Investment Analysis & Stock Valuation

Stocks	Total Shares	EPS(A) FY 26	Book value	Market Price	P/E multiple	Dividend Yield	Dividend Payout	P/BVS multiple	Fair Value P/BV based	Fair value P/E	Target Price Long-term	Stocks
	Bn	Rs	Rs	Rs	x	%	%	x	Rs	Rs	Rs	
ABL	1.15	26.84	222	172.01	6.41	7	60	0.78	291	177	299	ABL
AKBL	1.45	18.87	107	116.69	6.18	5	42	1.09	140	124	174	AKBL
BAFL	3.15	12.95	62	58.80	4.54	8	46	0.95	81	85	110	BAFL
BAHL	1.11	28.24	163	162.24	5.75	6	50	1.00	213	186	262	BAHL
BOP	3.25	5.92	37	30.94	5.23	5	36	0.84	48	39	57	BOP
FABL	1.52	13.33	77	91.91	6.89	5	45	1.20	100	88	124	FABL
HBL	1.47	49.12	342	299.89	6.11	6	49	0.88	449	323	502	HBL
MCB	1.19	46.60	262	399.48	8.57	7	77	1.52	343	307	428	MCB
MEBL	1.80	54.80	165	550.25	10.04	4	57	3.33	217	361	369	MEBL
NBP	2.13	30.64	221	175.92	5.74	0	0	0.80	289	202	319	NBP
UBL	2.50	61.33	208	425.34	6.93	6	52	2.04	273	404	438	UBL
Average					6.58	5	47	1.31				

S·A·B·A·A
Stock Analysis of Business & Academic Advisory

Financial Position as on September 30, 2026

Financials	Capital	Reserves	Equity	Assets	Deposits	Deposits	Change	Advances	Advances	Change	ADR	ADR	Change
Amount in Rs Bn					Sept-26	Dec-25	%	Sept-26	Dec-25	%	Sept-26	Dec-25	%
ABL	11.45	242	254	3,533	2,591	2,346	10	807	790	2	31.15	33.66	-2.52
AKBL	14.49	141	155	3,059	1,822	1,631	12	667	586	14	36.61	35.93	0.67
BAFL	15.77	179	195	3,374	2,617	2,496	5	1,154	1,105	4	44.10	44.26	-0.17
BAHL	11.11	169	181	3,881	2,963	2,599	14	889	792	12	30.00	30.47	-0.47
BOP	32.45	87	120	2,456	1,928	2,052	-6	1,026	881	16	53.22	42.96	10.25
FABL	15.18	101	116	1,879	1,560	1,427	9	781	872	-10	50.06	61.11	-11.04
HBL	14.67	488	502	8,926	5,894	5,546	6	2,157	2,077	4	36.60	37.45	-0.85
MCB	11.85	299	311	3,583	2,708	2,261	20	773	690	12	28.55	30.53	-1.99
MEBL	18.01	280	298	5,398	3,935	3,303	19	1,606	1,641	-2	40.81	49.68	-8.87
NBP	21.28	449	470	7,753	4,013	4,429	-9	1,361	1,338	2	33.91	30.21	3.70
UBL	12.52	509	521	12,915	6,502	5,168	26	1,722	1,369	26	26.48	26.50	-0.01
Industry Average							10			7	37.41	38.43	-1.03

S·A·B·A·A
Stock Analysis of Business & Academic Advisory

Most of the banks have less than 50% ADR which is below standard (at least 70% is appropriate & 80% to 90% are aggressive and efficient). When a bank keeps an advances-to-deposits ratio below 50% that is essentially channelling less than half of its deposit base into lending, keeping the majority either idle or parked in safer avenues such as government securities. While this strategy strengthens liquidity and cushions against sudden withdrawals, it also reflects a cautious risk appetite, limiting exposure to potential defaults or economic volatility. However, the under-utilization of deposits constrains interest income and dampens profitability, signalling a conservative stance that prioritizes stability over aggressive growth.

Core Earnings and Profitability

Financials	Interest Income		Growth	Non-Interest Income		Growth	Total Income		Growth	Profit Before Provisions		Growth
(Amount in Rs Bn)	Jan-Sep 26	Jan-Sep 25	%	Jan-Sep 26	Jan-Sep 25	%	Jan-Sep 26	Jan-Sep 25	%	Jan-Sep 26	Jan-Sep 25	%
Allied Bank	79.88	78.59	2	23.03	21.17	9	102.91	99.76	3	47.27	50.51	-6
Askari Bank	69.46	65.27	6	19.56	13.07	50	89.02	78.34	14	41.70	44.16	-6
Bank Al Falah	104.82	99.32	6	46.15	35.22	31	150.97	134.54	12	61.79	49.24	25
Bank Al Habib	99.53	99.32	0	25.91	22.15	17	125.44	121.47	3	46.50	51.30	-9
Bank of Punjab	69.40	58.46	19	16.41	15.08	9	85.81	73.54	17	32.79	28.52	15
Faysal Bank	52.31	52.07	0	22.28	18.15	23	74.59	70.22	6	29.95	28.60	5
Habib Bank	210.43	207.33	1	72.67	67.54	8	283.10	274.87	3	119.14	119.97	-1
MCB Bank	114.78	108.80	5	29.55	26.02	14	144.33	134.82	7	86.63	81.94	6
Meezan Bank	197.69	188.23	5	31.31	23.84	31	229.00	212.07	8	156.66	151.26	4
National Bank	156.06	191.29	-18	37.53	41.36	-9	193.59	232.65	-17	96.75	143.68	-33
United Bank	283.00	267.40	6	93.96	43.81	114	376.96	311.21	21	236.04	217.93	8

S·A·B·A·A
Stock Analysis of Business & Academic Advisory

Financials	*Profit before Tax*		*Growth*	*Profit After Tax*		*Growth*		*EPS (Rs)*	*Growth*	*3Q Dividend FY-26*	*YTD Dividend 2026*
(Amount in Rs Bn)	*Jan-Sep 26*	*Jan-Sep 25*	*%*	*Jan-Sep 26*	*Jan-Sep 25*	*%*	*Jan-Sep 26*	*Jan-Sep 25*	*%*	*Rs*	*Rs*
Allied Bank	*47.18*	*54.81*	*-14*	*23.05*	*25.87*	*-11*	*20.13*	*22.60*	*-11*	*4.00*	*12.00*
Askari Bank	*43.49*	*43.35*	*0*	*20.51*	*18.06*	*14*	*14.15*	*12.46*	*14*	*2.00*	*6.00*
Bank Al Falah	*64.93*	*47.29*	*37*	*30.61*	*21.44*	*43*	*9.71*	*6.80*	*43*	*1.50*	*4.50*
Bank Al Habib	*49.02*	*53.50*	*-8*	*23.54*	*25.39*	*-7*	*21.18*	*22.85*	*-7*	*3.50*	*10.50*
Bank of Punjab	*30.46*	*26.40*	*15*	*14.53*	*11.95*	*22*	*4.44*	*3.65*	*22*	*0.00*	*1.60*
Faysal Bank	*31.28*	*32.80*	*-5*	*15.17*	*15.00*	*1*	*10.00*	*9.89*	*1*	*1.50*	*4.50*
Habib Bank Limited	*115.05*	*112.16*	*3*	*54.11*	*51.38*	*5*	*36.84*	*34.97*	*5*	*6.00*	*18.00*
MCB Bank	*86.32*	*87.48*	*-1*	*41.41*	*41.10*	*1*	*34.95*	*34.68*	*1*	*9.00*	*27.00*
Meezan Bank	*156.59*	*147.63*	*6*	*74.53*	*67.23*	*11*	*41.10*	*37.20*	*10*	*8.00*	*23.50*
National Bank	*102.78*	*142.77*	*-28*	*48.89*	*66.63*	*-27*	*22.98*	*31.32*	*-27*	*0.00*	*0.00*
United Bank Limited	*240.50*	*222.64*	*8*	*115.19*	*98.49*	*17*	*46.00*	*39.55*	*16*	*8.00*	*24.00*

SABAA
Stock Analysis of Business & Academic Advisory

Recommendation: AKBL, BAFL, BOP, HBL