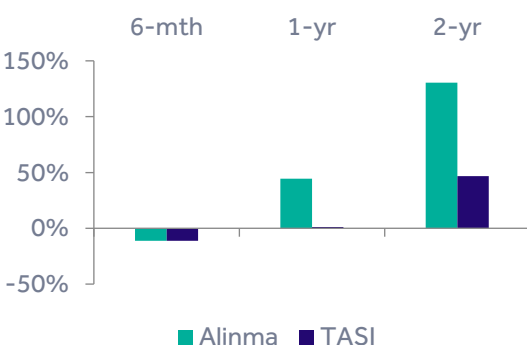


Market Data	
52-week high/low	SAR 42.45/22.20
Market Cap	SAR 72,700 mln
Shares Outstanding	2,000 mln
Free-float	99.85%
12-month ADTV	8,449,141
Bloomberg Code	ALINMA AB



**Net Income Rises +34%Y/Y**

**October 27, 2022**

Upside to Target Price	(3.7%)	Rating	Neutral
Expected Dividend Yield	2.2%	Last Price	SAR 36.35
Expected Total Return	(1.5%)	12-mth target	SAR 35.00

Alinma Bank	3Q2022	3Q2021	Y/Y	2Q2022	Q/Q	RC Estimate
Net Financing Income	1,674	1,393	20%	1,414	18%	1,500
Total Operating Income	2,075	1,722	21%	1,932	7%	1,958
Net Income	989	738	34%	925	7%	946
Net Financing	139,987	121,318	15%	131,193	7%	133,295
Deposits	132,048	116,652	13%	130,376	1%	132,983

(All figures are in SAR mln)

- Net financing grew by +7% compared to the previous quarter, adding SAR 8.8 bln, while deposits continued their uptrend, growing by SAR 1.7 bln Q/Q.
- Net Financing Income increased on both yearly and quarterly basis by +20% and +18% to SAR 1.7 bln. Non-core income of SAR 402 mln followed a similar trend to rise by +22% Y/Y but fell by -23% Q/Q.
- Total operating income increased by +21% Y/Y and +7% Q/Q, reaching a level of SAR 2.1 bln on the back of an increase in fee income, exchange income and other operating income. Total operating expense slightly increased by +8% on both yearly and quarterly basis. The yearly rise was driven by higher G&A and salaries expenses, partly offset by -5% lower provisions of SAR 264 mln (+10% Q/Q).
- Alinma Net Income jumped by +34% Y/Y and +7% Q/Q to reach SAR 989 mln, close to our estimates.
- We reduce our target price from SAR 40.00 to SAR 35.00 per share 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](mailto:research@riyadcapital.com)

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