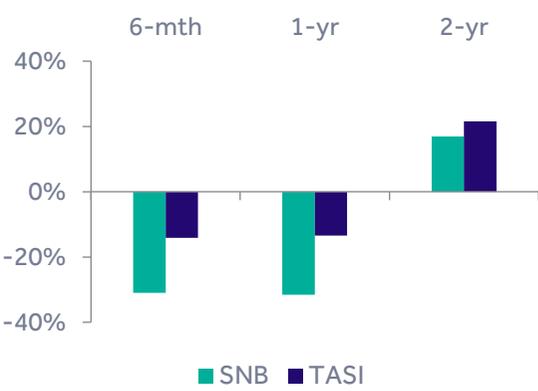


Market Data	
52-week high/low	SAR 82.00/45.75
Market Cap	SAR 220,989 mln
Shares Outstanding	4,478 mln
Free-float	62.72%
12-month ADTV	4,084,193
Bloomberg Code	SNB AB



**Deposits Decline SAR 20.3 bln Y/Y**

February 07, 2023

Upside to Target Price	39.8%	Rating	Buy
Expected Dividend Yield	4.1%	Last Price	SAR 49.35
Expected Total Return	43.9%	12-mth target	SAR 69.00

SNB	4Q2022	4Q2021	Y/Y	3Q2022	Q/Q	RC Estimate
Net Commission Income	6,840	5,935	15%	6,555	4%	6,553
Total Operating Income	8,118	7,054	15%	8,448	(4%)	8,516
Net Income	4,766	2,963	61%	4,725	1%	4,687
Loans & Advances	545,311	497,568	10%	536,176	2%	554,942
Deposits	568,283	588,574	(3%)	596,886	(5%)	614,793

(All figures are in SAR mln)

- Deposits ended the year 2022 at SAR 568 bln versus SAR 589 at 2021-end. However, the financing portfolio of SAR 545 bln was up SAR 47.7 bln (+10% Y/Y) in 2022 on the back of the growth momentum in Retail by +12% Y/Y along with growth of +7% Y/Y in Wholesale financing.
- 4Q2022 NSCI of SAR 6.8 bln was up on both yearly and quarterly basis by +15% and by +4% respectively in-line with an increase in Special Commission Income.
- Non-core income of SAR 6.7 bln increased +11% Y/Y in 2022 mainly due to an increase in fee income from banking services by +21%. Total operating income of SAR 33 bln was +17% higher Y/Y. In 4Q2022, Non-core income was recorded at SAR 1.3 bln (+14% Y/Y, -33% Q/Q).
- Total Opex at SAR 2.5 bln in 4Q, including provisions, was lower on both yearly and quarterly basis by -23% and -11% respectively mainly due to lower staff expenses and provisions.
- SNB's bottom-line for 4Q2022 reached SAR 4,766 mln (+61% Y/Y and +1% Q/Q) matching our estimate. We revise our target price to SAR 69.00 but maintained a Buy rating on the stock.

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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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