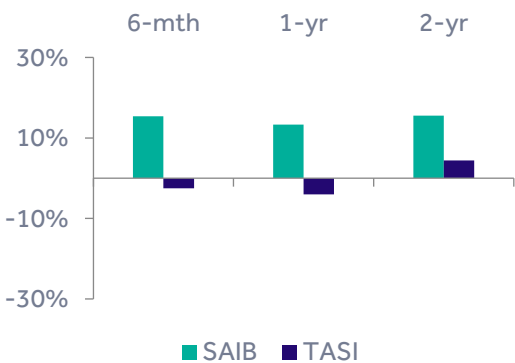


Market Data	
52-week high/low	SAR 15.58/12.04
Market Cap	SAR 18,925 mln
Shares Outstanding	1,250 mln
Free-float	69.63%
12-month ADTV	908,897
Bloomberg Code	SIBC AB



■ Robust Earnings, Financing Growth Y/Y

April 27, 2025

Upside to Target Price	18.9%	Rating	Buy
Expected Dividend Yield	5.3%	Last Price	SAR 15.14
Expected Total Return	24.2%	12-mth target	SAR 18.00

SAIB	1Q2025	1Q2024	Y/Y	4Q2024	Q/Q	RC Estimate
Net Commission Income	891	851	5%	896	(1%)	949
Total Operating Income	1,050	995	6%	1,083	(3%)	1,115
Net Income	503	442	14%	510	(1%)	512
Net Financing	104,135	84,623	23%	99,466	5%	103,364
Deposits	101,666	88,433	15%	94,013	8%	98,714

(All figures are in SAR mln)

- The bank continued to deliver strong momentum in its loan book, growing +23% Y/Y and +5% Q/Q to reach SAR 104 bln, in line with our forecast of SAR 103 bln. Deposits grew by +15% Y/Y and +8% Q/Q to SAR 102 bln. Consequently, the SAR 4.7 bln increase in net financing was outpaced by the SAR 7.7 bln increase in deposits Q/Q, resulting in a lower loan-to-deposit ratio (LDR) at 102% from 106% in 4Q2024. NSCI rose by +5% Y/Y; however, it declined -1% Q/Q to SAR 891 mln, mainly due to a decrease in special commission income, in line with our estimates.
- Operating income rose by +6% Y/Y, though it decreased -3% Q/Q, settling at SAR 1.1 bln. This decline on a sequential basis is attributable to a decrease in unrealized gain in FVSI, fee income from banking services, which was partially offset by increase in gains on disposals of FVOCI debt securities, as well as increase in exchange income. Operating expenses decreased by -3% Q/Q, mainly due to a decrease in provisions for credit and other losses by -23% Q/Q, and general and administrative expenses, reflecting enhanced credit quality and disciplined cost control.
- SAIB has reported a 1Q bottom-line of SAR 503 mln (-1% Q/Q but +14% Y/Y), matching our estimates of SAR 512 mln. The growth was driven by an increase in total operating income, as well as a decrease in provisions for credit and other losses Y/Y.
- Despite strong fundamentals, stock performance has been lackluster, reflecting cautious market sentiment. Nevertheless, SAIB's strong and sustainable growth outlook reinforces our confidence in its long-term prospects. We maintain our **Buy** rating with a target price of SAR 18.00.

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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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