

- NBP announced its earnings (Profit After Tax) today for 1QCY25 at PKR 21.8bn, with an EPS of PKR 10.3. This reflects a jump of 2.3x YoY but a decline of 2% QoQ (4QCY24 EPS: PKR 10.6).
- On a YoY basis, higher net interest income enhanced the overall profitability.
- During 1QCY25, the bank reported its Net Interest Income at PKR 69.8bn, marking an uptick of 139% compared to the same period last year and a 6% increase from the previous quarter.
- The bank experienced a decline in interest earned, which dipped by 22% YoY and 17% QoQ. Moreover, the bank also faced a decline in interest expenses, which contracted by 42% YoY and 24% compared to the last quarter.
- During the outgoing quarter, the bank’s non-funded income witnessed a downturn of 11% YoY, while declined by 56% QoQ.
- The downturn on YoY basis was primarily due to loss on sale of securities, which was recorded at PKR 100mn compared to gain of PKR 4.4bn in SPLY.
- Dividend income also declined by 1.1% YoY, settling at PKR 1.7bn. Moreover, other income declined by 66.5% YoY to PKR 89mn
- However, FX income depicted a jump of 13% YoY, while fee income increased by 47% YoY to record at PKR 9.2bn.
- The bank recorded a provisioning charge of PKR 6.4bn for 1QCY25 against a provisioning charge of PKR 727mn recorded in 1QCY24,
- The bank’s OPEX increased by 30% YoY | -71% QoQ in 1QCY25 clocking in at PKR 29.2bn. With this, Cost/Income stood at 35% in 1QCY25 against 52% SPLY
- The effective tax rate for the bank was set at 53.1% during 1QCY25, showing a jump from 51.9% in SPLY.

Exhibit: Financial Highlights (Consolidated)					
(PKR mn)	1QCY25a	1QCY24a	YoY	4QCY24a	QoQ
Income Statement					
Interest Earned	213,255	275,082	-22%	255,878	-17%
Interest Expensed	143,502	245,955	-42%	190,058	-24%
NII	69,753	29,128	139%	65,820	6%
NFI	12,947	14,507	-11%	29,522	-56%
Total Income	82,700	43,635	90%	95,342	-13%
Total provisions	6,394	727	779%	(46,393)	nm
OPEX	29,219	22,481	30%	100,597	-71%
PBT	47,088	20,427	131%	41,138	14%
Taxation	24,983	10,608	136%	18,560	35%
Profit after tax*	21,884	9,708	125%	22,438	-2%
EPS (PKR)	10.29	4.56		10.55	
DPS (PKR)	-	-		8.0	
Balance Sheet					
Net Advances	1,285,633	1,225,620	5%	1,404,627	-8%
Deposits	3,890,147	3,423,078	14%	3,865,212	1%
Investments	4,796,397	4,346,499	10%	4,614,849	4%
Borrowings	2,081,781	2,199,941	-5%	1,937,757	7%
Ratio Analysis					
BVPS (PKR)	211	187		218	
ADR	33.05%	35.80%		36.34%	
IDR	123.30%	126.98%		119.39%	
NIMs	3.57%	2.97%		2.82%	
Cost to Income	35.33%	51.52%		105.51%	
Effective Tax Rate	53.06%	51.93%		45.12%	
Source (s): Company Financials, AHL Research, *profit attributable to equity shareholders of the bank					

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In order to avoid any conflict of interest, we hereby disclosed that;  
Arif Habib Limited (AHL) has a shareholding in NBP