Qatar Islamic Bank – 9M2009

Market Data	
Bloomberg:	QIBK QD
Reuters:	QISB.QA
CMP (19 October 2009):	QR 82.40
O/S (mn):	206.8
Market Cap (QR mn):	17,037.0
Market Cap (US$ mn):	4,679.9
Price/EPS 2009e (x):	10.6
Price/BV 2009e (x):	2.5

Price Performance	1-Yr
High (QR):	112.00
Low (QR):	51.40
Average Volume (000):	498.6

Share Price Performance



*Source: Zawya,& **Global** Research*

- **Qatar Islamic Bank (QIB)** announced its third quarter of 2009 results. The bank recorded a net income of QR1.0bn in 9M2009, down by 20.0% as compared to QR1.3bn in 9M2008. Earnings per share (EPS) declined from QR6.50 in 9M2008 to reach QR4.88 in 9M2009. This decrease in earnings was due to more provisions written off in this period.

- Income from financing activities grew remarkably from QR0.9bn in 9M2008 to reach QR1.3bn in 9M2009, while income from investing activities decreased by 65% to reach QR0.3bn in the same period. Fees & commissions were lower by 10.4% to end the period at QR167mn.

- Total Assets grew by 6.4% to reach QR35.7bn in 9M2009 from QR33.5bn at the end of 2008. This growth was driven by the loan portfolio which increased by 18.8% to reach QR22.4bn at the end of 9M2009.

- Liabilities decreased by 10.4% from QR14.7bn in 2008 to reach QR13.2bn in 9M2009. On other hand, shareholder's equity rose 8.6% to QR7.8bn in 9M2009 from QR7.1bn. Meanwhile, unrestricted investment accounts grew by 26.8% to end the period at QR14.6bn. Equity constituted 21.7% of total assets.

- Customers' current and saving accounts grew by 21.7% to reach QR20.2bn in 9M2009 from QR16.6bn in 2008. Cash holding rose by 10.0% in the same period to settle at QR1.3bn.

- Return on Assets (ROA) for the first nine months of 2009 was 2.8%, while return on equity (ROE) was 12.9%.

QIB Interim Results

QR (mn)	9M2009	9M2008	% Change
Net Profit	1,001	1,251	-20.0%
Net Operating Income	1,791	1,815	-1.3%
QR (mn)	9M2009	FY2008	% Change
Assets	35,675	33,543	6.4%
Equity	7,756	7,143	8.6%
Customer's Deposits	20,196	16,592	21.7%
Cash	1,125	1,023	10.0%

Source: Company's Reports

Faisal Hasan, CFA
Head of Research
fhasan@global.com.kw
Phone No: 2295 1270

Khalid Alsahli
Financial Analyst
kalsahli@global.com.kw
Phone No: 2295 1294

Global Investment House
Global Tower
Website: www.globalinv.net
Sharq, Al-Shuhada Str.
Tel. + (965) 2 295 1000
Fax. + (965) 2 295 1005
P.O. Box: 28807 Safat, 13149 Kuwait

Brokerage
Khaled Abd Elrahman Khaled
(965) 2295-1700
kkhalid@global.com.kw

Research
Faisal Hasan, CFA
(965) 2295-1270
fhasan@global.com.kw

Index
Rasha Al-Huneidi
(965) 2295-1285
huneidi@global.com.kw

Wealth Management - Kuwait
Rasha Al-Qenaei
(965) 2295-1380
alqenaei@globlal.com.kw

Wealth Management -MENA & Far East
Fahad Al-Ibrahim
(965) 2295-1400
fahad@global.com.kw

Global Kuwait
Tel: (965) 2 295 1000
Fax: (965) 2 295 1005
P.O.Box 28807 Safat, 13149 Kuwait

Global Bahrain
Tel: (973) 17 210011
Fax: (973) 17 210222
P.O.Box 855 Manama, Bahrain

Global Dubai
Tel: (971) 4 257977
Fax: (971) 4 257960/1/2
P.O.Box 121227 Dubai, UAE

Global Abu Dhabi
Tel: (971) 2 6744446
Fax: (971) 2 6725263/4
P.O.Box 127373 Abu Dhabi, UAE

Global Saudi Arabia
Tel: (966) 1 2199966
Fax: (966) 1 2178481
P.O. Box 66930 Riyadh 11586,
Kingdom of Saudi Arabia

Global Qatar
Tel: (974) 4967305
Fax: (974) 4967307
P.O.Box 18126 Doha, Qatar

Global Egypt
Tel: 20 (2) 37609526
Fax: 20 (2) 37609506
P.O.Box 7 Abdel Hadi Saleh St., El-Nasr Tower, Giza

Global Jordan
Tel: (962) 6 5005060
Fax: (962) 6 5005066
P.O.Box 3268 Amman 11180,
Jordan

Disclaimer

This document and its contents are prepared for your personal use for information purposes only and is not an offer, or the solicitation of an offer, to buy or sell a security or enter into any other agreement. Projections of potential risk or return are illustrative, and should not be taken as limitations of the maximum possible loss or gain. The information and any views expressed are given as at the date of writing and subject to change. While the information has been obtained from sources believed to be reliable we do not represent that it is accurate or complete and it should not be relied on as such. Global Investment House, its affiliates and subsidiaries can accept no liability for any direct or consequential loss arising from use of this document or its contents. At any time, Global Investment House or its employees may have a position, subject to change, in any securities or instruments referred to, or provide services to the issuer of those securities or instruments.