



Earnings Flash Note Commercial Bank of Qatar 2Q 2024 / 6M 2024



The Commercial Bank (CBQK)

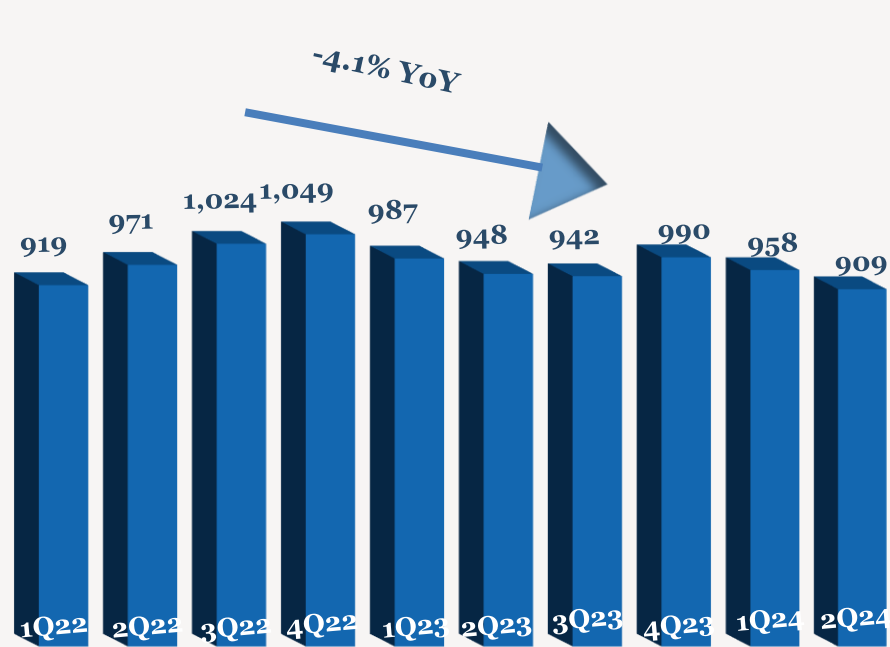
- > **Net profit decreased by 0.8% YoY to QR769mn (-4.0% QoQ) in 2Q2024** due to lower net interest income. For 6M2024, net profit was up by 16.2% YoY to QR1,571mn.
- > **Net interest income came lower by 4.1% YoY to QR909mn (-5.1% QoQ)** while for 6M2024, it decreased by 3.5% YoY to QR1,867mn.
- > **Cost to income ratio increased by 2.3ppts YoY (+7.9ppts QoQ) to 26.8% in 2Q2024.** For 6M2024, cost of income ratio came at 22.9% compared to 29.1% in 6M2023.
- > **For 2Q2024, EPS came flat at QR0.20** while for 6M2024, EPS was QR0.40 vs QR0.34 in 6M2023.
- > **As of 2Q2024-end, the book value per share stood at QR6.54 (6M2023: QR4.83).**
- > As of 2Q2024-end, loans & advances were QR92.1bn (+3.0% YoY, +2.7% QoQ) while customer deposits increased by 1.4% YoY to QR77.2bn (-2.7% QoQ).
- > **As of 16th Jul 2024, the stock has decreased 33.3% YTD, underperforming the QSE index, which was down by 5.9% YTD.**
- > **The stock is currently trading at a TTM P/B multiple of 0.9x. For now, we maintain our PT of QR 5.24/share and outperform rating.**

2Q/6M 2024 Earnings Performance

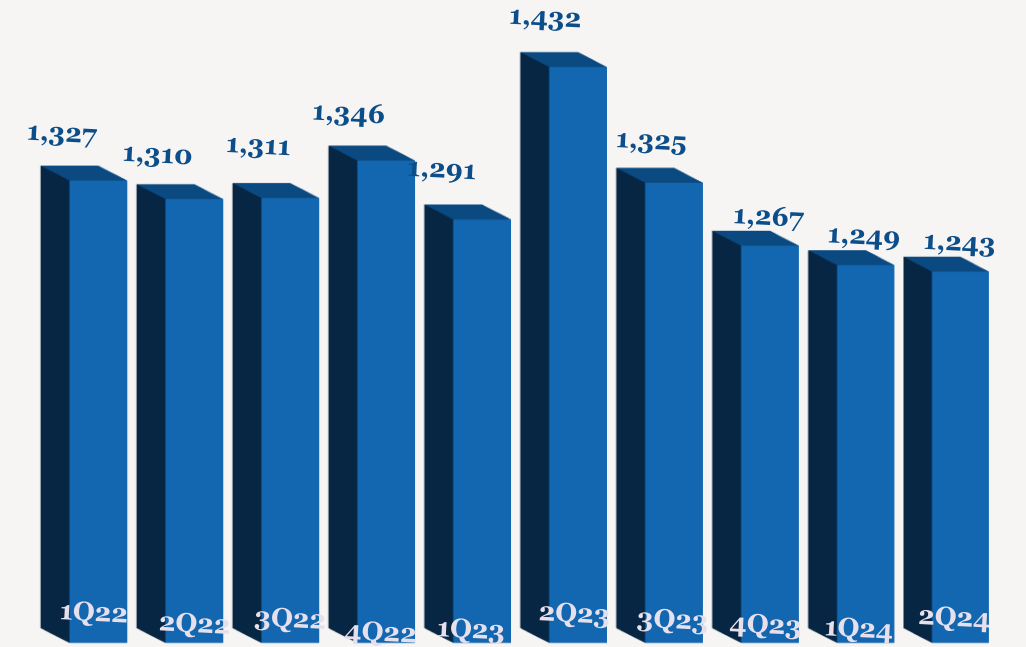
	2Q24	2Q23	YoY	1Q24	QoQ	6M24	6M23	YoY
Net Interest Income	909	948	-4.1%	958	-5.1%	1,867	1,935	-3.5%
Net Interest Margin %	2.55%	2.72%		2.66%		5.35%	5.56%	
Non-Interest Income	334	456	-26.7%	292	14.6%	626	760	-17.7%
Operating Income	1,243	1,404	-11.4%	1249	-0.5%	2,493	2,695	-7.5%
Cost/Income Ratio %	26.8%	24.5%		19.0%		22.9%	29.1%	
Net Profit	769	775	-0.8%	802	-4.0%	1,571	1,352	16.2%
Book Value Per Ordinary Share (QR)	6.54	4.83	35.3%	6.56	-0.3%	6.54	4.83	35.3%
Loans & Advances	92,105	89,392	3.0%	89,677	2.7%	92,105	89,392	3.0%
Customer Deposits	77,199	76,105	1.4%	79,364	-2.7%	77,199	76,105	1.4%

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

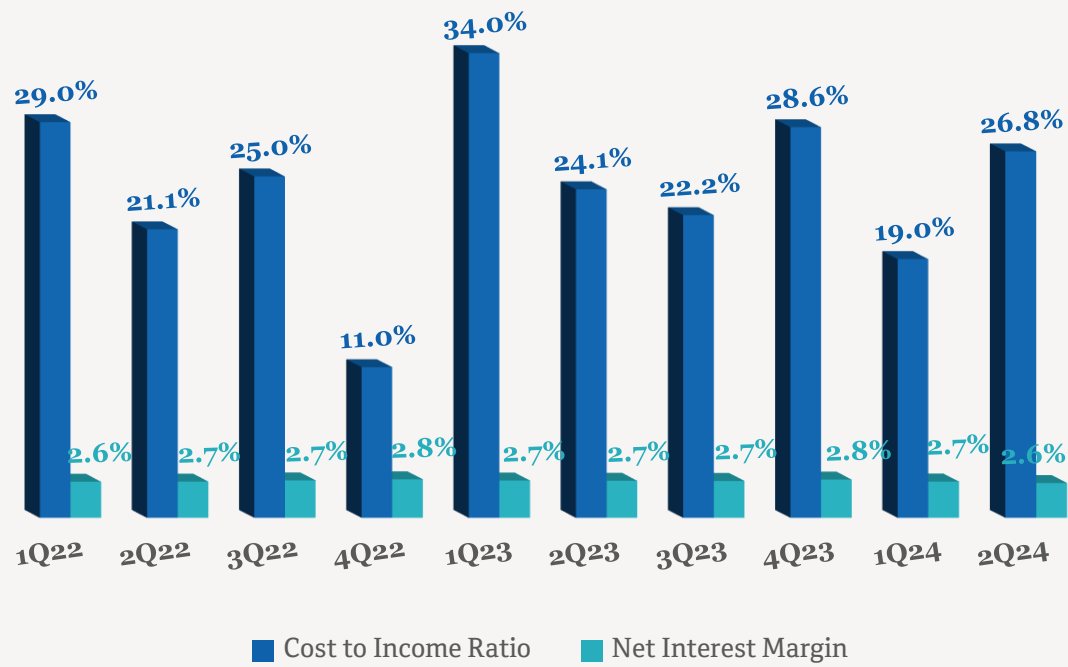
Quarterly Net Interest Income Trend (QRmn)



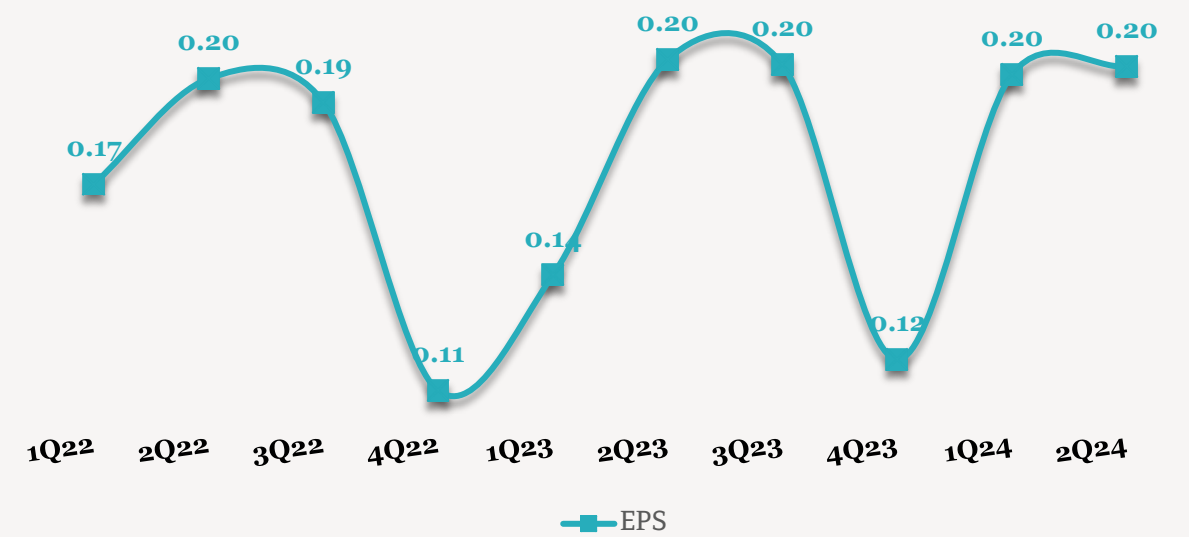
Quarterly Operating Income Trend (QRmn)



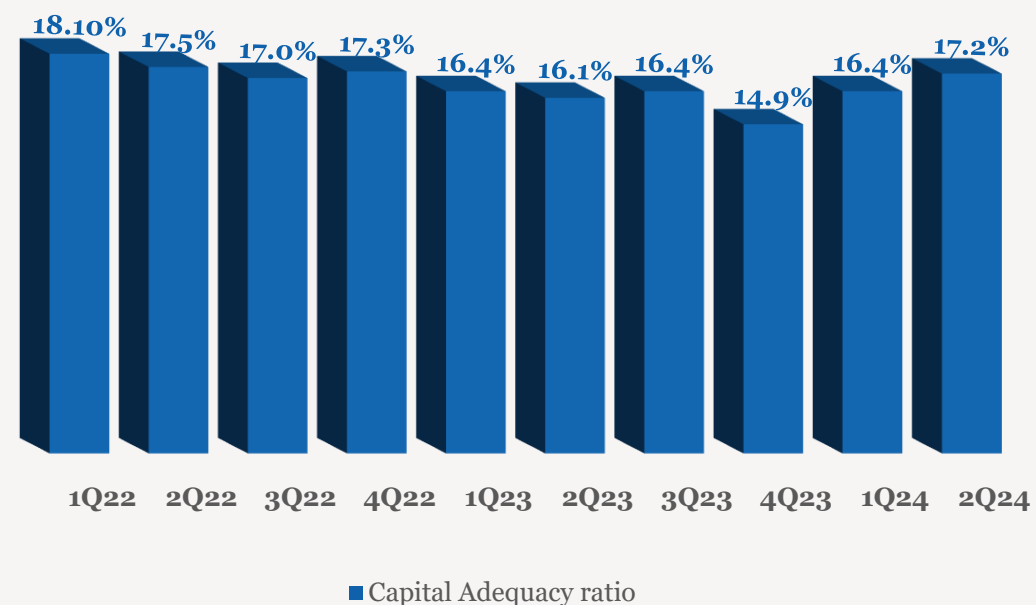
Quarterly Ratio Trend



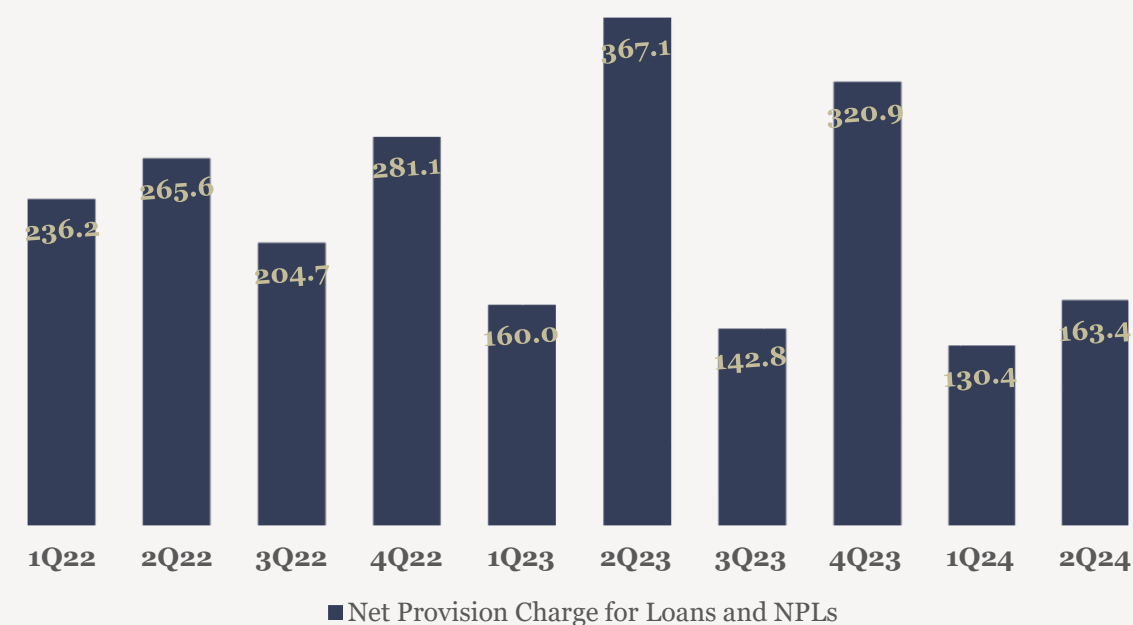
EPS (QR) Trend



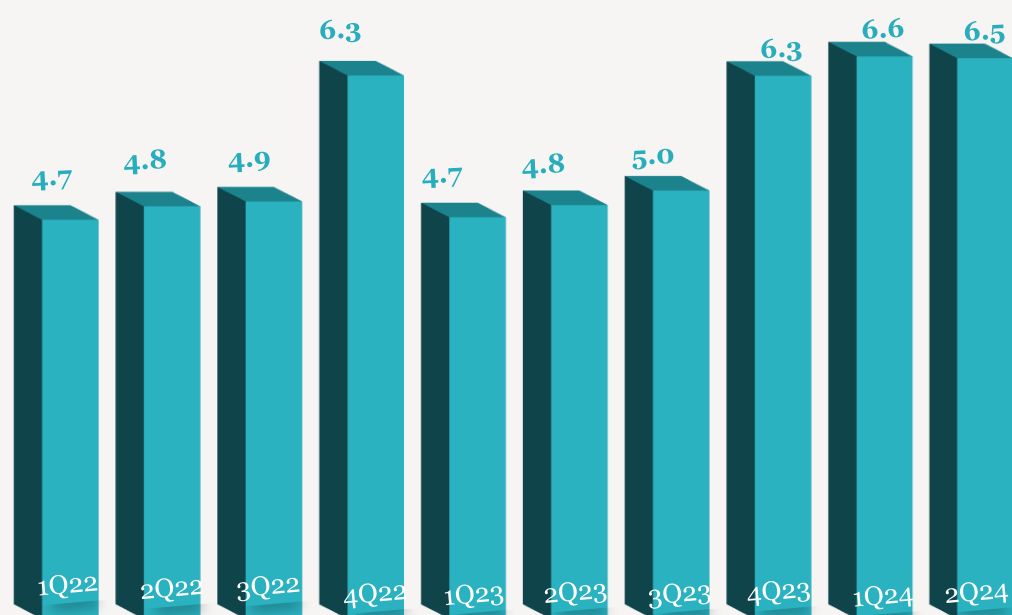
Capital Adequacy Ratios (%)



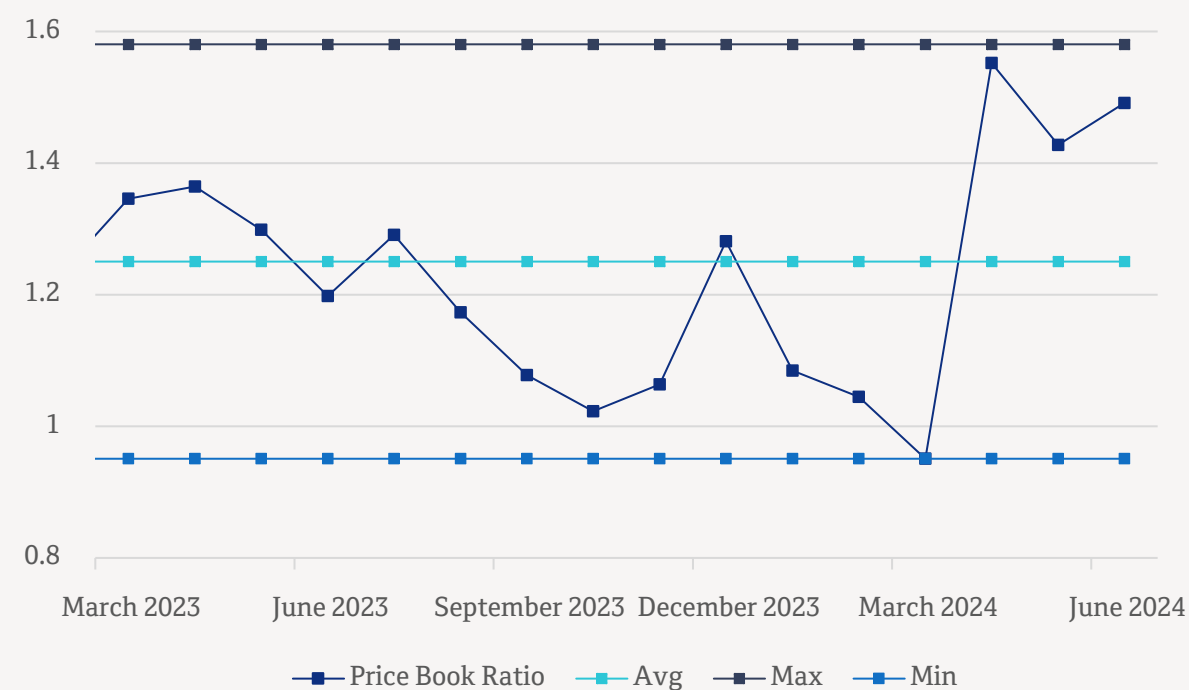
Net Provision for Loan Loss (QRmn)



Book Value Per Share (QR)



P/B Multiple Band (x)



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