

Market Data	
52-week high/low	SAR 41.36 / 28.60
Market Cap	SAR 44,625 mln
Shares Outstanding	1,250 mln
Free-float	58.20%
12-month ADTV	823,281
Bloomberg Code	ALBI AB



## ■ Bottomline Beats Estimates on Lower Expenses

May 01, 2024

Upside to Target Price	3.6%	Rating	Neutral
Expected Dividend Yield	1.4%	Last Price	SAR 35.70
Expected Total Return	5.0%	12-mth target	SAR 37.00

Bank Albilad	1Q2024	1Q2023	Y/Y	4Q2023	Q/Q	RC Estimate
Net Fin. Income	1,045	1,037	1%	1,004	4%	1,042
Total Op Income	1,341	1,336	0%	1,337	0%	1,348
Net Income	643	560	15%	607	6%	591
Net Financing	103,306	95,483	8%	102,080	1%	106,163
Deposits	113,741	105,483	8%	112,831	1%	115,652

(All figures are in SAR mln)

- Net financing recorded a minor +1% increase Q/Q to SAR 103.3 bln while deposits witnessed a similar quarterly growth to SAR 113.7 bln. Both loan and deposit growth has moderated Q/Q as compared to the higher sequential growth witnessed in 4Q2023. Simple LDR increased to 91% from 88% last quarter as SAR 1.2 bln in loans were added versus an addition of SAR 0.9 bln in deposits.
- Net financing and investment income grew by a decent +4% Q/Q to SAR 1.04 bln, matching our forecast, but up just +1% Y/Y. Higher interest rates have resulted in a surge in return on deposits, mostly offsetting higher income from financing on a yearly basis. NIMs have also witnessed contraction Y/Y. Non-core income is down -11% Q/Q to SAR 297 mln, likely on lower net fee and commission income.
- Total operating income came in-line with our estimates at SAR 1.3 bln, flat both Q/Q and Y/Y. Net impairment charge for 1Q increased by +10% Q/Q but is down a whopping -60% Y/Y to SAR 52 mln.
- Net income of SAR 643 mln (+15% Y/Y, +6% Q/Q) beat our SAR 591 mln forecast and SAR 618 mln consensus, primarily on lower operating costs and provisions. We maintain our Neutral recommendation and SAR 37.00 target price.

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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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