QNB FINANCIAL SERVICES

Earnings Flash Note
The Commercial Bank
4Q 2025/FY 2025

The Commercial Bank (CBQK)

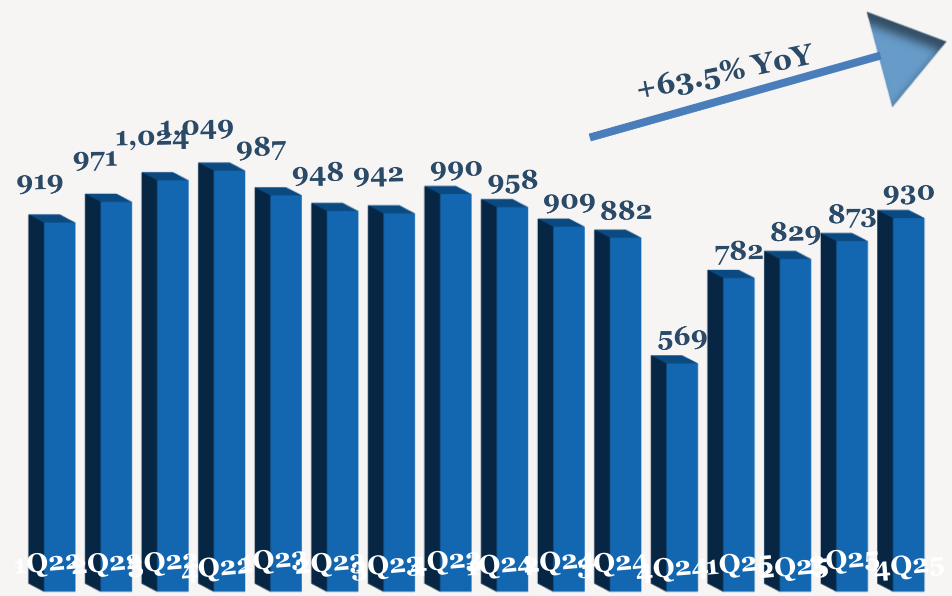
- **Net profit decreased by 39.3% YoY to QR419mn (-20.0% QoQ) in 4Q2025** due to higher net credit provisions and impairments. For FY2025, net profit fell 27.3% to QR2,205mn.
- **Net interest income came higher by 63.5% YoY to QR930mn (+6.6 QoQ) in 4Q2025**. For FY2025, net interest income was up 2.9% to QR3,414mn.
- **Cost to income ratio decreased by 11.7ppts YoY (-1.7ppts QoQ) to 27.6% in 4Q2025.** For FY2025, cost to income ratio rose 1.5ppts to 29.5%.
- **For 4Q2025, EPS came at QR0.06 vs QR0.13 in 4Q2024. For FY2025, EPS came at QR0.50 vs QR0.71 in FY2024.**
- **As of 4Q2025-end, the book value per share stood at QR7.0 (4Q2024: QR6.84).**
- **As of 4Q2025-end, loans & advances were QR104bn (+14.3% YoY, +0.5% QoQ)** while customer deposits increased by 16.2% YoY to QR89.4bn (+4.4% QoQ).
- **As of 18th January 2026, the stock increased 6.4% YTD,** Outperforming the QSE Index, which was up by 3.4% YTD.
- **The stock is currently trading at a TTM P/B multiple of 0.9x.** For now, we maintain our PT of QR 5.844/share and Outperform rating.

4Q/FY 2025 Earnings Performance

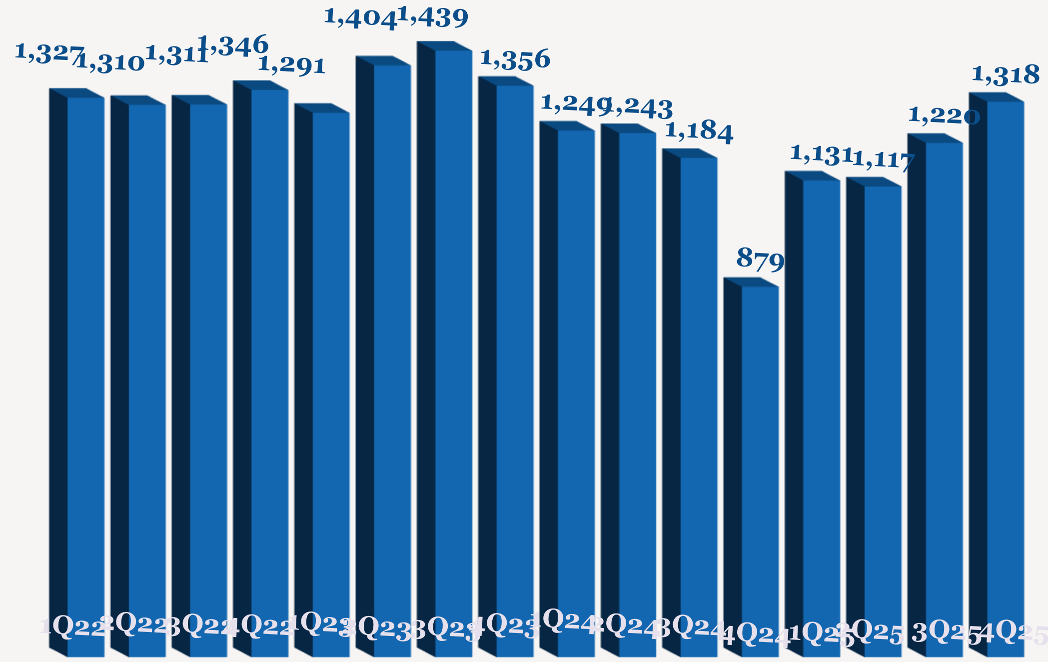
	4Q2025	4Q2024	YoY	3Q2025	QoQ	FY2025	FY2024	YoY
Net Interest Income	930	569	63.5%	873	6.6%	3,414	3,317	2.9%
Net Interest Margin %	2.20%	1.59%		2.11%		2.18%	2.30%	
Non-Interest Income	387	310	24.9%	347	11.5%	1,372	1,239	10.8%
Operating Income	1,318	879	49.9%	1,220	8.0%	4,786	4,556	5.1%
Cost/Income Ratio %	27.6%	39.4%		29.3%		29.5%	27.9%	
Net Profit	419	691	-39.3%	524	-20.0%	2,205	3,032	-27.3%
Book Value Per Ordinary Share (QR)	7.00	6.84	2.3%	6.96	0.5%	7.00	6.84	2.3%
Loans & Advances	104,548	91,480	14.3%	104,035	0.5%	104,548	91,480	14.3%
Customer Deposits	89,445	77,007	16.2%	85,654	4.4%	89,445	77,007	16.2%

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

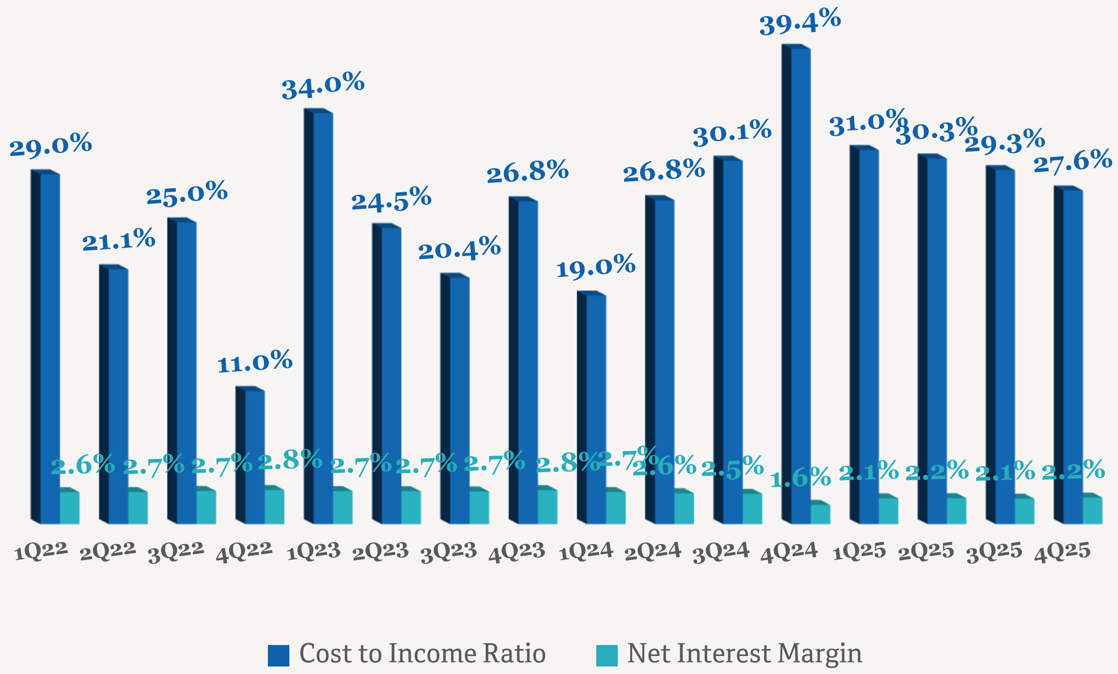
Quarterly Net Interest Income Trend (QRmn)



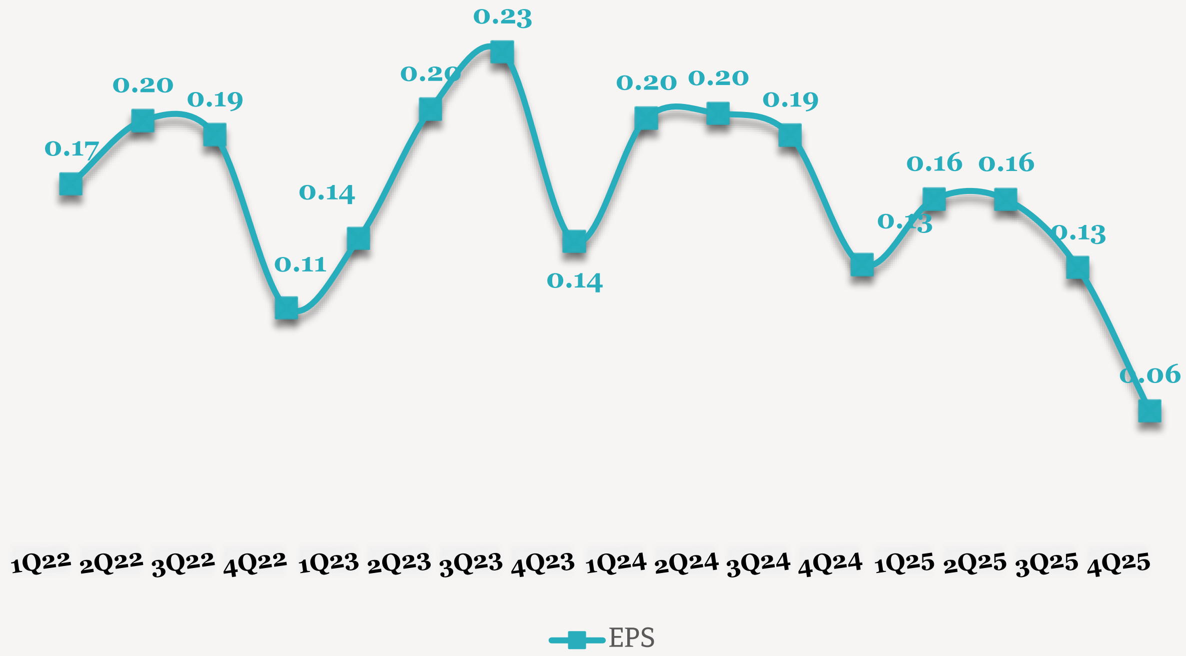
Quarterly Operating Income Trend (QRmn)



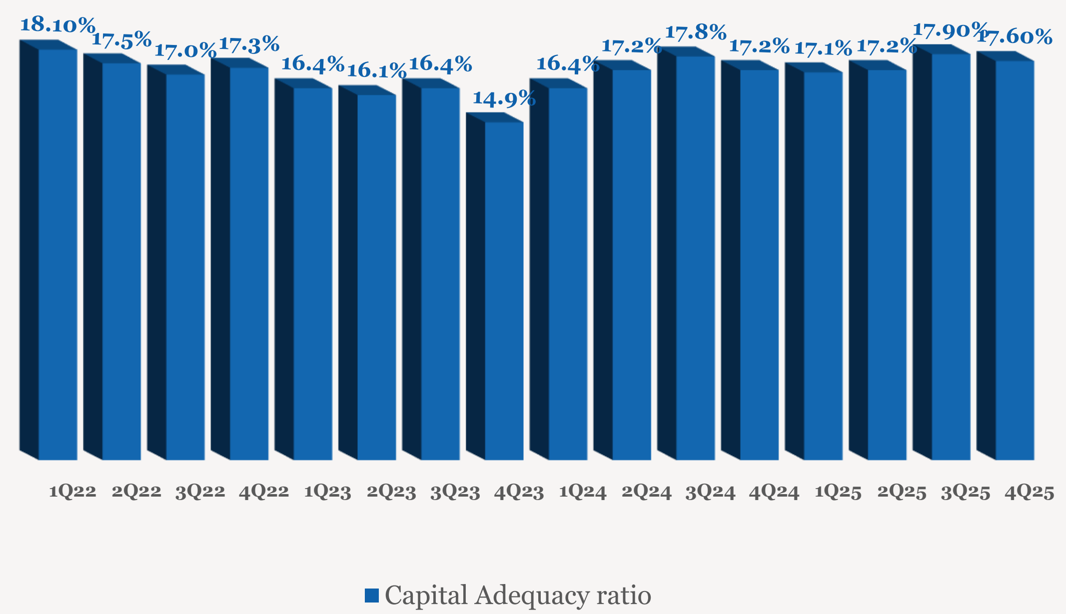
Quarterly Ratio Trend



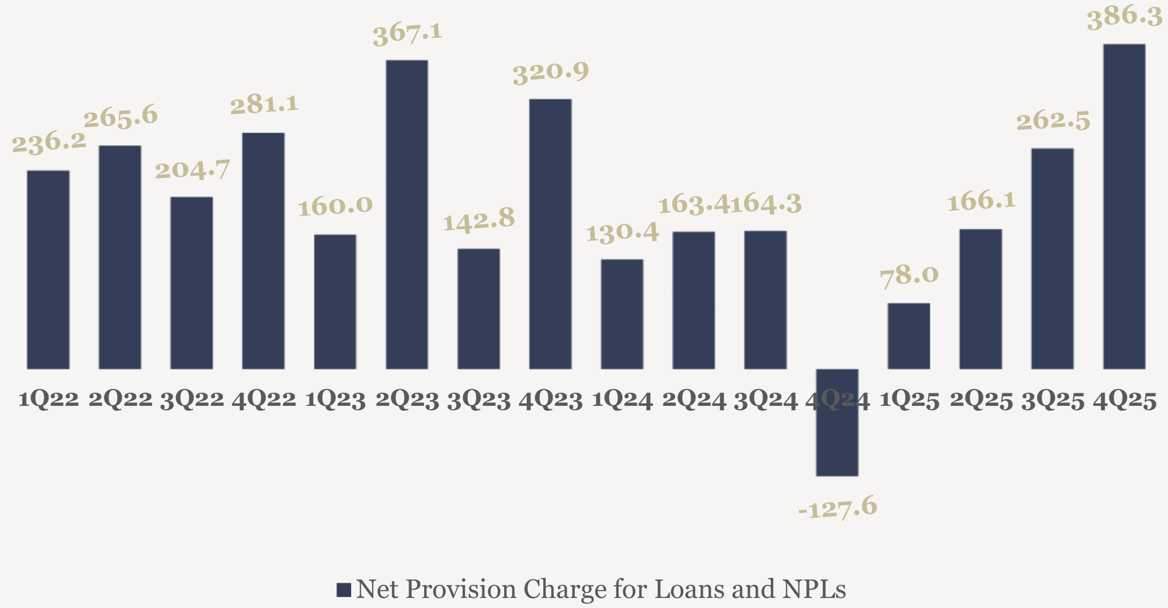
EPS (QR) Trend



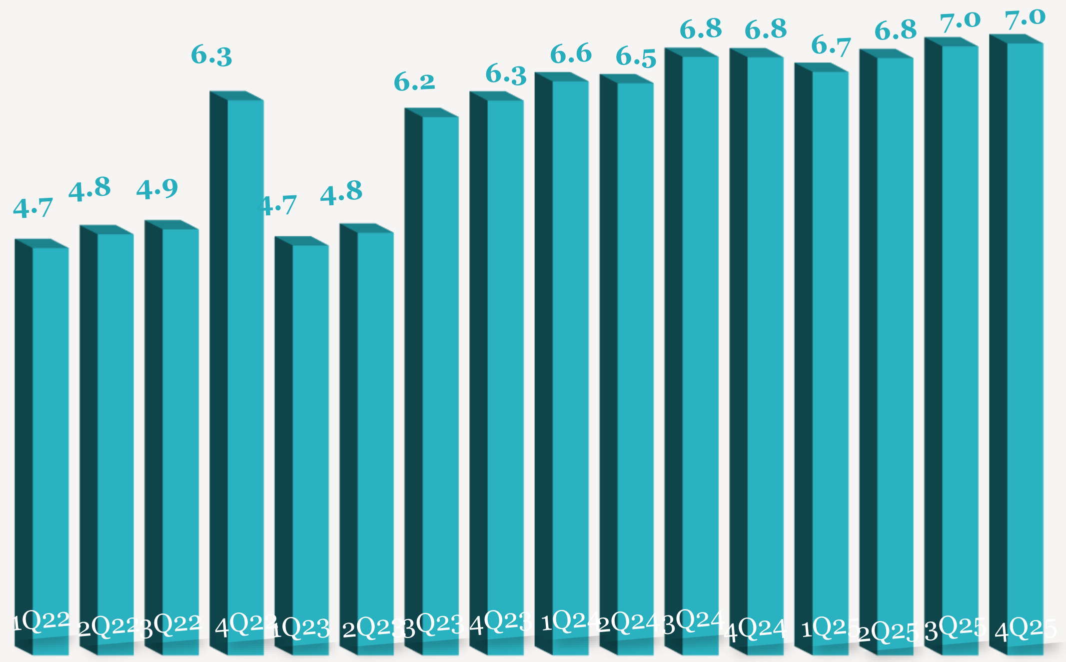
Capital Adequacy Ratios (%)



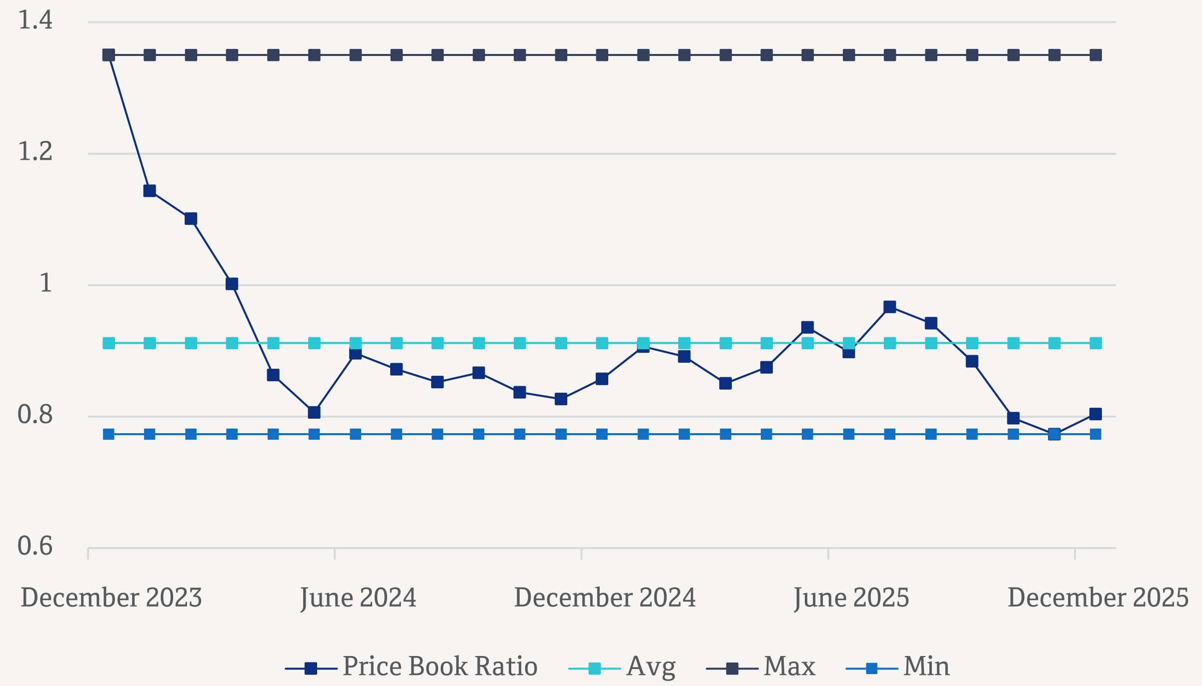
Net Provision for Loan Loss (QRmn)



Book Value Per Share (QR)



P/B Multiple Band (x)



Contacts

QNB Financial Services Co. W.L.L.
Contact Center: (+974)4476 6666
info@qnbfs.com.qa
Doha, Qatar

Saugata Sarkar, CFA, CAIA
Head of Research
saugata.sarkar@qnbfs.com.qa

Shahan Keushgerian
Senior Research Analyst
shahan.keushgerian@qnbfs.com.qa

Phibion Makuwerere, CFA
Senior Research Analyst
phibion.makuwerere@qnbfs.com.qa

Dana Saif Al Sowaidi
Research Analyst
dana.alsowaidi@qnbfs.com.qa