

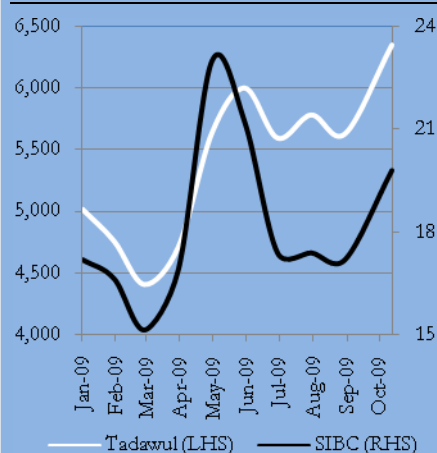
Market Data

Bloomberg Code:	SIBC AB
Reuters:	1030.SE
CMP (14 Oct 2009):	SR19.8
O/S (mn):	450.0
Market Cap (SRmn):	8,910.0
Market Cap (US\$mn):	2,376.0
Price/EPS 2009e (x):	16.5
Price/BVPS 2009e (x):	1.2

Price Performance 1-Yr

High (SR):	23.7
Low (SR):	14.6
Average Volume:	291,133

Share Price Performance



Source: Zanyja

Faisal Hasan, CFA

Head of Research
fhasan@global.com.kw
Phone No: 2295 1270

Mohammad Ali Shah

Financial Analyst
mashah@globalinv.com.sa
Phone No: +966-1-2199966 ext. 951

Saudi Investment Bank– 9M/2009 Review

- Saudi Investment Bank (SIBC)** recorded significant quarterly growth showing net income increase of 207.6% (from SR66mn in 3Q08 to SR203mn in 3Q09), which led to an annual profitability rise of 4.4% (from SR604mn in 9M08 to SR631mn in 9M09). Overall, the bank's core banking performance was subdued, while the support arrived from better control over operating expenses (which include impairments for credit & investment portfolios).
- As we await the detailed financial results for more elaborate analysis, we have not yet revised our current estimates and expect the bank to post net income growth of about 5.0% in FY09.

(all figs. in SR mn, unless stated)	3Q08	3Q09	YoY	9M08	9M09	YoY
Net special comm. income	222	240	8.1%	827	744	-10.0%
Operating income	415	370	-10.8%	1,511	1,049	-30.6%
Net income	66	203	207.6%	604	631	4.4%
EPS (SR)	0.15	0.45	207.6%	1.34	1.40	4.4%
Loans (SR bn)	30	31	2.2%	30	31	2.2%
Deposits (SR bn)	43	38	-10.8%	43	38	-10.8%
Assets (SR bn)	55	51	-7.2%	55	51	-7.2%

Source: Tadawul & Company reports

- Although the bank's net special commission income showed quarterly increase of 8.1% (from SR222mn in 3Q08 to SR240mn in 3Q09), the nine-month results recorded a decline of 10.0% posting net special commission income of SR744mn in 9M09.
- SIBC's lower top-line performance seems to be aggravated by non-interest income, as the total operating income on quarterly basis showed a decrease of 10.8%, and nine-monthly decline of 30.6% (from SR1,511mn in 9M08 to SR1,049mn in 9M09). The operating expenses category offered support for the bottom-line results.
- The bank's customer deposit base (YoY) reduced by of 10.8% (from SR43bn in 9M08 to SR38bn in 9M09), while on YTD basis showed drop of 6.6%. However, the loan book (YoY) showed an increase of 2.2% (from SR30bn in 9M08 to SR31bn in 9M09).
- Overall the bank's total assets posted declining trend. The assets showed (YoY) decline of 7.2% (from SR55bn in 9M08 to SR51bn in 9M09) and YTD decrease of 4.8%.

Global Investment House

Global Tower
Sharq, Al-Shuhada Str.
P.O. Box: 28807 Safat, 13149 Kuwait

Website: www.globalinv.net
Tel. + (965) 2 295 1000
Fax. + (965) 2 295 1005

Brokerage

Khaled Abd Elrahman Khaled
(965) 2295-1700
kkhalid@global.com.kw

Research

Faisal Hasan, CFA
(965) 2295-1270
fhasan@global.com.kw

Index

Rasha Al-Huneidi
(965) 2295-1285
huneidi@global.com.kw

Wealth Management - Kuwait

Rasha Al-Qenaei
(965) 2295-1380
alqenaei@global.com.kw

Wealth Management - International

Fahad Al-Ibrahim
(965) 2295-1400
fahad@global.com.kw

Global Kuwait

Tel: (965) 2 295 1000
Fax: (965) 2 295 1005
P.O.Box 28807 Safat, 13149 Kuwait

Global Bahrain

Tel: (973) 17 210011
Fax: (973) 17 210222
P.O.Box 855 Manama, Bahrain

Global Dubai

Tel: (971) 4 257977
Fax: (971) 4 257960/1/2
P.O.Box 121227 Dubai, UAE

Global Abu Dhabi

Tel: (971) 2 6744446
Fax: (971) 2 6725263/4
P.O.Box 127373 Abu Dhabi, UAE

Global Saudi Arabia

Tel: (966) 1 2199966
Fax: (966) 1 2178481
P.O. Box 66930 Riyadh 11586,
Kingdom of Saudi Arabia

Global Qatar

Tel: (974) 4967305
Fax: (974) 4967307
P.O.Box 18126 Doha, Qatar

Global Egypt

Tel: 20 (2) 37609526
Fax: 20 (2) 37609506
P.O.Box 7 Abdel Hadi Saleh St.,
El-Nasr Tower, Giza

Global Jordan

Tel: (962) 6 5005060
Fax: (962) 6 5005066
P.O.Box 3268 Amman 11180,
Jordan

Global Wealth Manager

E-mail : contactus@global.com.kw

Tel. : +965 1 (804242)

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