Qatar Securities Company · P.Q.S.C

Qatar Islamic Bank (QIB)

Q1-2026 Financial Analysis

3 months ended 31 March 2026

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

April 2026

QSC Advisory Department

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

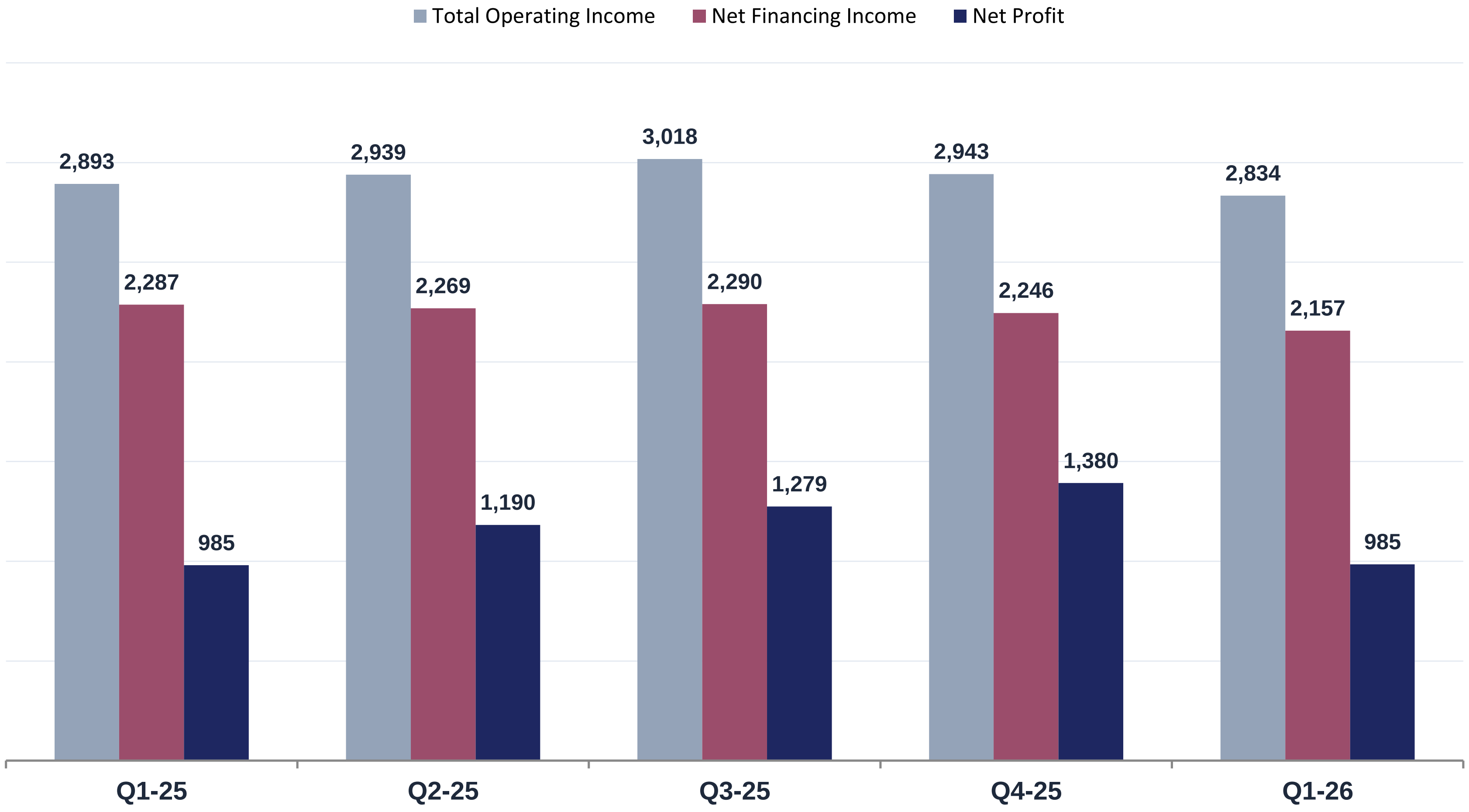
FAIR VALUE (wtd. 50:30:20)
QAR 23.19
P/B 24.00 · P/E 25.50 · DDM 17.69
▲ +2.40% vs current price

Net Financing Margin and Cost to Income are adjusted by quasi equity holders net profit

Q1-2026 - 5-Quarter View

Q1-2025 through Q1-2026 · QAR millions

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



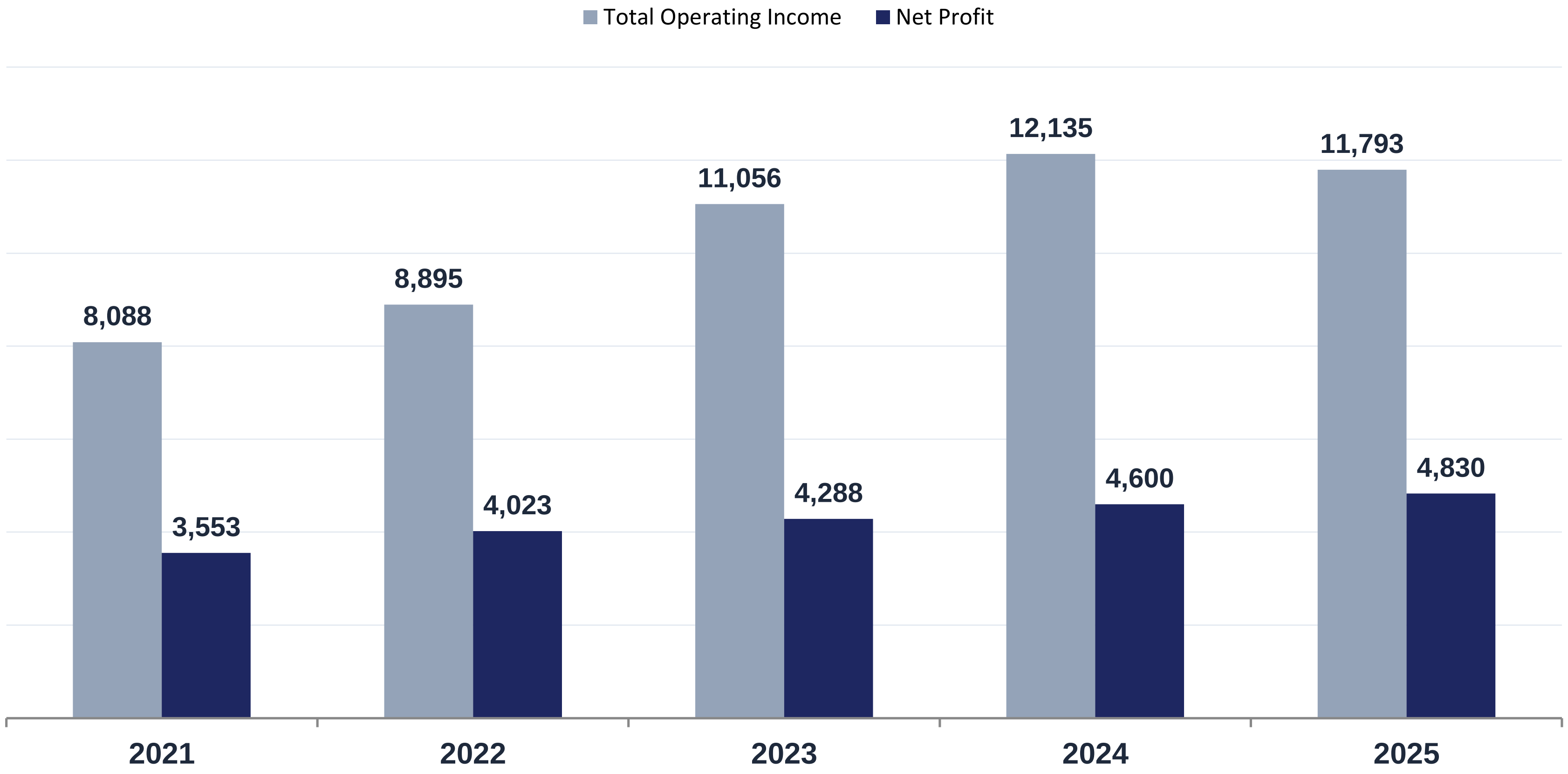
As reported in QIB FS

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

5-Year Income Statement - FY2021 to FY2025

Total Operating Income & Net Profit (QAR M)



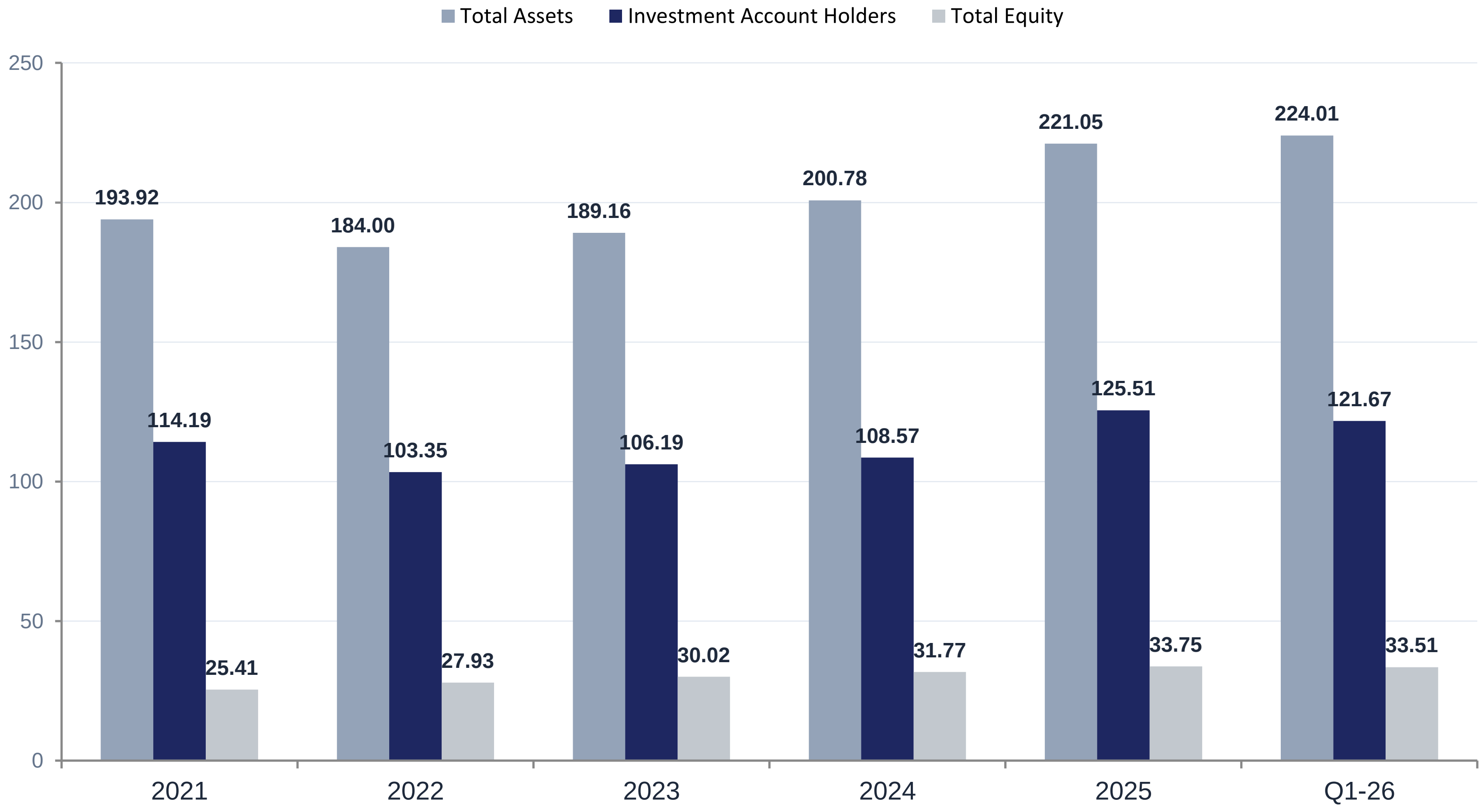
Q1-26 vs Q1-25

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

Net profit CAGR +7.9% (FY2021–FY2025)

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

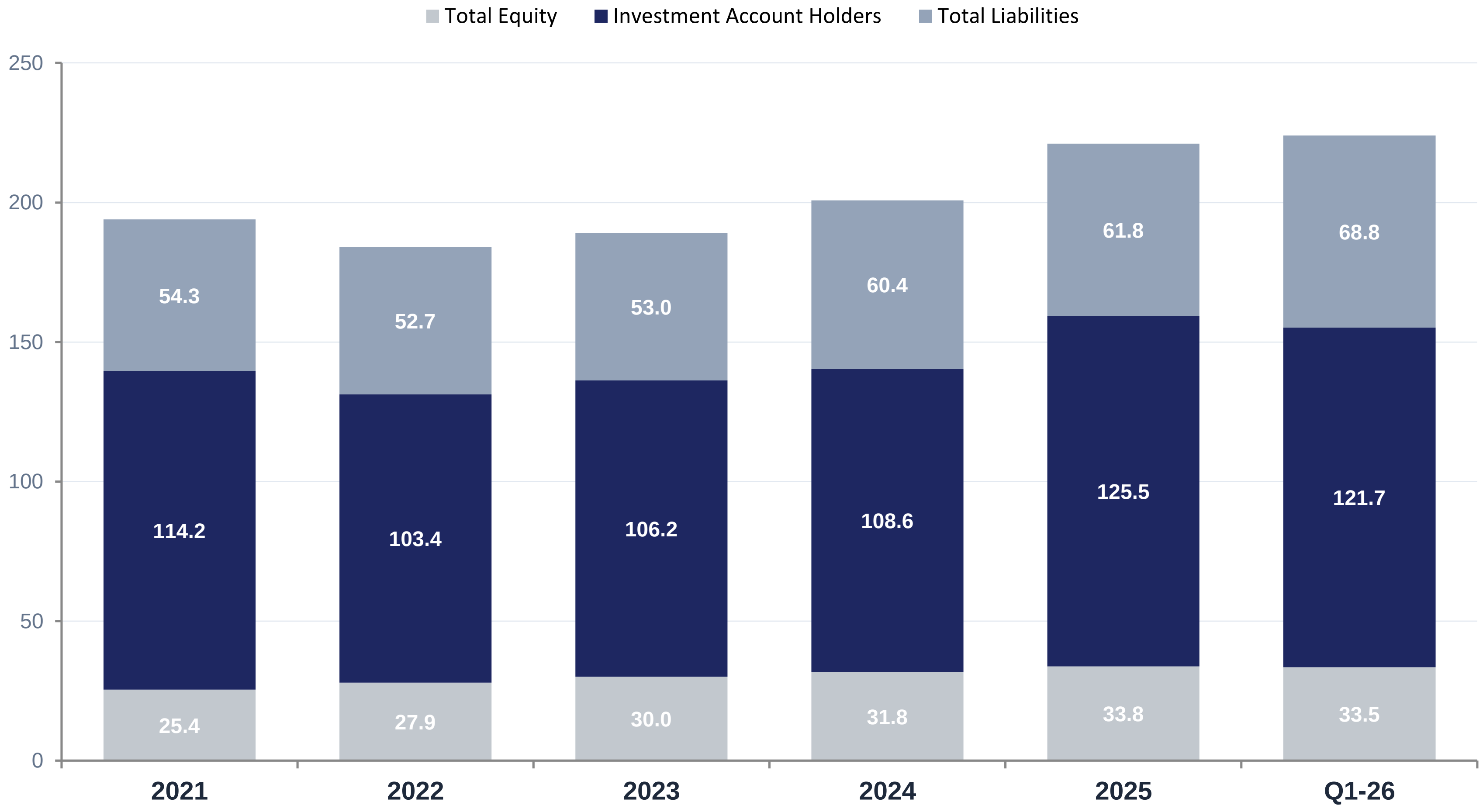
Q1-26 vs Q1-25

	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

Investment Account Holders	54.31%
Total Liabilities	30.73%
Total Equity	14.96%

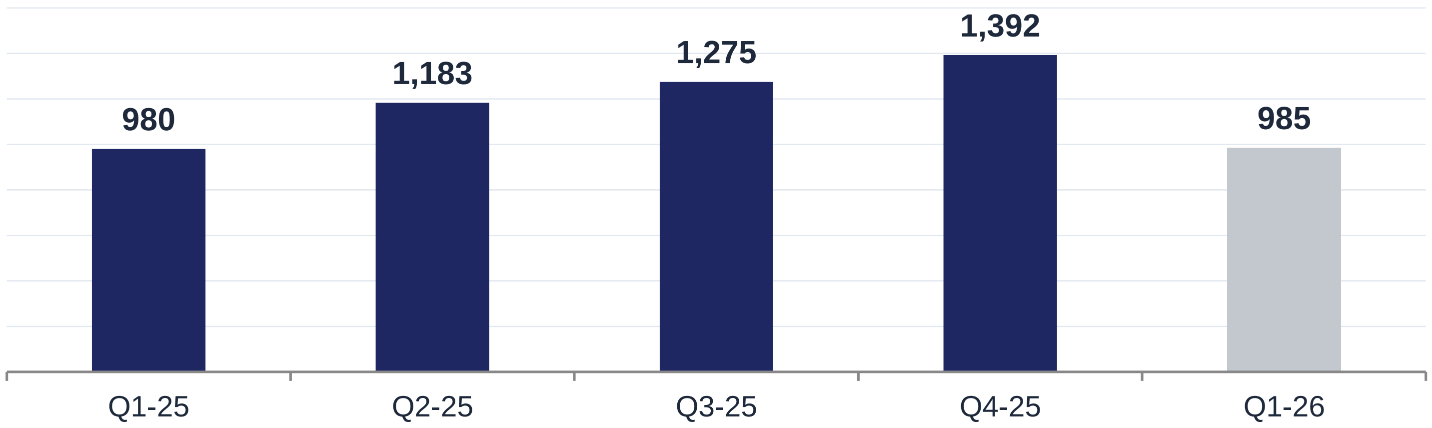
Core Metrics Q1-2026

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%

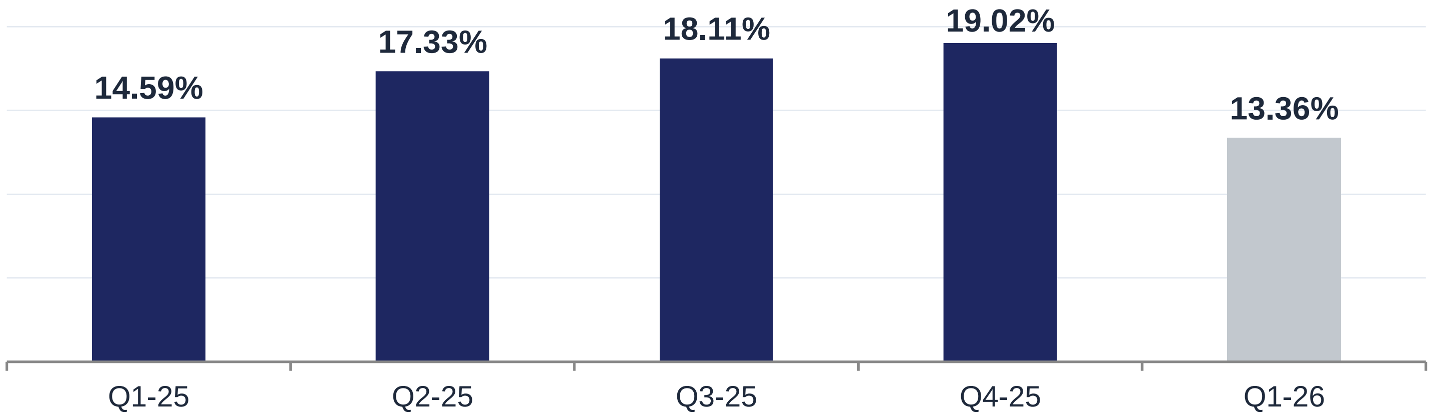
Net Profit & Return on Equity - 5 Quarters

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

Net Profit (QAR M)



Return on Equity - Annualised (%)



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

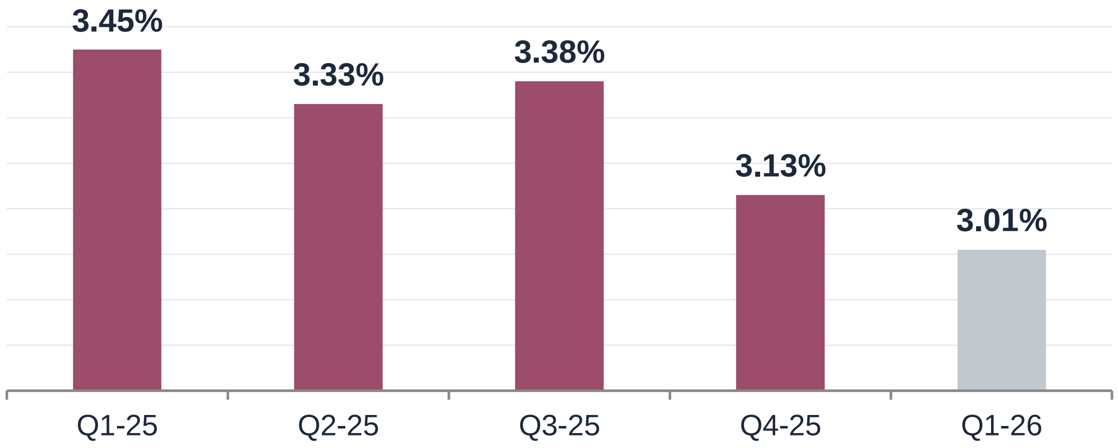
Q1-26 vs Q1-25

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

Net Financing Margin · CET1 Capital · Coverage Ratio

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

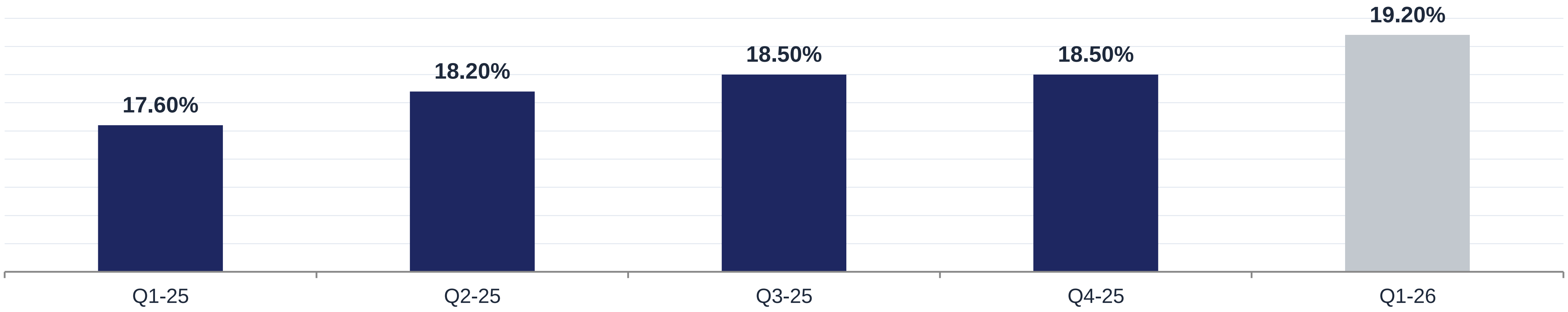
Net Financing Margin (%, annualised)



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	3.52×	**3.57×**	+0.05×
NPL Ratio	1.75%	**1.56%**	−19 bps

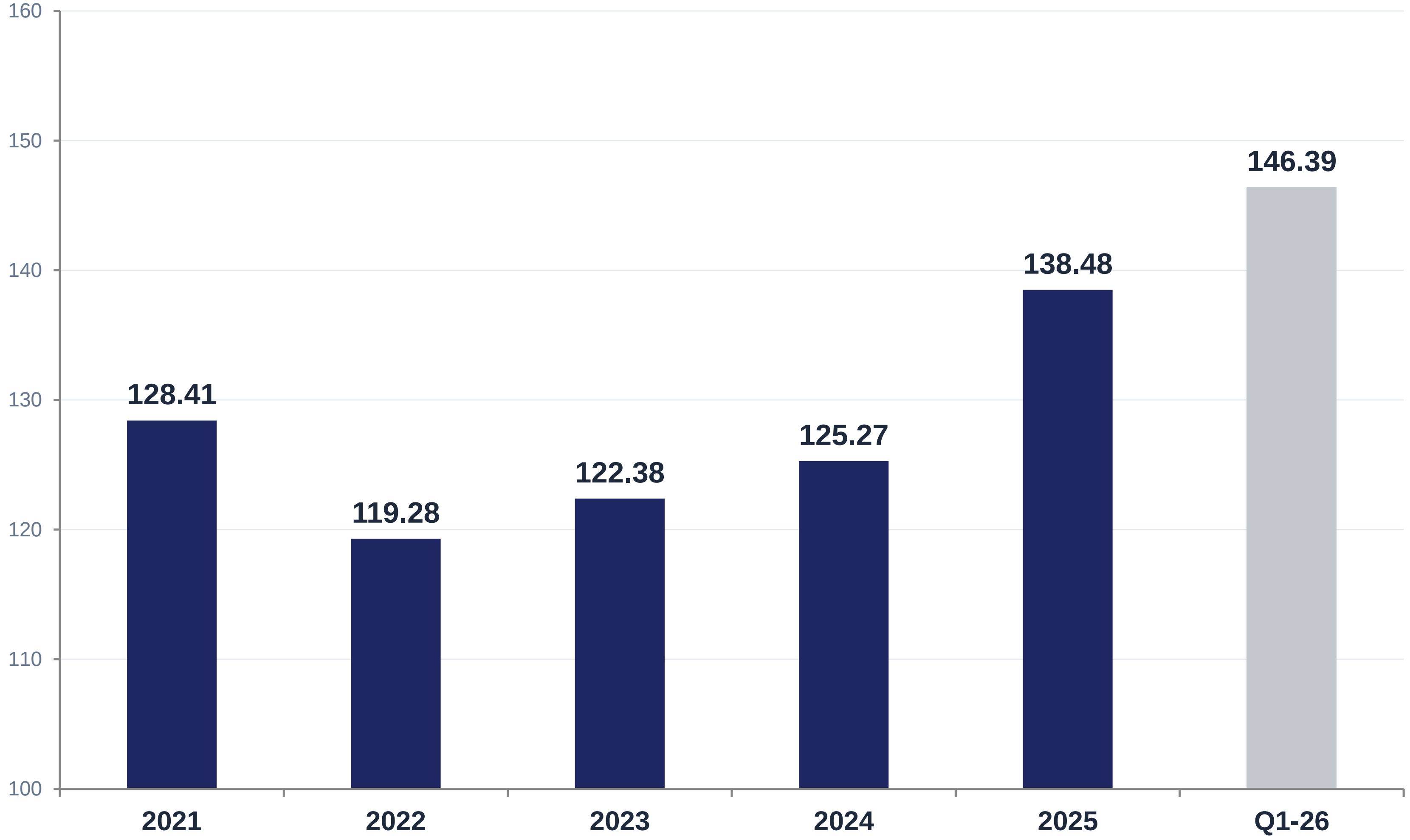
CET1 Capital Ratio (%)



Net Financing Assets - FY2021 to Q1-2026

Core lending book · QAR billions

Net Financing Assets (QAR B)



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

+14.00%

Total Growth FY2021 → Q1-2026

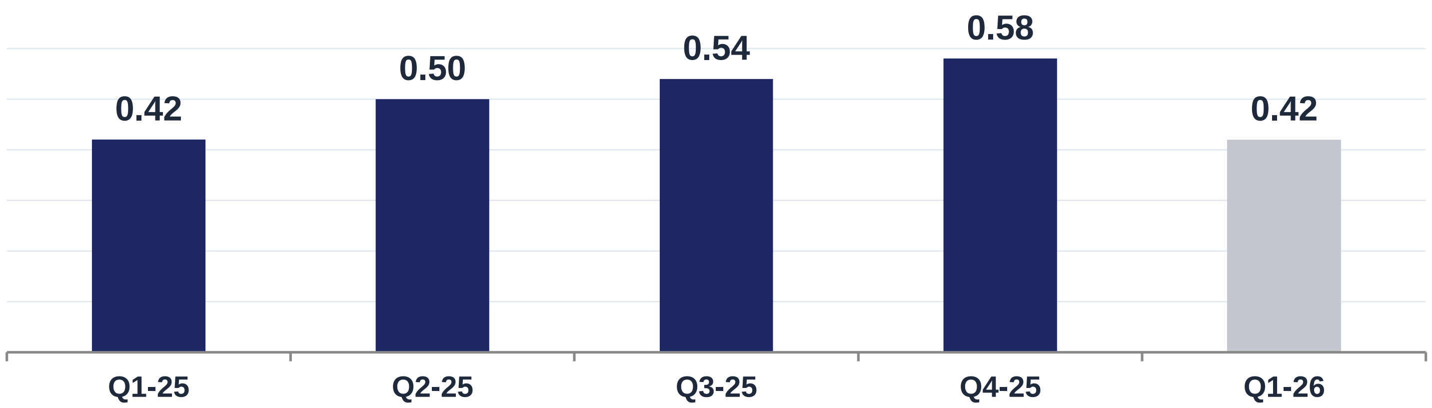
YoY Growth

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

Earnings Per Share & P/E Ratio - 5 Quarters

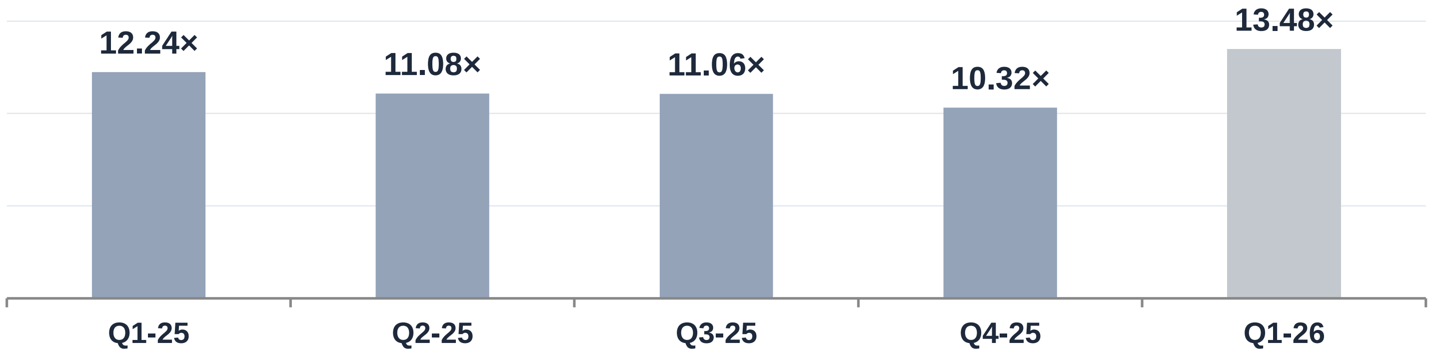
Q1-2025 through Q1-2026 · EPS = Net Profit to Parent ÷ 2,362.93 M shares

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 (×)



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

LTM P/E

11.05×

at QAR 22.65 · below 5Y avg

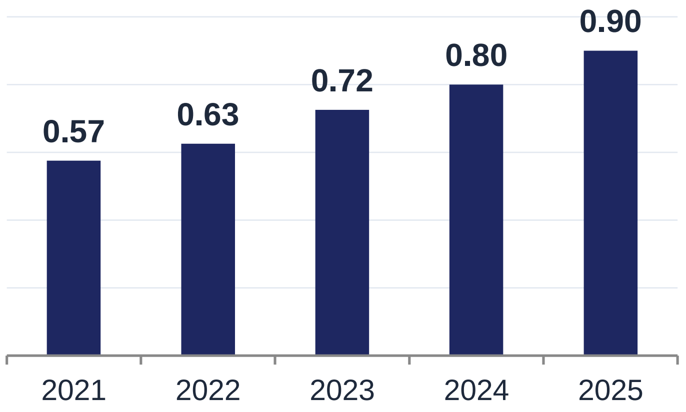
Q1-26 vs Q1-25

	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)	12.24×	**13.48×**	+1.24×
LTM P/E	~10.6×	**11.05×**	Stable
Net Profit (M)	985	**985**	+0.1%
LTM Net Profit (M)	~4,600	**4,836**	+5.1%

DPS · Dividend Yield · BVPS · P/B

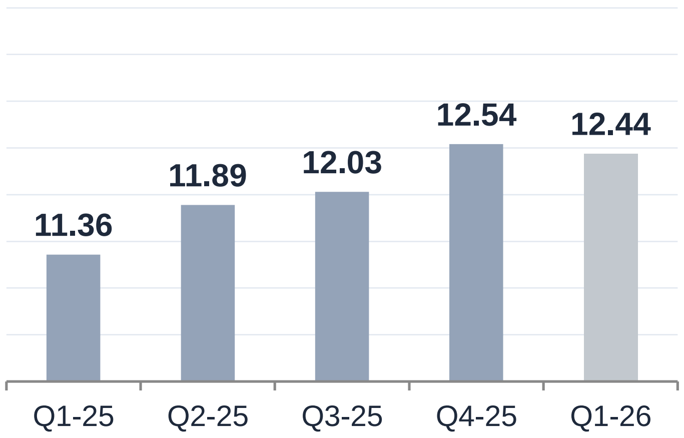
FY2021–FY2025 (DPS annual) · Q1-2025 through Q1-2026 (BVPS & P/B)

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 1.82× reflects quality premium

Last DPS

QAR 0.90

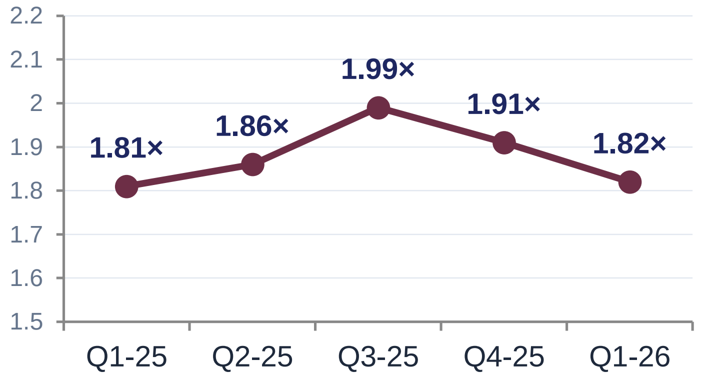
TTM Yield

3.94%

P/B

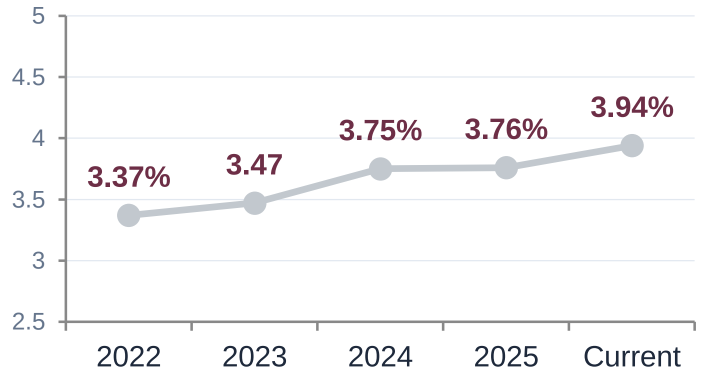
1.82×

Price-to-Book (×) · Quarterly



P/B range 1.81–1.99× over 5 quarters; current 1.82× 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	1.81×	**1.82×**	**+0.01×**
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 (K_e)

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

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.

شركة قطر للأوراق المالية (ش.م.خ.ق)
QATAR SECURITIES Co. (P.Q.S.C)

QIB (QSE: QIBK) · Equity Research

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إخلاء المسؤولية: تم إعداد هذا التقرير من قبل شركة قطر للأوراق المالية الخاضعه لرقابة هيئة قطر للأسواق المالية ,أعد هذا التقرير لأغراض معلوماتية فقط، ولا يُقصد به تقديم مشورة إستثمارية شخصية أو توصية بشراء أو بيع أي أوراق مالية أو أي منتجات استثمارية، كما لا يُعد مشورة قانونية أو ضريبية أو محاسبية أو مالية.لا تتحمل شركة قطر للأوراق المالية أي مسؤولية عن أي خسائر أو أضرار أو عواقب، سواء كانت مباشرة أو غير مباشرة، قد تنشأ عن استخدام المعلومات أو الآراء الواردة في هذا التقرير أو الاعتماد عليها. وينبغي على المستثمرين الحصول على مشورة مستقلة من مستشارين مؤهلين في المجالات الاستثمارية والقانونية والضريبية والمالية قبل اتخاذ أي قرار استثماري أو الدخول في أي منتج مالي أو صندوق استثماري. ورغم أن المعلومات الواردة في هذا التقرير قد جُمعت من مصادر يُعتقد أنها موثوقة، فإن شركة قطر للأوراق المالية لا تضمن دقتها أو اكتمالها أو حداثتها، ولا تقدم أي تعهد أو ضمان، صريحًا أو ضمنيًا، بشأن صحة أو اكتمال أي من المعلومات أو البيانات أو الآراء الواردة فيه.وفيما يتعلق بالتحليل الفني الوارد في التقرير، فإنه يستند إلى البيانات التاريخية للأسعار وأحجام التداول، وقد تختلف نتائجه أو توصياته عن تقارير التحليل الأساسي الصادرة عن شركة قطر للأوراق المالية ولا يُعد الأداء التاريخي مؤشرًا أو ضمانًا للأداء المستقبلي.