



Earnings Flash Note

Dukhan Bank

2Q 2024 / 6M2024



Dukhan Bank (DUBK)

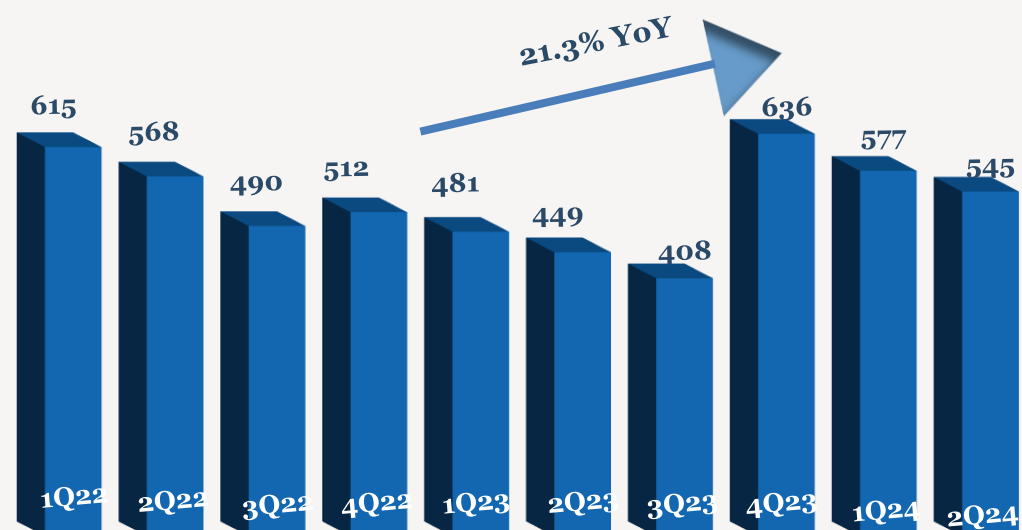
- > **Net profit increased by 4.2% YoY to QR361mn (-14.6% QoQ) in 2Q2024** driven by higher total net income from financing and investing activities. However, a surge in total expenses limited the gains. For 6M2024, net profit was up by 3.1% YoY to QR784mn.
- > **Net interest & investment income rose by 21.3% YoY to QR545mn (-5.7% QoQ)** while for 6M2024, it rose by 20.7% YoY to QR1,122mn.
- > **Cost to income ratio increased by 2.2ppts YoY (+3.7ppts QoQ) to 33.4% in 2Q2024.** For 6M2024, cost of income ratio came at 31.6% compared to 30.4% in 6M2023.
- > **For 2Q2024, EPS came at QR0.066 vs. QR0.063 in 2Q2023** while for 6M2024, EPS was QR0.144 vs QR0.139 in 6M2023.
- > **As of 2Q2024-end, the book value per share stood at QR2.48 (6M2023: QR2.39).**
- > **As of 2Q2024-end, loans & advances were QR82.7bn (+10.1% YoY, +2.3% QoQ)** while customer deposits increased by 17.9% YoY to QR84.5bn (+7.7% QoQ).
- > **As of 15th Jul 2024, the stock has decreased 3.9% YTD, outperforming the QSE index, which was down by 5.9% YTD.**
- > **The stock is currently trading at a TTM P/B multiple of 1.5x. For now, we maintain our PT of QR 3.810/share and market perform rating.**
- > **The Board announced a DPS of QR0.08 for 6M2024 which translates into a an annualized yield of 4.2%.**

2Q/6M 2024 Earnings Performance

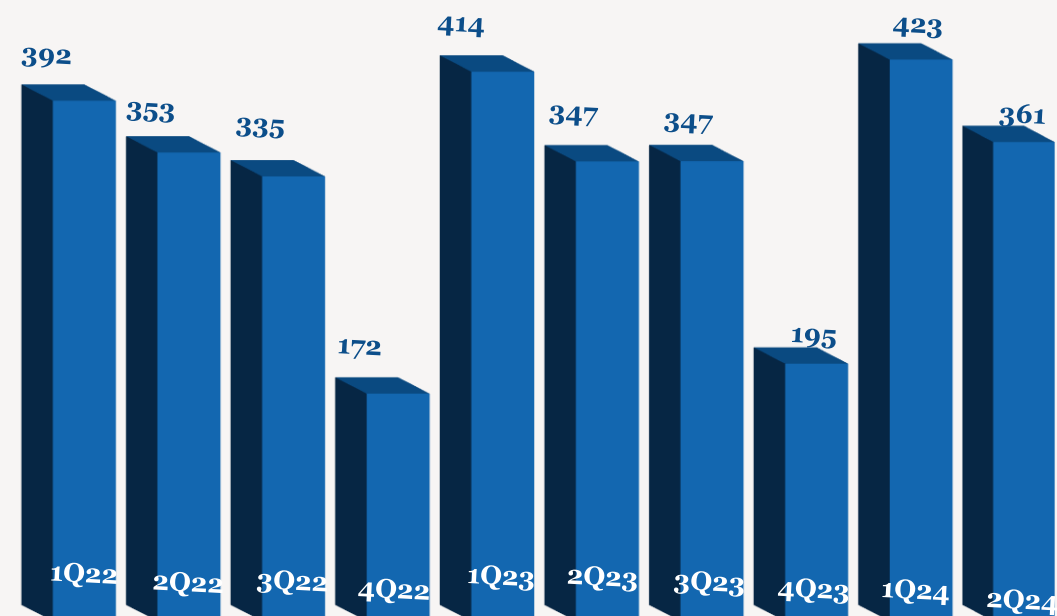
	2Q24	2Q23	YoY	1Q24	QoQ	6M24	6M23	YoY
Net Interest & Investment Income	545	449	21.3%	577	-5.7%	1,122	930	20.7%
Net Interest Margin %	2.03%	1.86%		2.14%		1.04%	0.91%	
Net Fee and Commission Income	59	77	-23.3%	49	20.6%	108	136	-20.7%
Total Income	1,423	1,225	16.2%	1,395	2.0%	2,817	2,436	15.7%
Cost/Income Ratio %	33.4%	31.2%		29.8%		31.6%	30.4%	
Net Profit to Equity	361	347	4.2%	423	-14.6%	784	761	3.1%
Book Value Per Ordinary Share (QR)	2.48	2.39	3.5%	2.40	3.2%	2.48	2.39	3.5%
EPS (QR)	0.066	0.063	4.2%	0.078	-15.4%	0.144	0.139	3.1%
Loans & Advances	82,699	75,124	10.1%	80,857	2.3%	82,699	75,124	10.1%
Customer Deposits	84,591	71,725	17.9%	78,512	7.7%	84,591	71,725	17.9%

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

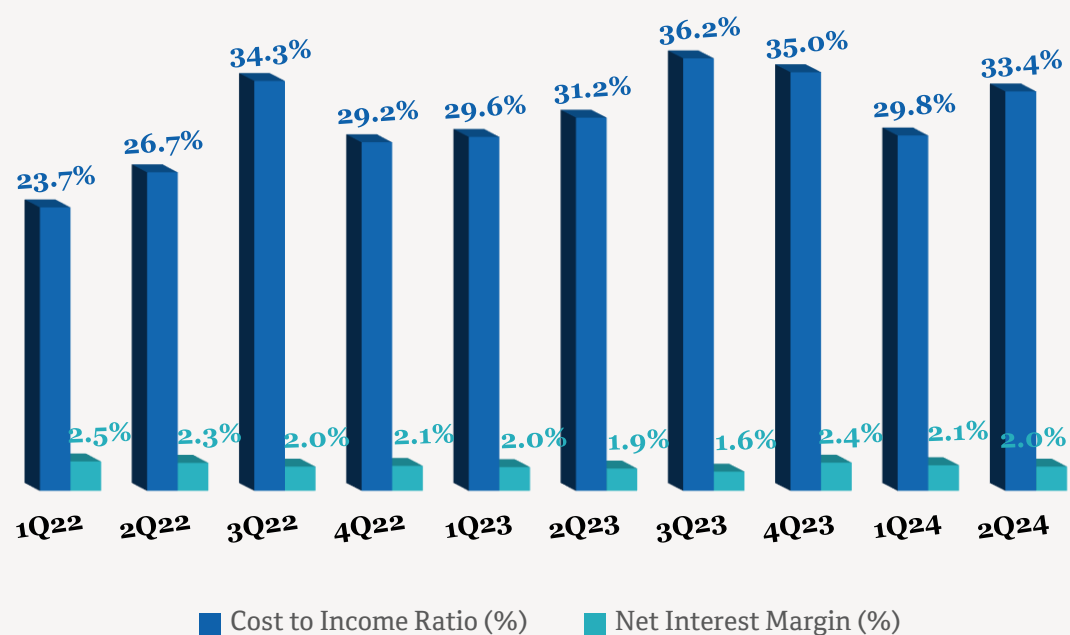
Quarterly Net Interest & Investment Income Trend (QRmn)



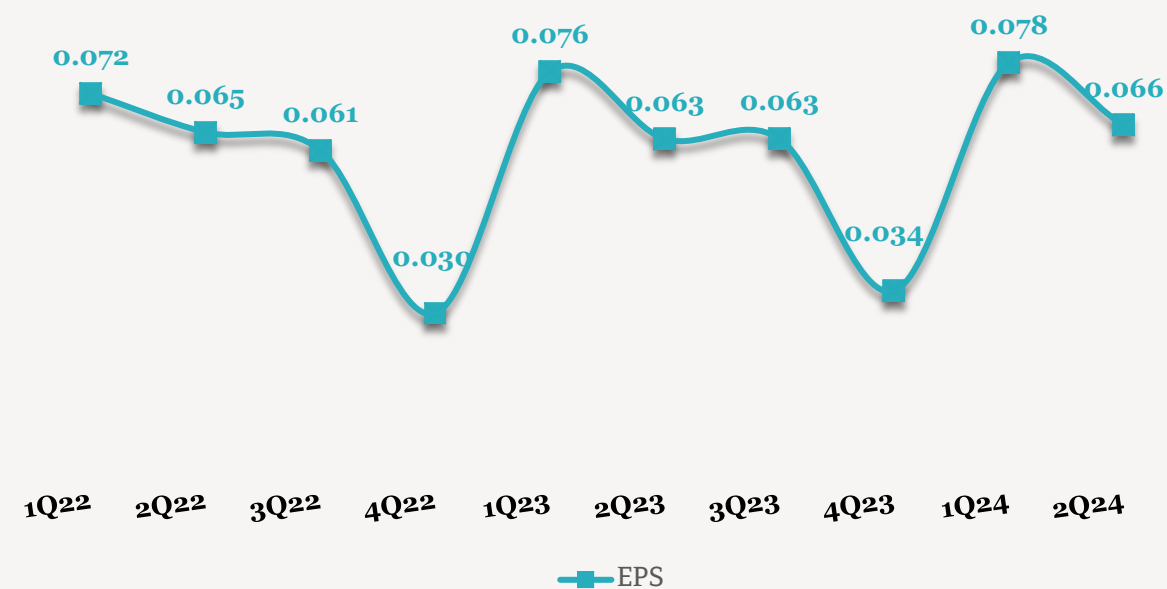
Quarterly Earnings Trend (QRmn)



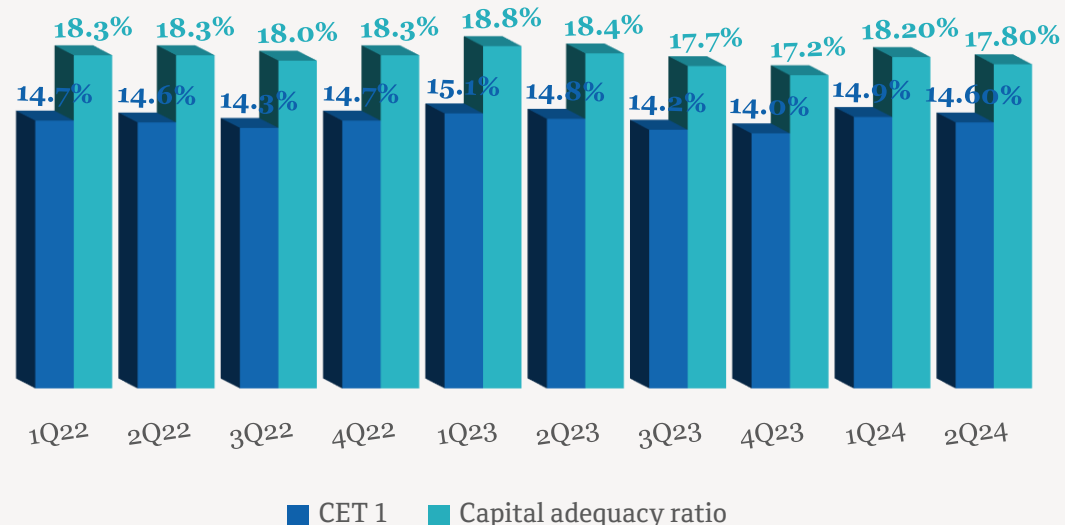
Quarterly Ratio Trend



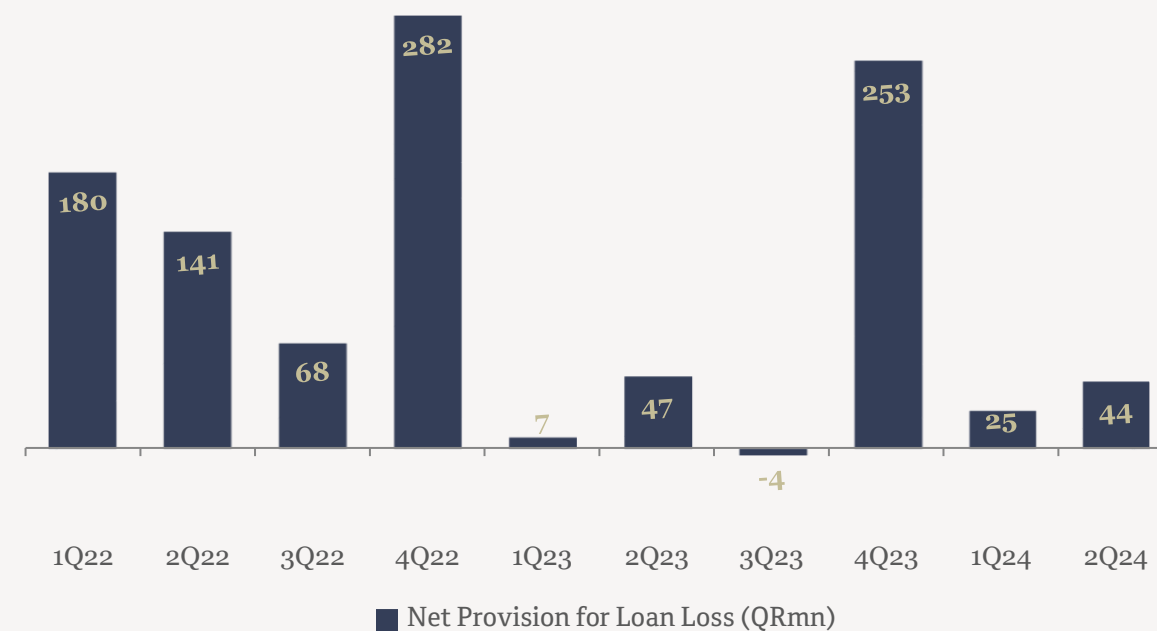
EPS (QR) Trend



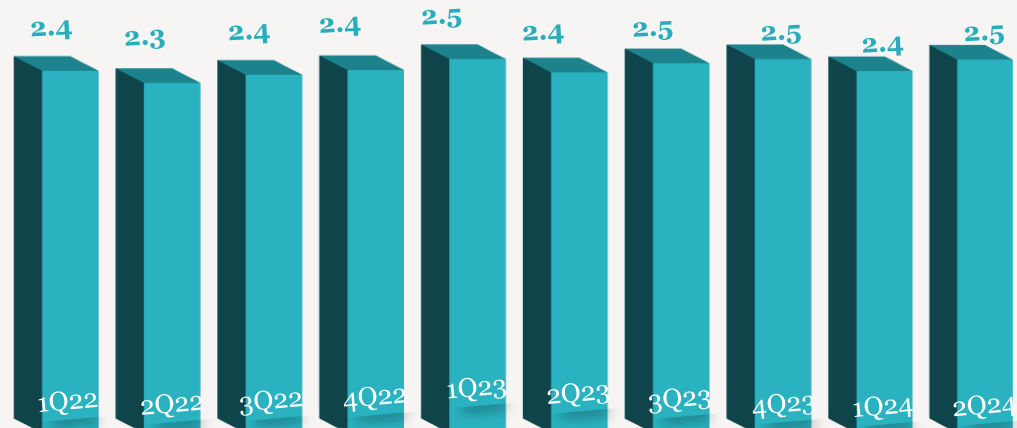
Capital Adequacy Ratios (%)



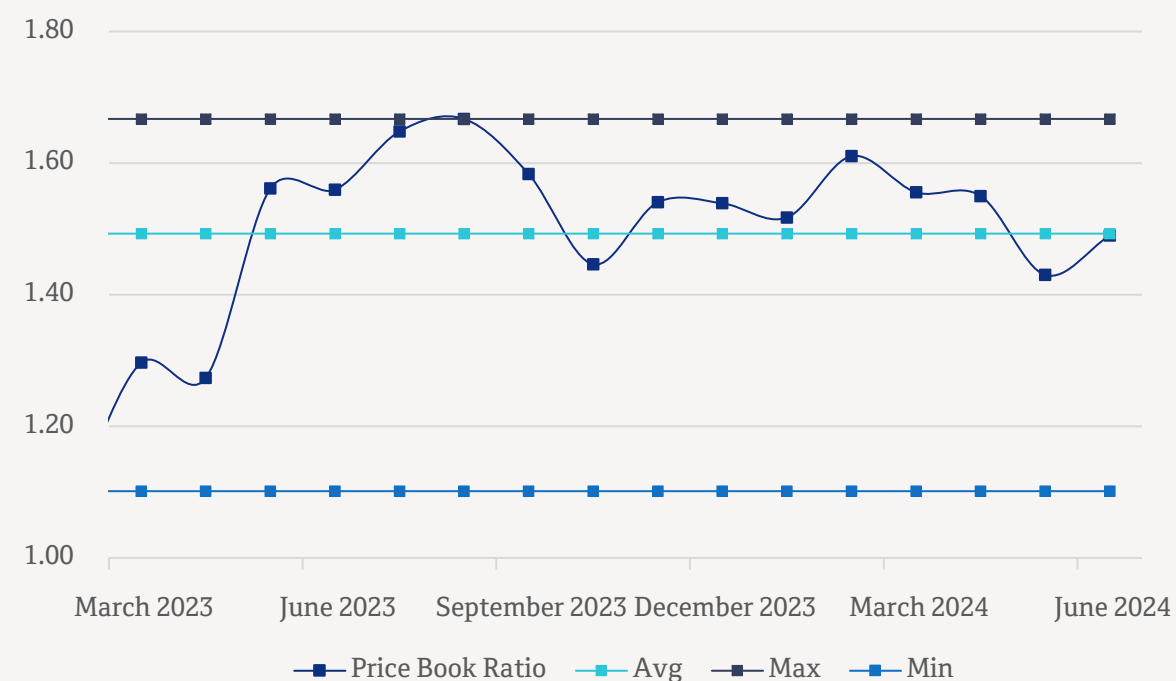
Net Provision for Loan Loss (QR mn)



Book Value Per Share (QR)



P/B Multiple Band (x)



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