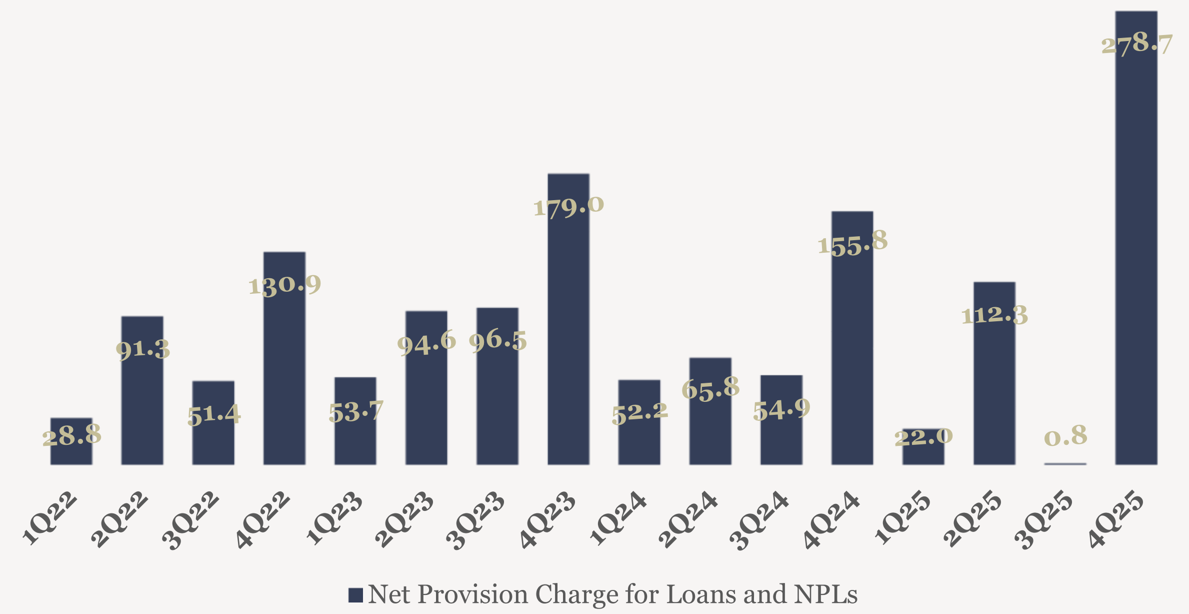
EPS (QR) Trend



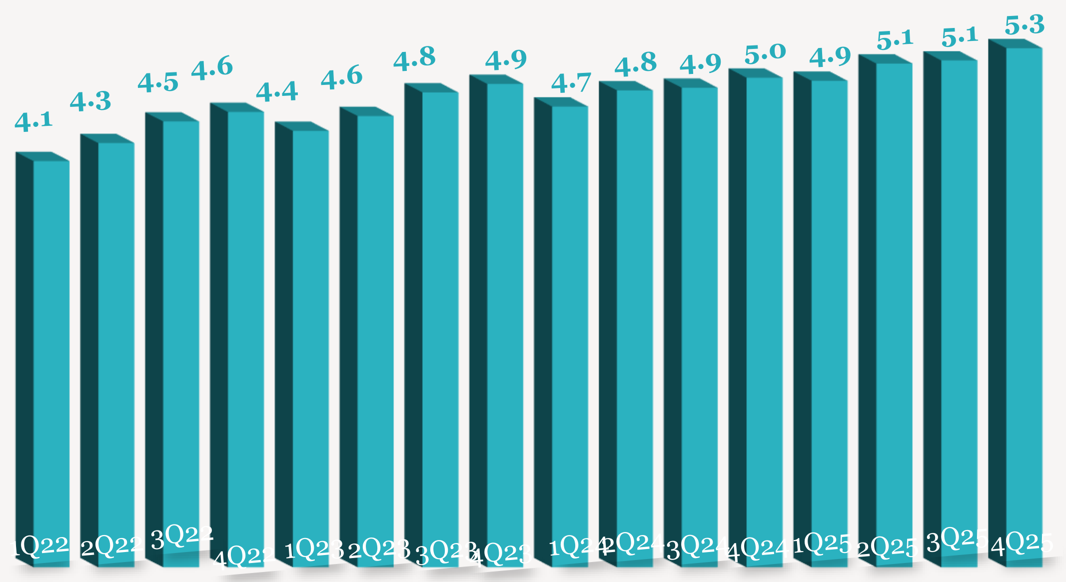
Capital Adequacy Ratios (%)



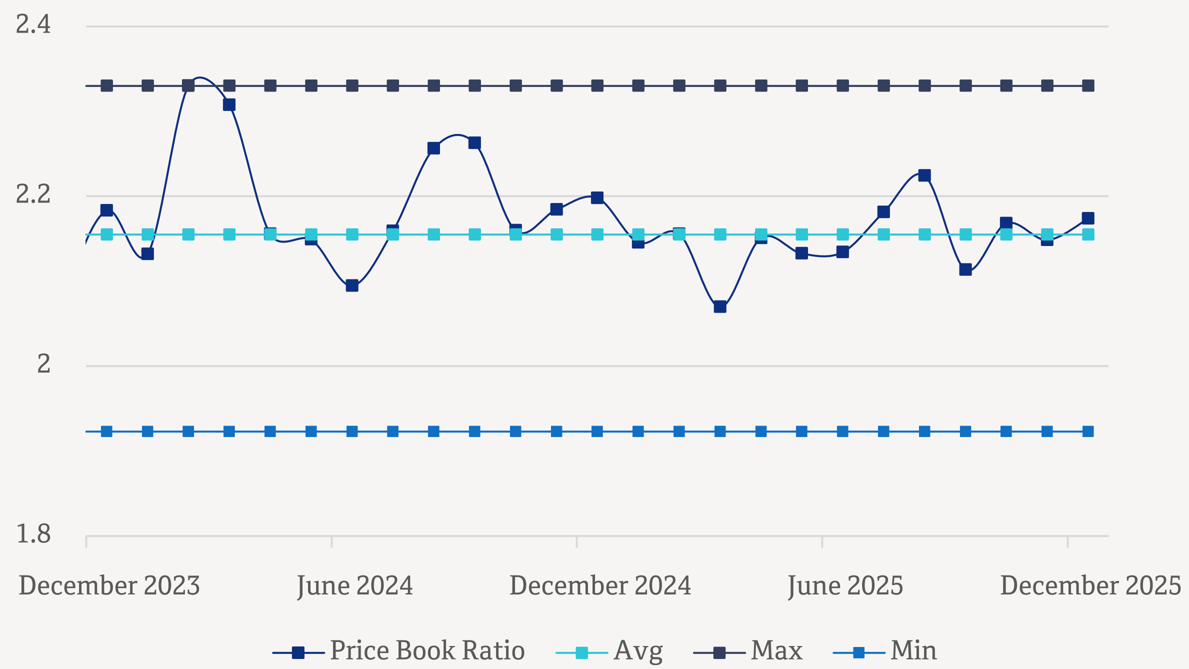
Net Provision for Loan Loss (QR mn)



Book Value Per Share (QR)



P/B Multiple Band (x)



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