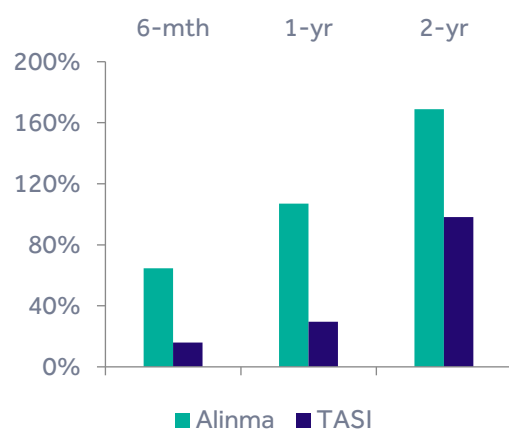


Market Data	
52-week high/low	SAR 42.45/19.06
Market Cap	SAR 82,900 mln
Shares Outstanding	2,000 mln
Free-float	99.89%
12-month ADTV	9,937,386
Bloomberg Code	ALINMA AB



Bottomline Grows +33% Q/Q

April 28, 2022

Upside to Target Price	(10.7%)	Rating	Neutral
Expected Dividend Yield	2.2%	Last Price	SAR 41.45
Expected Total Return	(8.5%)	12-mth target	SAR 37.00

Alinma Bank	1Q2022	1Q2021	Y/Y	4Q2021	Q/Q	RC Estimate
Net Financing Income	1,310	1,205	9%	1,309	0%	1,348
Total Operating Income	1,808	1,606	13%	1,682	7%	1,733
Net Income	825	642	28%	619	33%	744
Net Financing	128,965	117,149	10%	126,271	2%	133,386
Deposits	128,035	120,707	6%	121,061	6%	124,328

(All figures are in SAR mln)

- Alinma has maintained its uptrend in net financing over the past 4 years, growing by SAR 2.7 bln Q/Q in 1Q2022 while deposits also increased, adding SAR 7.0 bln Q/Q.
- Net Financing Income was stable Q/Q, yet it improved by +9% Y/Y reaching SAR 1.3 bln, matching our estimates. Non-core income jumped by +34% Q/Q and +24% Y/Y to reach SAR 498 mln due to an increase on a quarterly basis in fee income, FVIS investments income and exchange income, which was partly offset by lower other operating income.
- Total operating expense decreased by -10% Q/Q to reach SAR 888 mln, mainly due to lower provisions, rent and G&A expenses, although salaries expenses were higher. However, operating expenses were maintained at the same level as last year.
- Net Income soared by +33% Q/Q and +28% Y/Y to reach SAR 825 mln due to an increase in total operating income by +7% Q/Q and +13% Y/Y.
- We increase our target price to SAR 37.00 but maintain a Neutral rating.

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■ Stock Rating

Buy	Neutral	Sell	Not Rated
Expected Total Return Greater than +15%	Expected Total Return between -15% and +15%	Expected Total Return less than -15%	Under Review/ Restricted

The expected percentage returns are indicative, stock recommendations also incorporate relevant qualitative factors
For any feedback on our reports, please contact research@riyadcapital.com

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