

## Emirates NBD (ENBD)

Current Price (AED)	Market Cap (AED/mm)	Shares Outstanding (mm)	52 Week High (AED)
19.80 (▲ +1.28)	125,068.65	6,316.60	22.85
Month to Date (MTD%)	Quarter to Date (QTD%)	Year to Date (YTD%)	52 Week Low (AED)
-1.98%	-1.98%	-7.69%	15.45
Price-to-Earnings Ratio(x)	Price-to-Book Ratio (x)	Dividend Yield (12month)	Book Value (AED)
5.69	1.07	5.05	18.50

### Key Highlights:

- Emirates NBD's Profit before tax grew substantially by 56% QoQ to AED 7.8 Bn in 1Q25, driven by strong regional expansion, increased digital adoption, an outperforming funding base and loan growth. While recorded a decline in net profit after tax by 7% YoY to AED 6.2 Bn due to the higher tax in 1Q25.
- Emirates NBD's Earning per Share (EPS), excluding hyperinflation adjustment, is AED 1.10 compared to 1Q25 basic EPS of AED 0.96.
- Non-funded income grew by 5% YoY to AED 3.4 Bn in 1Q25 compared to AED 3.3 Bn in 1Q24 due to higher Fee and Commission Income by 20%.
- Healthy trend in Net Fee and Commission Income, up 15% QoQ and 14% YoY from successful local & international retail card business, higher Investment Banking, trade finance and wealth management income and growth in customer lending.
- Other operating income is down by 4% YoY due to higher swap funding costs in DenizBank, but significantly up by 60% QoQ on increased customer FX and Derivative income from improved Global Markets product offering.
- Emirates NBD delivered an increase in total income by 11% YoY to AED 11.9 Bn in 1Q25 compared with AED 10.7 Bn in 1Q24, propelled by strong loan growth and the ability to attract and retain low-cost deposits.
- Net Interest Margin (NIM) is up 6 bps YoY at 3.58% in 1Q25 as strong CASA growth and higher DenizBank margins more than offset the impact of interest rate cuts in 2024. while NIM is down by 7 bps QoQ to 3.58% as 100bp rate cuts in 2H24 flow through to loan pricing, NIMs tracking as expected towards 2025 ENBD guidance range of 3.3-3.5%.
- Operating expenses increased by 20% YoY to AED 3.7 Bn in 1Q25 compared to AED 3.1 Bn in 1Q24.
- The Cost-to-Income ratio at 30.9% for 1Q25 comfortably within guidance (Cost to Income ratio expected to remain within 33% for 2025F), as spend delivering strong business growth and digital & international investment continues, in addition the Cost-to-Income ratio improvement from preceding quarter on earlier higher staff costs, accelerated depreciation of completed projects, seasonal marketing costs and increased professional fees.
- The Impairment Allowances of AED 0.5 Bn on impressive recoveries as clients benefit from the regional economy growth with Non-Performing Loan ratio improving to 3.1% in 1Q25 from 4.4% in 1Q24 due to further recoveries.
- The Cost-of-Risk credit improved to 34 bps in 1Q25 (1Q24: 69 bps) on significant repayments, more than offsetting proactive provisioning for impact of higher interest rates in Türkiye.
- Total assets surpass AED 1 trillion milestone driven by strong loan growth by 3.5% QoQ in 1Q25 from regional expansion and due to regional economy growth.
- Gross Loans is up 3.5% QoQ to AED 548 Bn in 1Q25 on very strong underlying growth from the lending from international network, new lending helped deliver 7% QoQ Retail loan growth, and up 6% QoQ Corporate loan growth in 1Q25, KSA momentum continues with 15% loan growth in 1Q25, DenizBank's loans up 10% and 2% after FX, on increased lending to Manufacturing, Transport and Communication sectors.

- Personal sector loans represent 30% of Gross Loans, Transport & Services 13%, FI & Mgmt Cos 13%, Sovereign 11%, Real Estate 9%.
- Deposits grew by AED 31 Bn, 5% QoQ in 1Q25 to AED 698 Bn compared to AED 667 Bn as of Dec 2024, including a record AED 27 Bn increase in Current and Savings Accounts, reinforcing deposit mix (CASA represents 61% of total deposits).
- The bank maintained a strong capital position with Capital Adequacy Ratio (CAR) of 17.0% in 1Q25, well above the minimum regulatory requirement. The Tier 1 capital ratio stood at 15.9%, highlighting a strong capital position. The Liquidity Coverage Ratio (LCR) was robust at 184%, ensuring high liquidity buffers and financial resilience.

## FAB Securities Contacts:

### Research Department:

Ahmad Banihani +971- -6161629 [ahmad.banihani@Bankfab.com](mailto:ahmad.banihani@Bankfab.com)  
[FAB Securities Research Portal](#)

### Sales & Execution

Trading Desk Abu Dhabi Head Office +971- -6161777  
+971- -5659593  
Institutional Desk +971- -5658395  
Sales and Marketing +971- -6161703  
Customer Service +971- -6161600 [Online Trading Link](#)

## DISCLAIMER:

This report has been prepared by FAB Securities (FABS), which is authorized by the UAE Securities and Commodities Authority, licensing registration number 604002, and is a member of the Abu Dhabi Securities Exchange, Dubai Financial Market and NASDAQ Dubai. The information, opinions and materials contained in this report are provided for information purposes only and are not to be used, construed, or considered as an offer or the solicitation of an offer or recommendation to sell or to buy or to subscribe for any investment security or other financial instrument. The information, opinions and material in this report have been obtained and derived from publicly available information and other sources considered reliable without being independently verified for their accuracy or completeness. FABS gives no representation or warranty, express or implied, as to the accuracy and completeness of information and opinions expressed in this report. Opinions expressed are current as of the original publication date appearing on the report only and the information, including the opinions contained herein, are subject to change without notice. FABS is under no obligation to update this report. The investments referred to in this report might not be suitable for all recipients. Recipients should not base their investment decisions on this report and should make their own investigations, and obtain independent advice, as appropriate. Any loss or other consequences arising from the uses of material contained in this report shall be the sole and exclusive responsibility of the recipient and FABS accepts no liability for any such loss or consequence. The value of any investment could fall as well as rise and the investor may receive less than the original amount invested. Some investments mentioned in this report might not be liquid investments, which could be difficult to realise in cash. Some investments discussed in this report could be characterised by high level of volatility, which might result in loss. FABS owns the intellectual property rights and any other material contained in this report. No part of this report may be reproduced, utilised or modified in any form either in whole or in part or by any electronic, mechanical or other means, now known or hereafter invented, including photocopying and recording, or stored in any retrieval system without the prior consent of FABS in writing. While utmost care has been taken to ensure that the information provided is accurate and correct, neither FABS, nor its employees shall, in any way, be responsible for the contents. By accepting this document, the recipient agrees he/she has read the above disclaimer and to be bound by the foregoing limitations/restrictions.