



Earnings Flash Note

Masraf Al Rayan

1Q 2025



Masraf Al Rayan (MARK)

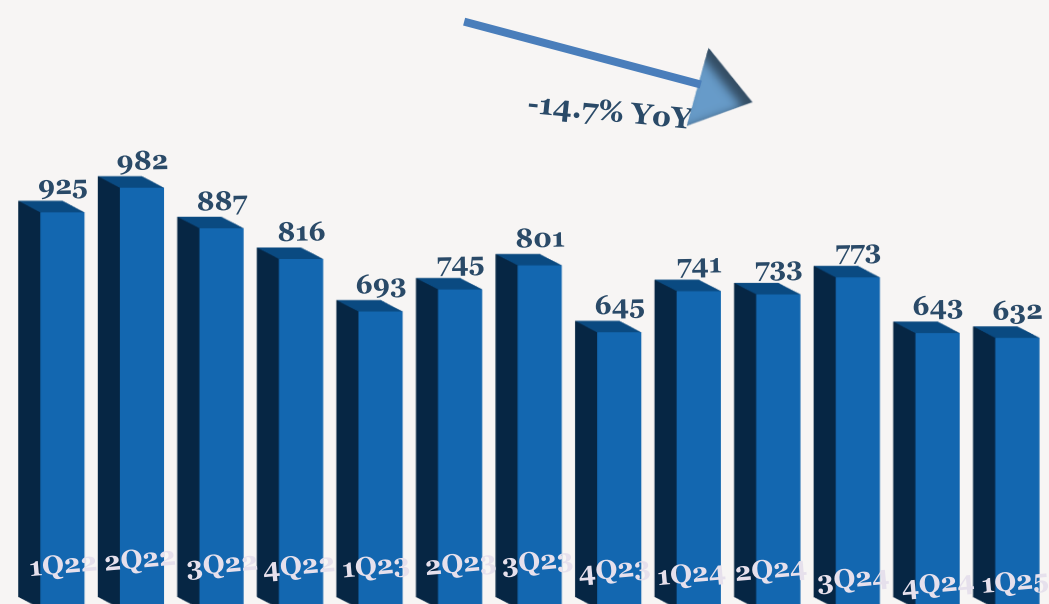
- > Net profit rose 0.4% YoY to QR408mn (+86.2% QoQ) in 1Q2025 primarily due to higher net fee and commission income.
- > Net interest & investment income fell by 14.7% YoY to QR632mn (-1.7% QoQ) in 1Q2025.
- > Cost to income ratio increased by 2ppts YoY (-1.8ppts QoQ) to 27.3% in 1Q2025.
- > As of 1Q2025-end, the book value per share stood at QR2.54 (1Q2024: QR2.48).
- > As of 1Q2025-end, Loans & advances were QR111.2bn (+4% YoY, +1.1QoQ) while Customer deposits increased by 5.8% YoY to QR111.4bn (+3.6% QoQ).
- > For 1Q2025, EPS was QR0.044 vs QR0.044 in 1Q2024,
- > As of 22nd April 2025, the stock has decreased 11.2% YTD, Underperforming the QSE Index which was down 4.1% YTD.
- > The stock is currently trading at a TTM P/B multiple of 0.9x, lower than its 3Y historical average of 1.1x. For now, we maintain our PT of QR 2.62/share and Market perform rating.

1Q2025 Earnings Performance

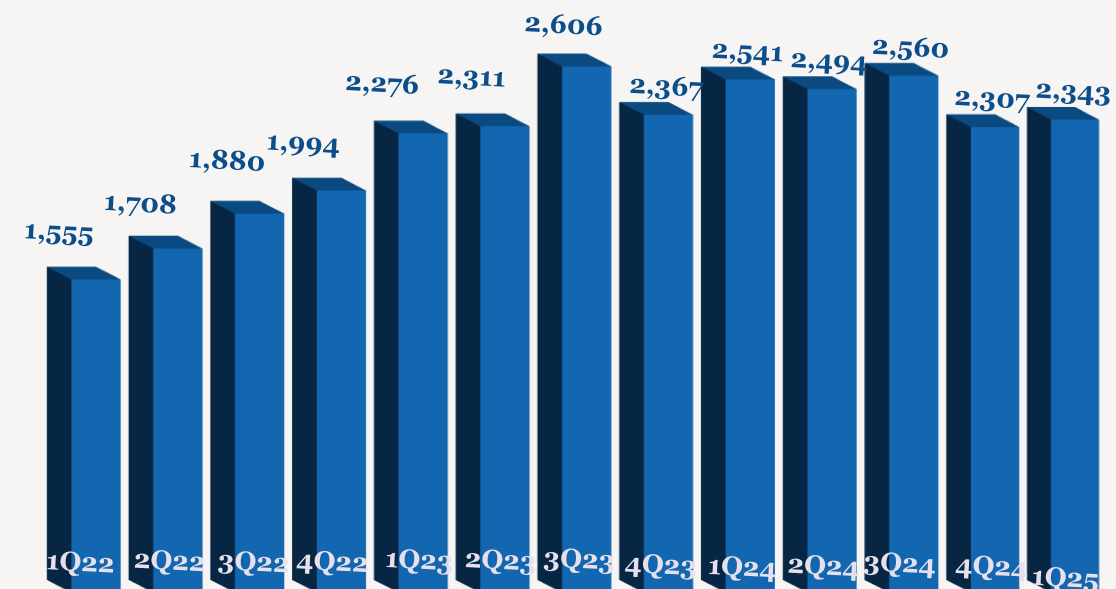
	1Q2025	1Q2024	YoY	4Q2024	QoQ
Net Interest & Investment Income	632	741	-14.7%	643	-1.7%
Net Interest Margin %	1.6%	2.0%		1.6%	
Net Fee and Commission Income	100	69	44.1%	76	32.4%
Total Income	2,343	2,541	-7.8%	2,307	1.6%
Cost/Income Ratio %	27.3%	25.2%		29.1%	
Net Profit to Equity	408	406	0.4%	219	86.2%
Book Value Per Ordinary Share (QR)	2.54	2.48	2.4%	2.59	-2.1%
EPS (QR)	0.044	0.044	0.4%	0.019	135.8%
Loans & Advances	111,251	106,997	4.0%	110,040	1.1%
Customer Deposits	111,452	105,330	5.8%	107,610	3.6%

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

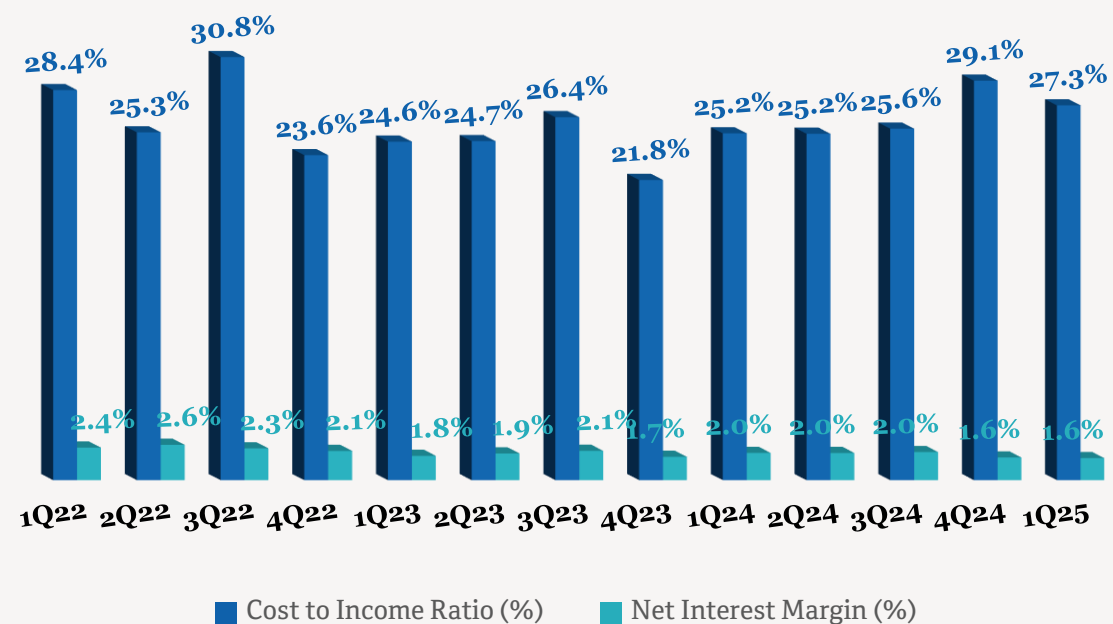
Quarterly Net Interest & Investment Income Trend (QRmn)



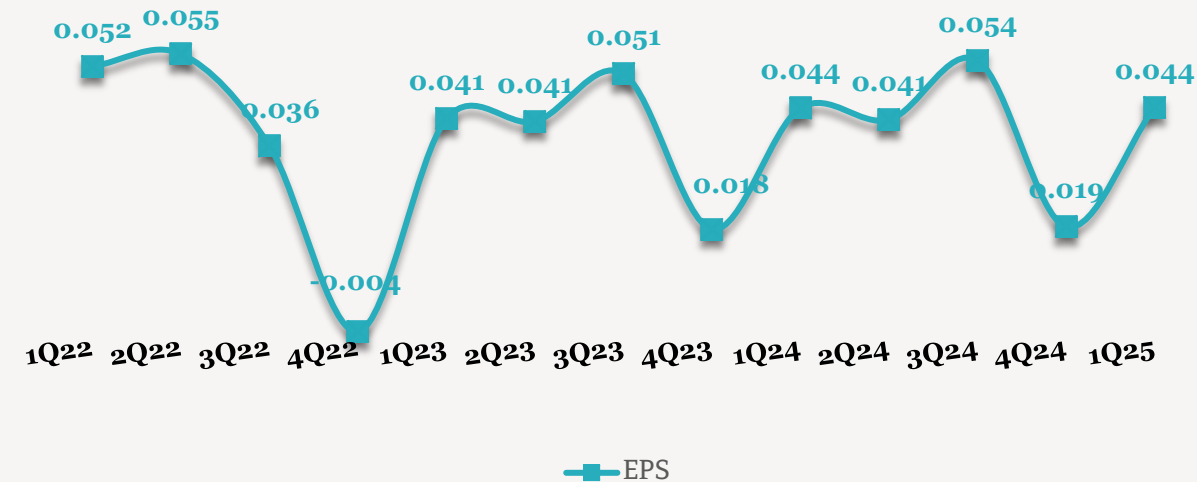
Quarterly Total Income Trend (QRmn)



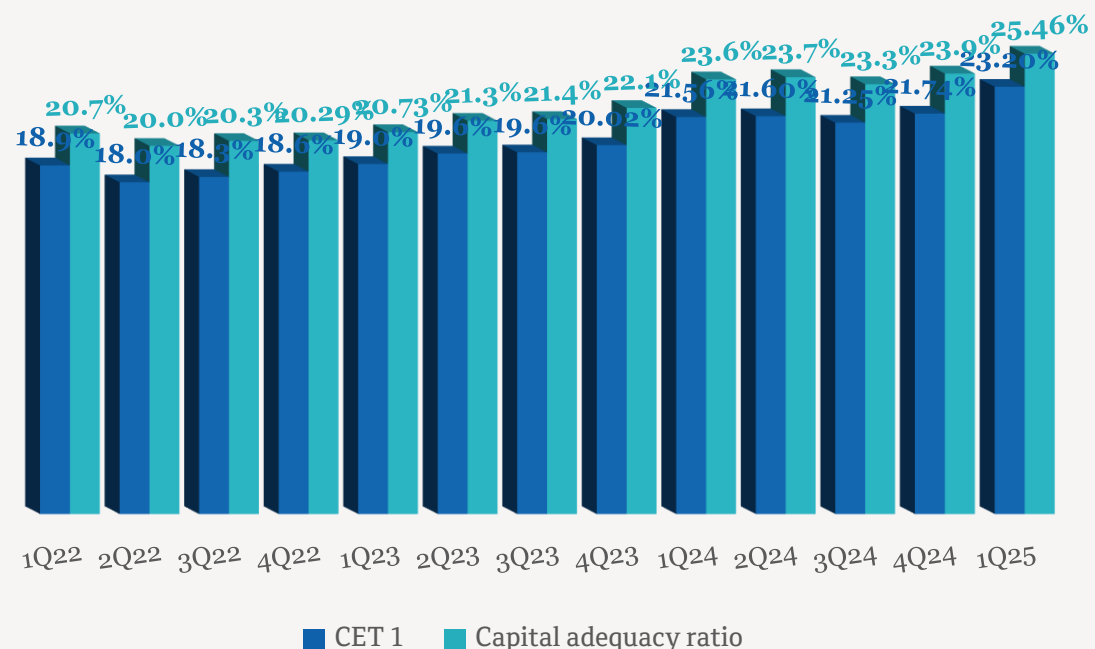
Quarterly Ratio Trend



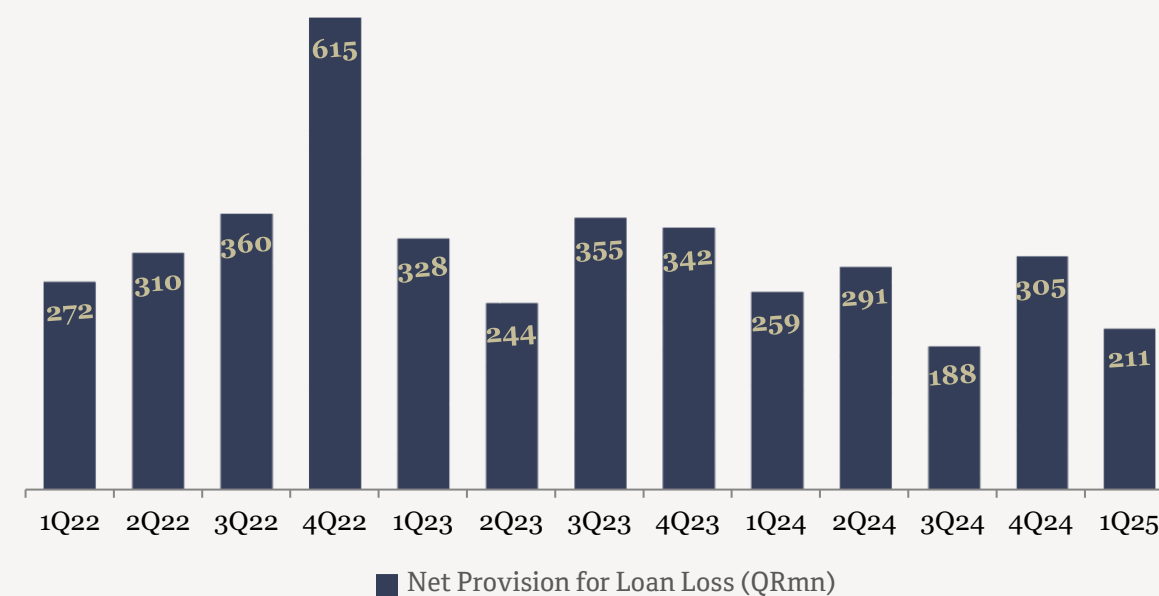
EPS (QR) Trend



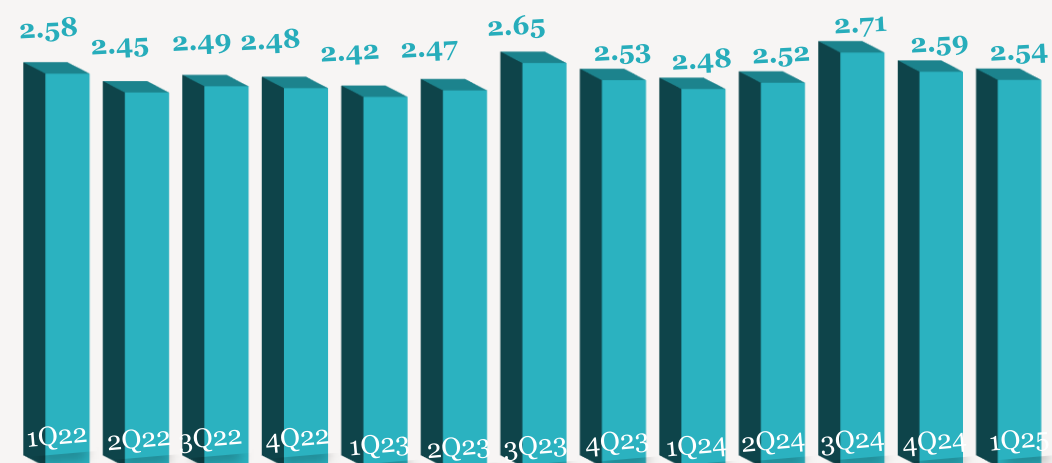
Capital Adequacy Ratios (%)



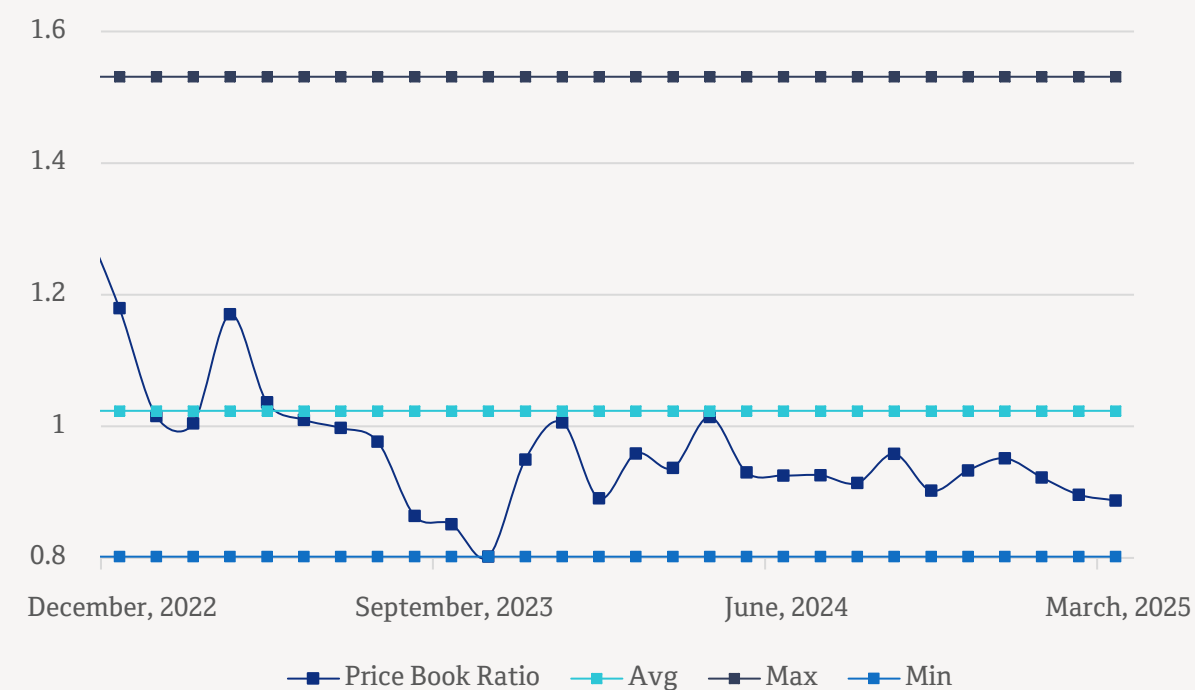
Net Provision for Loan Loss (QR mn)



Book Value Per Share (QR)



P/B Multiple Band (x)



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