

Market Data	
52-week high/low	SAR 44.62/29.66
Market Cap	SAR 215,700 mln
Shares Outstanding	6,000 mln
Free-float	62.72%
12-month ADTV	5,319,870
Bloomberg Code	SNB AB

Bottom-line Grows +6% Y/Y

November 08, 2023

Upside to Target Price 25.2%
 Expected Dividend Yield 5.0%
 Expected Total Return 30.2%

Rating Buy
 Last Price SAR 35.95
 12-mth target SAR 45.00

SNB	3Q2023	3Q2022	Y/Y	2Q2023	Q/Q	RC Estimate
Net Commission Income	6,820	6,578	4%	6,524	5%	6,931
Total Operating Income	8,737	8,448	3%	8,497	3%	8,880
Net Income	5,010	4,725	6%	5,016	(0%)	5,134
Loans & Advances	595,721	536,176	11%	577,849	3%	587,673
Deposits	624,769	596,886	5%	602,209	4%	608,231

(All figures are in SAR mln)

- SNB’s financing portfolio is up SAR 18 bln sequentially for the fourth quarter in a row (+11% Y/Y, +3% Q/Q) to SAR 596 bln while deposits added SAR 23 bln Q/Q to SAR 625 bln.
- On the back of rising interest rates, Special Commission Expense rose on both yearly and quarterly basis by +166% and +17%, respectively, to SAR 6.3 bln. Special Commission Income is also up on both yearly and quarterly basis. Hence, 3Q2023 NSCI is up +4% Y/Y and +5% Q/Q to SAR 6.8 bln, in-line with our estimates.
- 3Q23 Non-core Income went up +3% Y/Y but declined -3% Q/Q to SAR 1.9 bln. The Y/Y growth was helped by +19% higher fee from banking services as well as exchange income.
- Total Opex at SAR 2.8 bln, excluding provisions, was +14% Y/Y and +6% Q/Q higher. This rise is attributed to higher salaries and employee-related expenses, rent and other G&A expenses. The 9M2023 Provisions at SAR 492 mln were lower -68% Y/Y.
- Net Income of SAR 5.0 bln is up +6% Y/Y but flat Q/Q, in-line with our estimates, but higher versus market consensus of SAR 4.8 bln. We maintain our SAR 45.00 target price and a Buy rating.



Abdullah D Alharbi
 abdullah.ulihan.alharbi@riyadcapital.com
 +966-11-486-5680

■ 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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