

# Qatar Islamic Bank (QIB)

## Q1-2026 Financial Analysis

3 months ended 31 March 2026

April 2026

QSC Advisory Department

**QAR 985 M**

Net Profit · Q1-2026

▲ flat Q1-25

**QAR 224 B**

Total Assets · Q1-2026

▲ +5.88% vs Q1-25

**19.20%**

CET1 Ratio · +160 bps YoY

**11.05×**

LTM P/E · @ QAR 22.65

# QIB - Q1-2026

All key dimensions · QAR thousands unless stated

NET PROFIT (Q1-26)

**QAR 985 M**

LTM: QAR 4,836 M

▲ +0.54% YoY

EPS (Q1-26)

**QAR 0.42**

LTM EPS: QAR 2.05

= Flat YoY

ROE (annualised)

**13.36%**

FY2025: 17.03%

▼ -123 bps YoY

ROA (annualised)

**1.77%**

FY2025: 2.29%

▼ On Full Year

NET FINANCING MARGIN  
(ANNUALISED)

**3.01%**

Q1-25: 3.45% FY25: 3.31%

▼ -44 bps YoY

COST-TO-INCOME

**18.19%**

FY2025: 16.98%

▲ slight increase

NPL RATIO

**1.56%**

FY2025: 1.65% FY2024: 1.86%

▲ Improving

CET1 CAPITAL

**19.20%**

Total CAR: 22.90% Min: 14.84%

▲ +160 bps YoY

FINANCING ASSETS

**QAR 146 B**

+11.10% YoY · +5.71% QoQ

▲ Strong growth

FY2025 DPS

**QAR 0.90**

Yield @ 22.65: 3.97%

▲ +12.50% YoY

COVERAGE RATIO

**3.57×**

Total ECL / Stage 3 Gross

▲ Strong buffer

FAIR VALUE (wtd. 50:30:20)

**QAR 23.19**

P/B 24.00 · P/E 25.50 · DDM 17.69

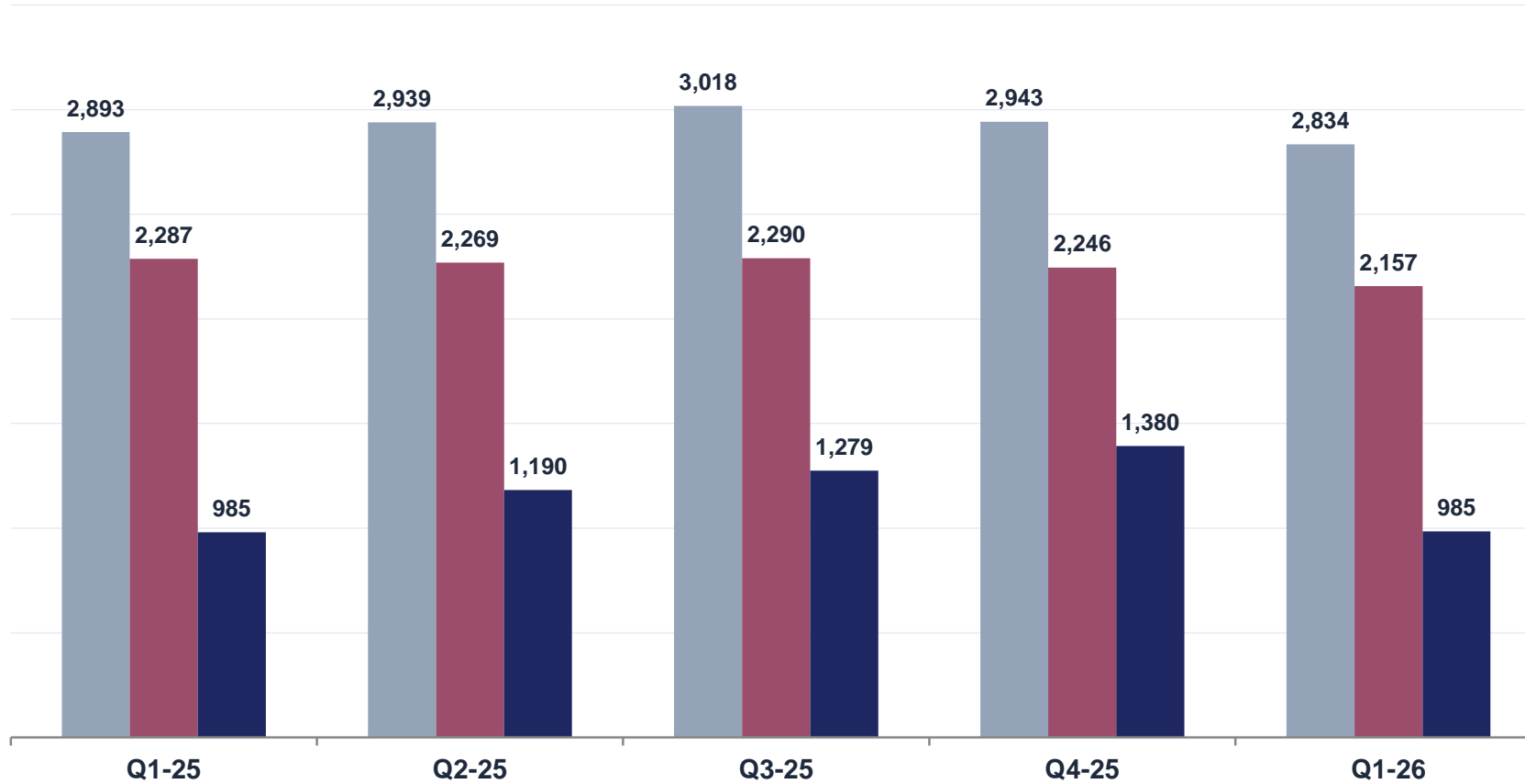
▲ +2.40% vs current price

# Q1-2026 - 5-Quarter View

Q1-2025 through Q1-2026 · QAR millions

## Total Op. Income · Net Financing Income · Net Profit (QAR M)

■ Total Operating Income ■ Net Financing Income ■ Net Profit



## Q1-26 vs Q1-25

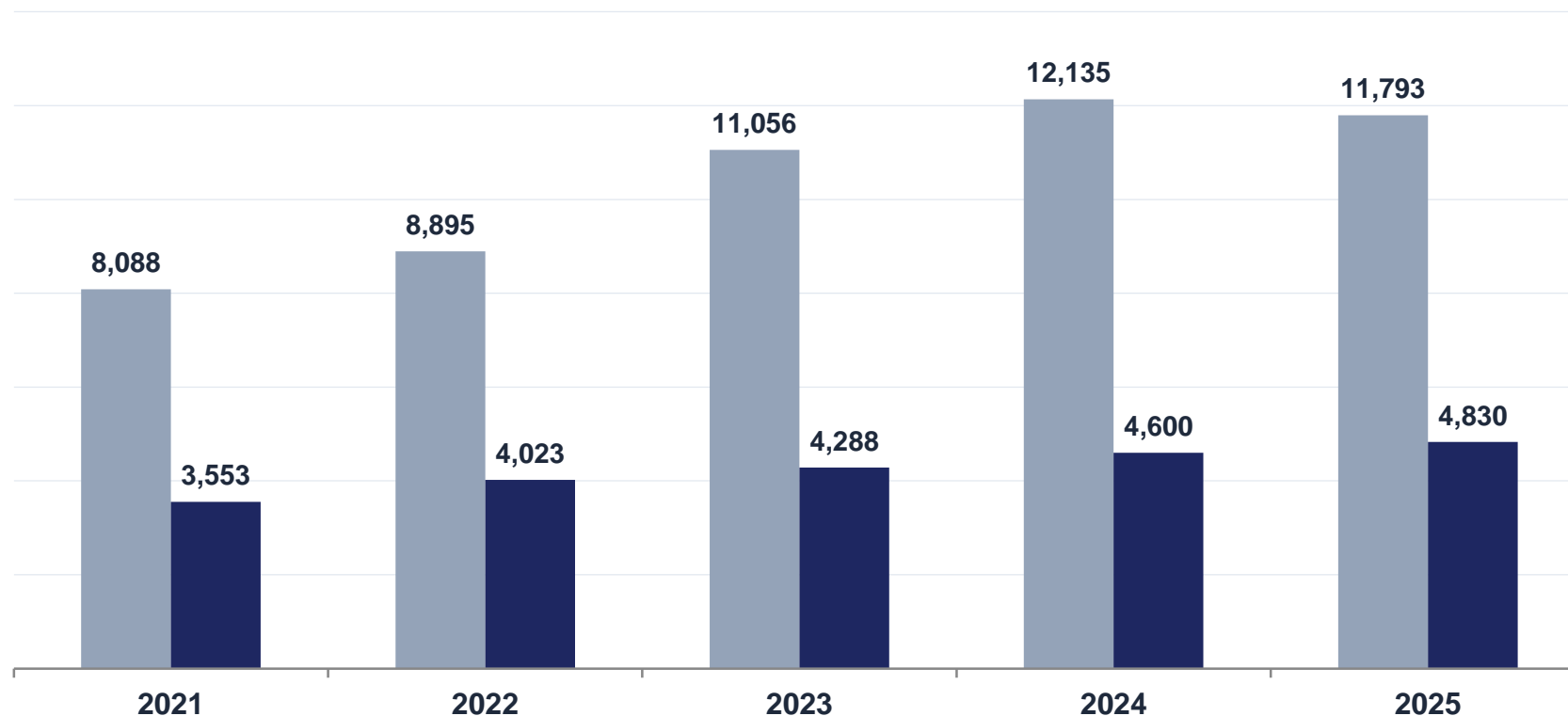
	Q1-25	Q1-26	YoY
Total Op. Income	2,893	2,834	-2.0%
Net Financing Inc.	2,287	2,157	-5.7%
Net Invest. Income	385	454	+18.0%
Net Fees & Comm.	208	209	+0.5%
Net Profit	985	985	flat
Net Profit to Parent	985	986	flat
EPS (QAR)	0.42	0.42	Flat

As reported in QIB FS

# 5-Year Income Statement - FY2021 to FY2025

## Total Operating Income & Net Profit (QAR M)

■ Total Operating Income ■ Net Profit

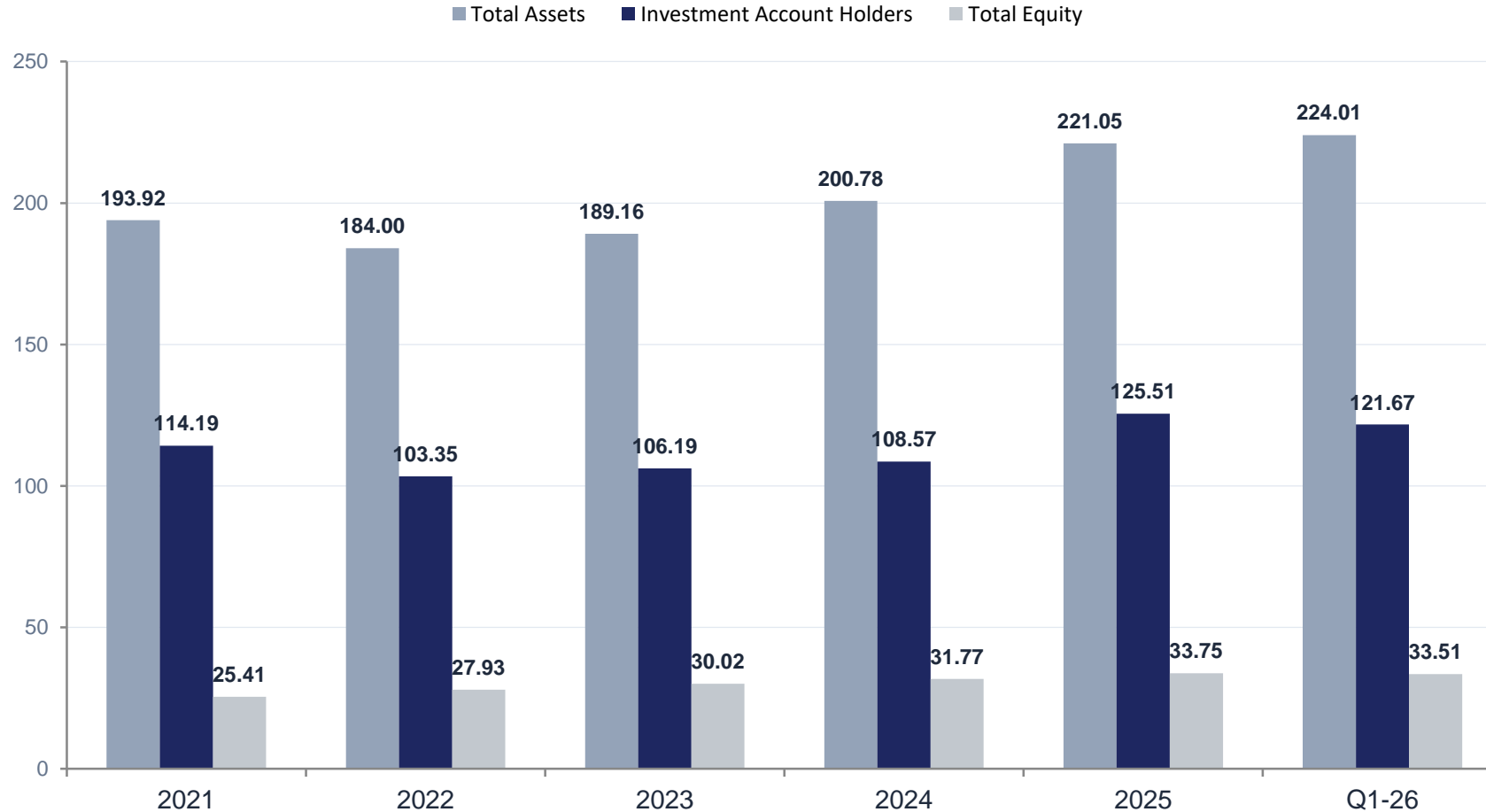


## Q1-26 vs Q1-25

	Q1-25	Q1-26	YoY
Total Op. Income	2,893 M	<b>2,834 M</b>	<b>-2.0%</b>
Net Fin. Income	2,287 M	<b>2,157 M</b>	<b>-5.7%</b>
Net Profit	985 M	<b>985 M</b>	<b>flat</b>
Net Margin	33.9%	<b>34.8%</b>	<b>+90 bps</b>
C/I Ratio	FY25 16.98%	<b>18.19%</b>	<b>+160bps</b>
ECL Charge	247 M	<b>236 M</b>	<b>-4.4%</b>

# Equity, IAH & Liabilities - FY2021 to Q1-2026

## Total Assets · Investment Account Holders (IAH) · Total Equity (QAR B)



As reported

## Key Figures Q1-2026

Total Assets	QAR 224,010 M
Net Financing Assets	QAR 146,386 M
Investment Securities	QAR 60,746 M
IAH (quasi-equity)	QAR 121,668 M
Total Equity (AT1)	QAR 33,508 M
Equity to Owners	QAR 29,384 M
Customer Deposits	QAR 19,030 M

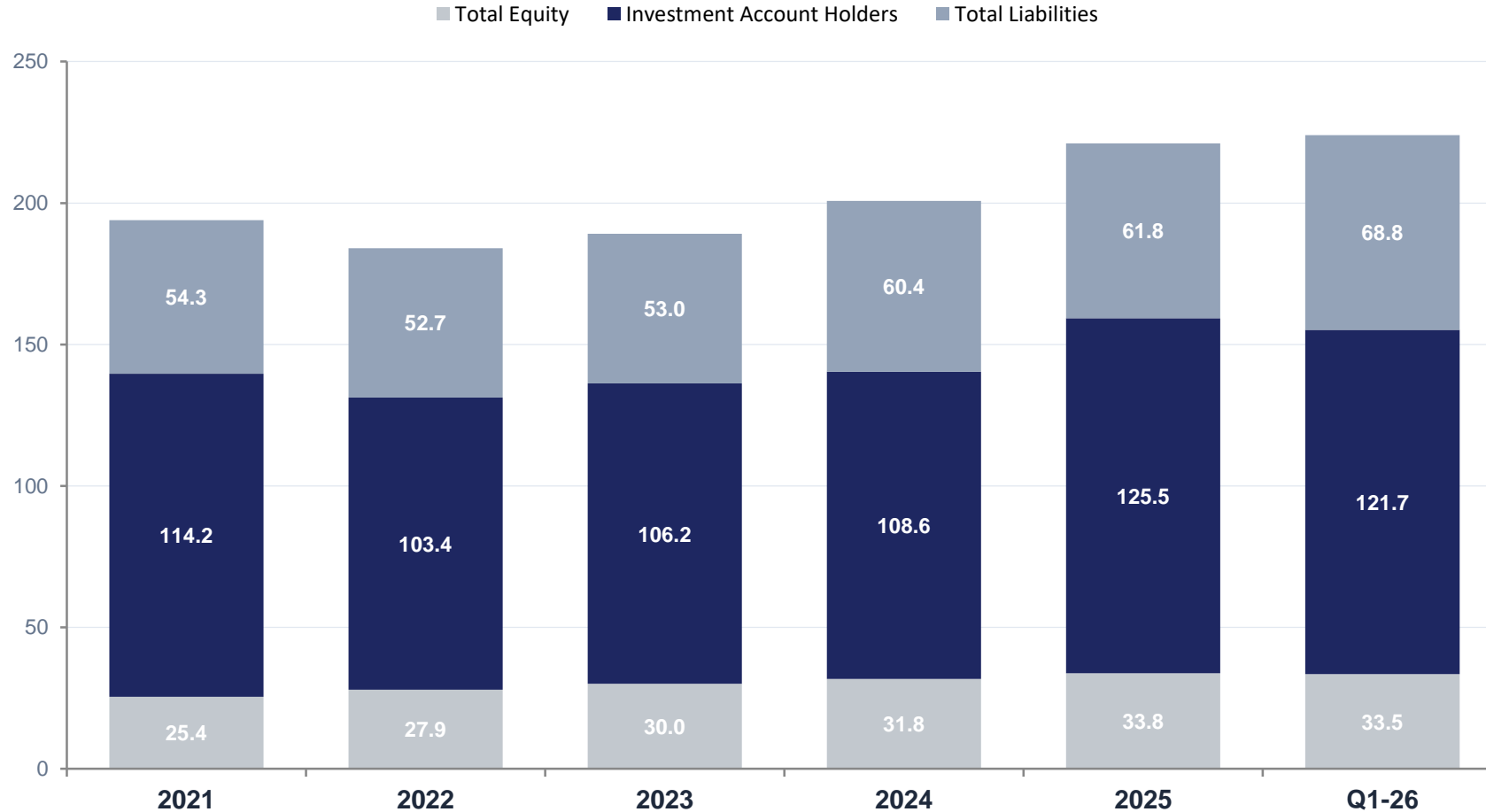
## Q1-26 vs Q1-25

	Q1-25	Q1-26	YoY
Total Assets	211.6 B	224.0 B	+5.9%
IAH	117.0 B	121.7 B	+4.0%
Net Fin. Assets	131.8 B	146.4 B	+11.1%
Total Equity	31.5 B	33.5 B	+6.5%

# How QIB Funds Its Balance Sheet

Total Assets = Equity + Investment Account Holders + Total Liabilities · QAR billions

## Balance Sheet Funding Composition (QAR B)



## Q1-2026 Funding Mix



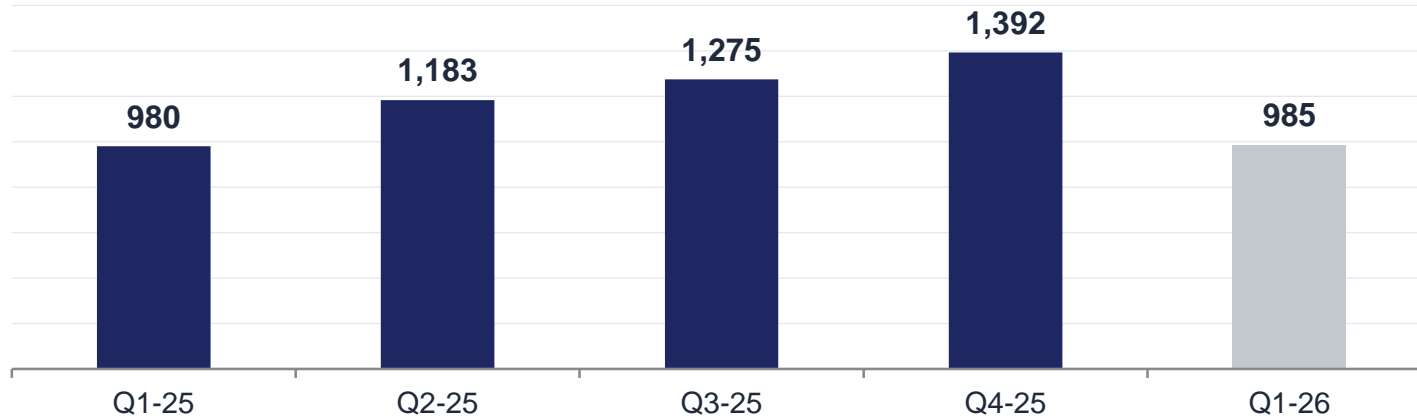
## Core Metrics Q1-2026

Net Financing Assets	QAR 146.4 B
NFA Growth YoY	+11.10%
NFA Growth QoQ	+5.71%
Financing/Deposit Ratio	104.04%
IAH Growth YoY	+4.02%

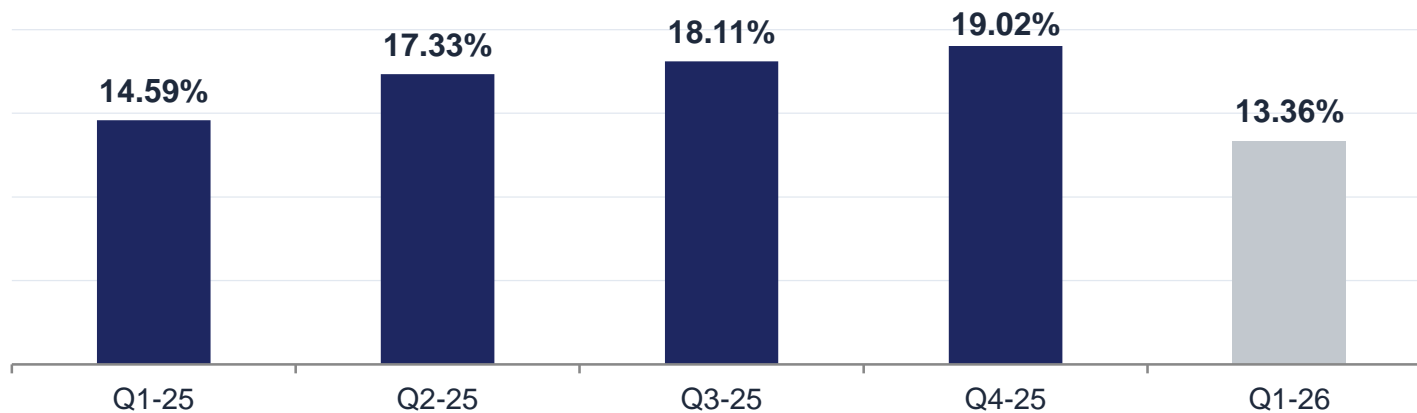
# Net Profit & Return on Equity - 5 Quarters

Q1-2025 through Q1-2026 · ROE annualised using average equity

## Net Profit (QAR M)



## Return on Equity - Annualised (%)



## Q1-26 vs Q1-25

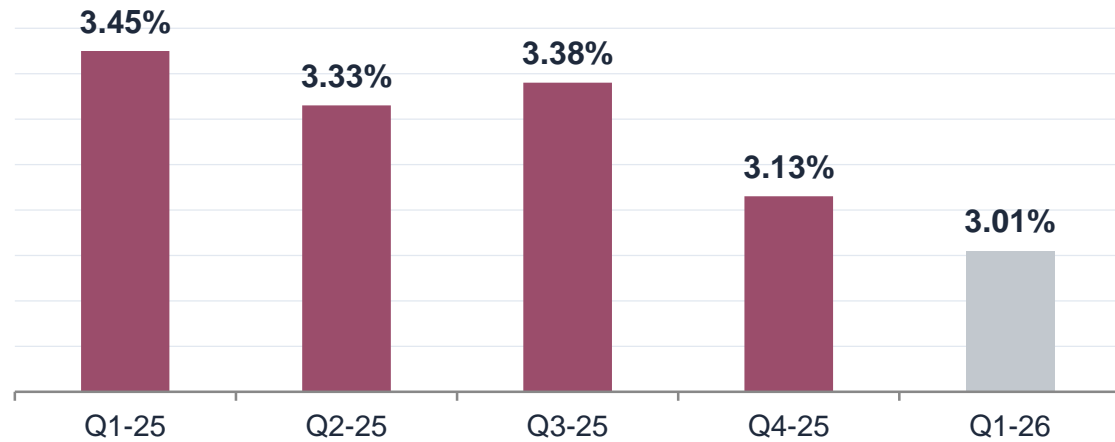
	Q1-25	Q1-26	YoY
Net Profit	980 M	<b>985 M</b>	<b>+0.5%</b>
Net Profit (Parent)	985 M	<b>986 M</b>	<b>+0.1%</b>
EPS (QAR)	0.42	<b>0.42</b>	Flat
ROE (annualised)	14.59%	<b>13.36%</b>	<b>-123 bps</b>
ROE (quarterly)	3.65%	<b>3.34%</b>	<b>-31 bps</b>
ROA (annualised)	1.90%	<b>1.77%</b>	<b>-13 bps</b>
Net Margin	33.9%	<b>34.8%</b>	<b>+90 bps</b>
LTM Net Profit	-	<b>4,836 M</b>	<b>vs 4,600M</b>

Q1 seasonally weakest quarter; LTM ROE ~16.8% is more representative of earnings

# Net Financing Margin · CET1 Capital · Coverage Ratio

Q1-2025 through Q1-2026 · NFM annualised using average Net Financing Assets

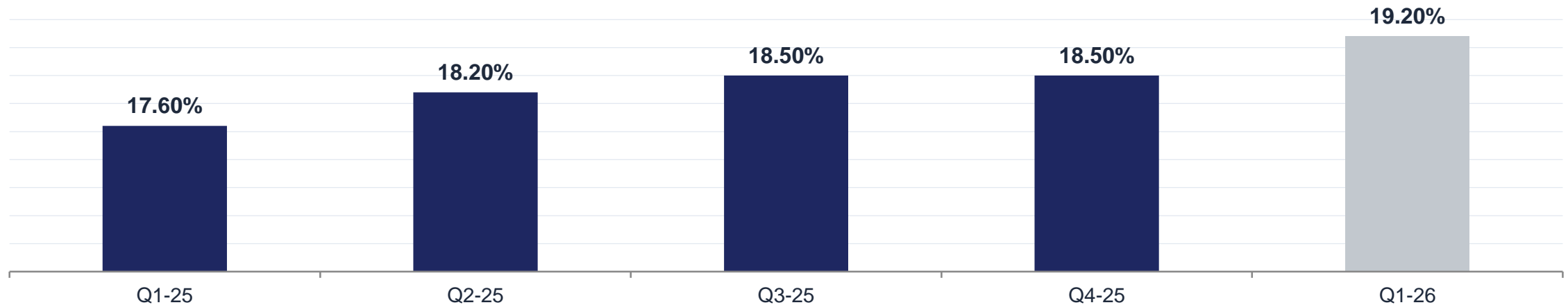
## Net Financing Margin (% , annualised)



## Q1-26 vs Q1-25

	Q1-25	Q1-26	YoY
NFM (annualised)	3.45%	3.01%	-44 bps
CET1 Ratio	17.60%	19.20%	+160 bps
Total CAR	21.40%	22.90%	+150 bps
Coverage Ratio	3.52x	3.57x	+0.05x
NPL Ratio	1.75%	1.56%	-19 bps

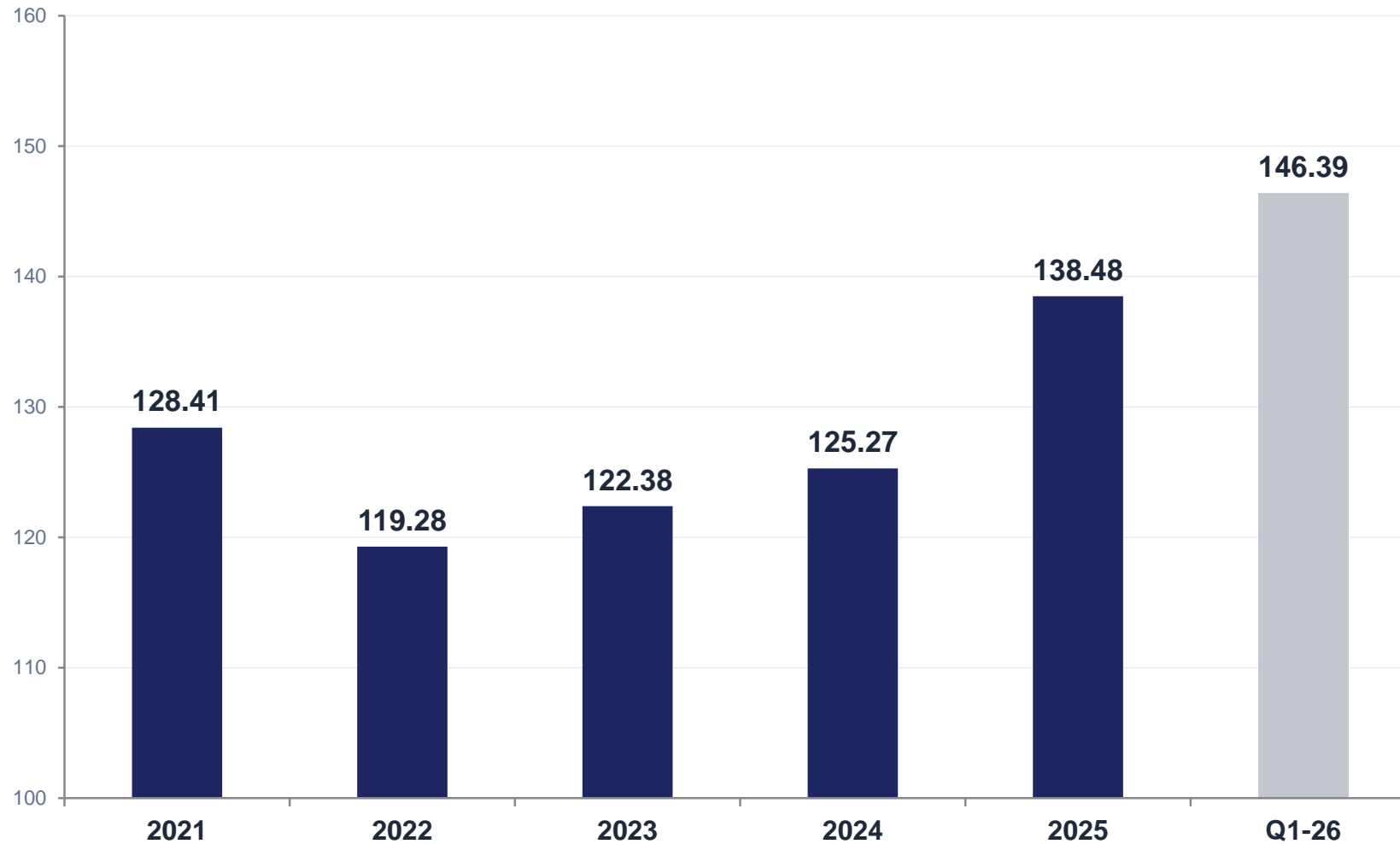
## CET1 Capital Ratio (%)



# Net Financing Assets - FY2021 to Q1-2026

Core lending book · QAR billions

## Net Financing Assets (QAR B)



# +14.00%

Total Growth FY2021 → Q1-2026

## YoY Growth

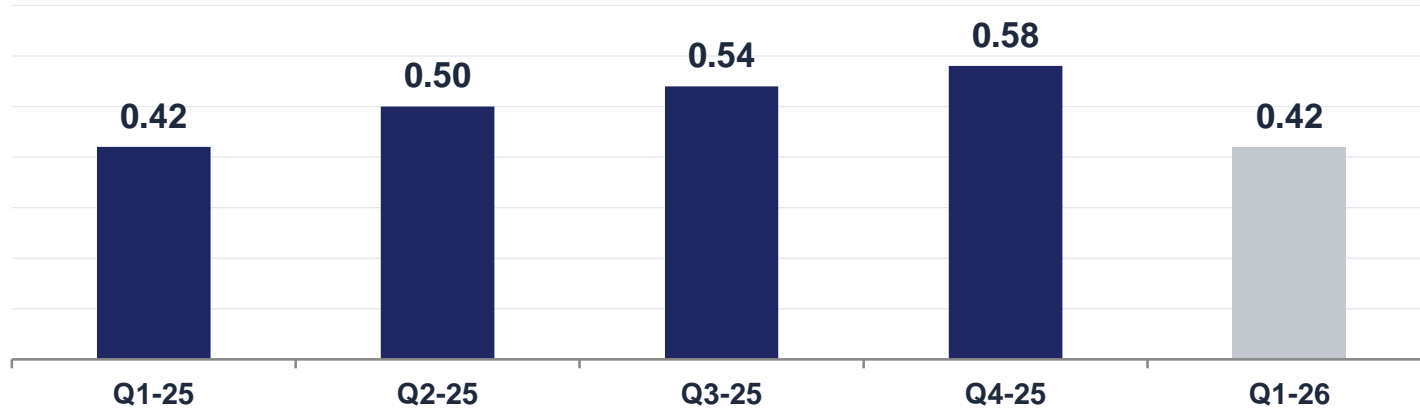
Period	Growth
FY2022	-7.11%
FY2023	+2.60%
FY2024	+2.36%
FY2025	+10.54%
Q1-26 YoY	+11.10%
Q1-26 QoQ	+5.71%

Financing book +11.1% YoY and +5.7% QoQ to QAR 146.4B - one of the strongest growth quarters

# Earnings Per Share & P/E Ratio - 5 Quarters

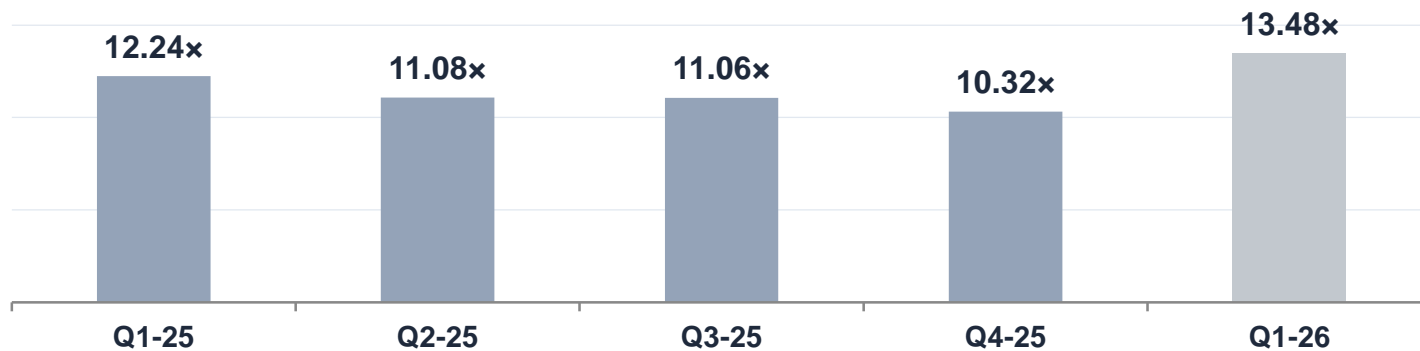
Q1-2025 through Q1-2026 · EPS = Net Profit to Parent ÷ 2,362.93 M shares

## Earnings Per Share (QAR)



Q1-26 EPS 0.42 flat YoY; LTM EPS 2.05 (+5.1% vs FY2024)

## P/E Ratio - Annualised Single Quarter (x)



LTM P/E = 11.05x (QAR 22.65 ÷ LTM EPS 2.05) · below 5-year average

LTM P/E

**11.05x**

at QAR 22.65 · below 5Y avg

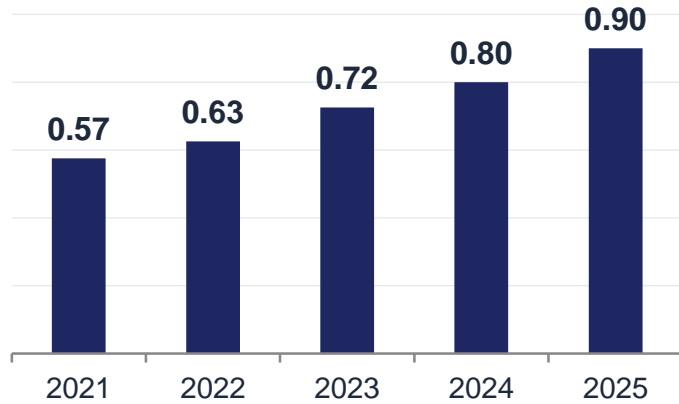
## Q1-26 vs Q1-25

	Q1-25	Q1-26	YoY
EPS (QAR)	0.42	0.42	Flat
LTM EPS (QAR)	~1.95	2.05	+5.1%
P/E (ann. single Q)	12.24x	13.48x	+1.24x
LTM P/E	~10.6x	11.05x	Stable
Net Profit (M)	985	985	+0.1%
LTM Net Profit (M)	~4,600	4,836	+5.1%

# DPS · Dividend Yield · BVPS · P/B

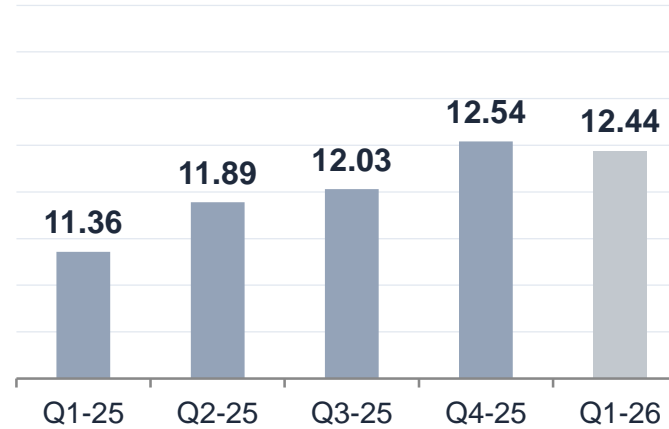
FY2021–FY2025 (DPS annual) · Q1-2025 through Q1-2026 (BVPS & P/B)

## Dividend Per Share (QAR) · Annual



DPS raised for 5 consecutive years · CAGR +11.82%

## Book Value Per Share (QAR) · Quarterly



BVPS +3.2% YoY to QAR 12.44; P/B at 1.82x reflects quality premium

Last DPS

**QAR 0.90**

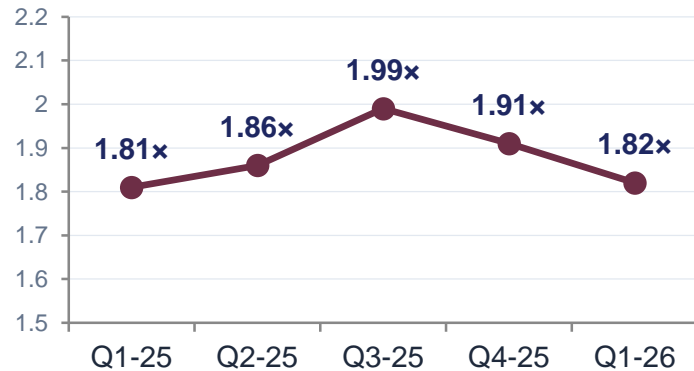
TTM Yield

**3.94%**

P/B

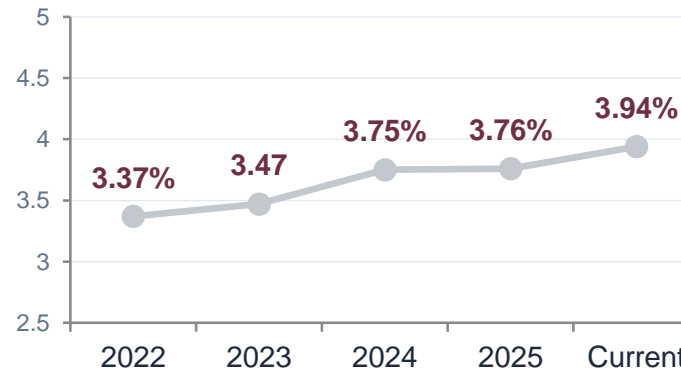
**1.82x**

## Price-to-Book (x) · Quarterly



P/B range 1.81–1.99x over 5 quarters; current 1.82x at lower end

## Dividend Yield (%) · At Year-end Price



Current yield 3.97% - attractive in a declining rate environment

## Q1-26 vs Q1-25

	Q1-25	Q1-26	YoY
BVPS (QAR)	11.36	12.44	+9.5%
P/B	1.81x	1.82x	+0.01x
FY25 DPS (QAR)	0.80	0.90	+12.5%
Dividend Yield	3.88%	3.94%	+6 bps
5Y DPS CAGR	-	+11.82%	-

# Three Methods & Fair Value Range

Justified P/B · P/E · 2-Stage DDM · Price: QAR 22.65 · 31 March 2026

WEIGHTED FAIR VALUE (50:30:20)

## QAR 23.19

UPSIDE vs CURRENT

## ▲ +2.40%

vs QAR 22.65 (31-Mar-2026)

RANGE

## QAR 17.69 → QAR 25.50

Min (DDM) → Max (P/E)

### 1. JUSTIFIED P/B (PRIMARY)

Normalized ROE

## 15.5%

Sustainable ROE; below peak cycle

Justified P/B

## 1.93×

BVPS Q1-2026 (QAR)

## 12.44

Ke 9.48% · g 3.0%

Fair Value (QAR)

## 24.00

1.93× × BVPS 12.44

vs Current

## ▲ +5.96%

vs QAR 22.65

### 2. P/E CROSS-CHECK

LTM EPS (QAR)

## 2.04

Net profit 4,836M ÷ 2,362.9M

Applied P/E

## 12.5×

GCC bank range; balanced assumption

Method Weight

## 30%

Market cross-check anchor

Fair Value (QAR)

## 25.50

LTM EPS 2.04 × 12.50×

vs Current

## ▲ +12.53%

vs QAR 22.65

### 3. 2-STAGE DDM (DOWNSIDE ANCHOR)

Dividend Growth (Yr 1-5)

## 8.0%

Applied for 5 yrs; then terminal

Terminal Growth

## 3.0%

Long-run nominal growth cap

Cost of Equity (Ke)

## 9.48%

Rf 4.50% + 1.158 × ERP 4.33%

Method Weight

## 20%

Conservative downside anchor

Fair Value (QAR)

## 17.69

2-Stage: 8% growth × 5yrs + terminal

vs Current

## ▼ -21.91%

vs QAR 22.65

# QIB (QSE: QIBK) · Equity Research

## ACCUMULATE

*On weakness · Medium-term conviction*

Fair Value (wtd.)	<b>QAR 23.19</b>
Upside	<b>+2.40%</b>
LTM P/E	<b>11.05×</b>
P/B	<b>1.82×</b>
DPS / Yield	<b>QAR 0.90 / 3.94%</b>
CET1 Ratio	<b>19.20%</b>
NPL Ratio	<b>1.56%</b>
Coverage	<b>3.57×</b>
Earnings Quality	<b>HIGH</b>
Dividend Trend	<b>GROWING</b>
Capital	<b>STRONG</b>
Credit Trend	<b>IMPROVING</b>

### 1

#### Balance Sheet Growth Is the Core Story

Financing assets reached QAR 146.4B - +11.1% YoY, accelerating from 10.5% at year-end.

### 2

#### Credit Quality Continues to Improve

NPL ratio declined from 1.86% (FY2024) to 1.65% (FY2025) to 1.56% (Q1-2026). Stage 3 net provisions steady at QAR 2.4B. Coverage ratio of 3.57× and CET1 of 19.2% - well above the 14.84% regulatory minimum - provide substantial buffer against any credit deterioration.

### 3

#### Dividend Growth Supports Investor Returns

DPS raised for 5 consecutive years with a CAGR of 11.82%. FY2025 DPS of QAR 0.90 represents a 3.94% yield at current prices. At 11.05× LTM P/E and 1.82× P/B, QIB trades at a discount to its historical average multiples, offering a reasonable entry for medium-term investors.

## QIB (QSE: QIBK) • Equity Research

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