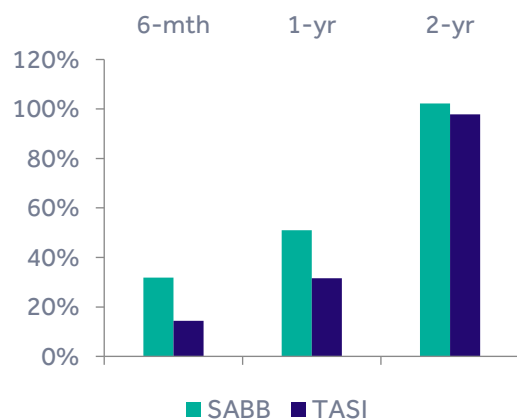


Market Data	
52-week high/low	SAR 46.10/28.00
Market Cap	SAR 90,719 mln
Shares Outstanding	2,055 mln
Free-float	39.79%
12-month ADTV	1,020,420
Bloomberg Code	SABB AB



Net Income Jumps +135% Q/Q

April 27, 2022

Upside to Target Price	(13.9%)	Rating	Neutral
Expected Dividend Yield	2.3%	Last Price	SAR 44.15
Expected Total Return	(11.7%)	12-mth target	SAR 38.00

Saudi British Bank	1Q2022	1Q2021	Y/Y	4Q2021	Q/Q	RC Estimate
Net Commission Income	1,414	1,427	(1%)	1,419	(0%)	1,522
Total Operating Income	2,112	2,022	4%	1,987	6%	2,123
Net Income	1,004	970	4%	427	135%	807
Loans & Advances	176,148	156,710	12%	167,556	5%	172,749
Deposits	193,889	183,690	6%	186,761	4%	184,609

(All figures are in SAR mln)

- SABB maintained its net loans' growth for the sixth quarter, adding SAR 8.6 bln Q/Q. Similarly, deposits grew for the second quarter with the same growth rate of +4% Q/Q, adding SAR 7.1 bln.
- NSCI was almost flat on both quarterly and yearly basis at SAR 1.4 bln. Non-core income jumped by +23% Q/Q to reach SAR 698 mln as a result of an increase in fee and commission income, income from FVSI financial instruments, exchange income and other operating income. Therefore, total operating income of SAR 2.1 bln was up by +6% Q/Q and +4% Y/Y (matching our estimates).
- Total operating expenses decreased by -8% Q/Q, reaching SAR 940 mln, mainly due to lower salaries, depreciation, amortization and rent expenses, which was partially offset by an increase in G&A expenses.
- Provisions came in at SAR 60 mln for 1Q2022, compared to SAR 2 mln in the same quarter last year and SAR 414 mln in the previous quarter.
- Net Income of SAR 1.0 bln jumped by +135% Q/Q, largely driven by lower provisions and OpEx along with an increase in total operating income and share in earnings of associates, beating both our forecast of SAR 807 mln and market estimates of SAR 781 mln.
- We increase our target price to SAR 38.00 per share, but maintain a Neutral stance.

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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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