



04 April 2010

1Q10 Earnings Preview

We present our 1Q 2010 Net Income and EPS estimates for our companies under coverage.

Stocks under coverage	Ticker	Recom.	Price	Price	Net Income 1Q10E			EPS
			SAR	Target SAR	SAR mn	% Chg. YoY	% Chg. QoQ	1Q10E SAR
Almarai	2280.SE	Neutral	194.8	195	248	25.6	(0.4)	2.16
Savola*	2050.SE	Neutral	35.7	32.8	191	7.3	(28.9)	0.38
Al Othaim	4001.SE	Overweight	60.8	66.3	17	3.5	2.9	0.75
Jarir	4190.SE	Overweight	144.5	166.6	112	4.0	8.0	2.79
Al Hokair**	4240.SE	Overweight	41.0	42.0	37	135.9	(12.0)	0.53
Yamama Cement	3020.SE	Overweight	53.3	61.6	132	4.8	(9.0)	0.98
Yanbu Cement	3060.SE	Neutral	46.5	46.9	133	(12.4)	66.6	1.27
Eastern Cement	3080.SE	Underweight	49.7	44.8	110	13.5	119.8	1.28
Qassim Cement	3040.SE	Neutral	73.0	80.1	165	8.9	(8.0)	1.83
Southern Cement	3050.SE	Neutral	70.3	65.8	214	6.9	18.4	1.53
Saudi Cement	3030.SE	Underweight	73.0	62.6	178	17.1	22.3	1.75
Saudi Electricity	5110.SE	Neutral	12.6	13.0	(973)	26.2	90.9	(0.23)
Saudi Steel Pipes	1320.SE	Overweight	32.5	40.5	19	(42.0)	47.6	0.38
Maaden	1211.SE	Underweight	19.1	15.3	82	344.1	(76.1)	0.09
SAFCO	2020.SE	Underweight	143.8	128	665	26.9	77.0	2.70
Sipchem	2310.SE	Overweight	23.7	27.9	87	197.5	53.5	0.26
Tasnee	2060.SE	Overweight	30.9	33.2	257	NA	15.7	0.56

Source: Reuters, NCBC Research

* Adjusted estimate, excluding SAR200mn gain from Herfy IPO.

** AlHokair is for 4Q2010. FY2010e net income estimate is SAR241.1mn

Strategy

Eiji Aono
e.aono@ncbc.com
Tel. +966 2 690 7786

Please refer to the last
page for important
disclaimer



Kindly send all mailing list requests to research@ncbc.com

Brokerage website www.alahlitadawul.com / www.alahlibrokerage.com

Corporate website www.ncbc.com

NCBC INVESTMENT RATINGS

Overweight:	Target price represents expected returns in excess of 15% in the next 12 months
Neutral:	Target price represents expected returns between -10% and +15% in the next 12 months
Underweight:	Target price represents a fall in share price exceeding 10% in the next 12 months
Price Target:	Analysts set share price targets for individual companies based on a 12 month horizon. These share price targets are subject to a range of company specific and market risks. Target prices are based on a methodology chosen by the analyst as the best predictor of the share price over the 12 month horizon

OTHER DEFINITIONS

NR:	Not Rated. The investment rating has been suspended temporarily. Such suspension is in compliance with applicable regulations and/or in circumstances when NCB Capital is acting in an advisory capacity in a merger or strategic transaction involving the company and in certain other situations
CS:	Coverage Suspended. NCBC has suspended coverage of this company
NC:	Not Covered. NCBC does not cover this company

IMPORTANT INFORMATION

The authors of this document hereby certify that the views expressed in this document accurately reflect their personal views regarding the securities and companies that are the subject of this document. The authors also certify that neither they nor their respective spouses or dependants (if relevant) hold a beneficial interest in the securities that are the subject of this document. Funds managed by NCB Capital and its subsidiaries for third parties may own the securities that are the subject of this document. NCB Capital or its subsidiaries may own securities in one or more of the aforementioned companies, or funds or in funds managed by third parties. The authors of this document may own securities in funds open to the public that invest in the securities mentioned in this document as part of a diversified portfolio over which they have no discretion. The Investment Banking division of NCB Capital may be in the process of soliciting or executing fee earning mandates for companies that are either the subject of this document or are mentioned in this document.

This document is issued to the person to whom NCB Capital has issued it. This document is intended for general information purposes only, and may not be reproduced or redistributed to any other person. This document is not intended as an offer or solicitation with respect to the purchase or sale of any security. This document is not intended to take into account any investment suitability needs of the recipient. In particular, this document is not customized to the specific investment objectives, financial situation, risk appetite or other needs of any person who may receive this document. NCB Capital strongly advises every potential investor to seek professional legal, accounting and financial guidance when determining whether an investment in a security is appropriate to his or her needs. Any investment recommendations contained in this document take into account both risk and expected return. Information and opinions contained in this document have been compiled or arrived at by NCB Capital from sources believed to be reliable, but NCB Capital has not independently verified the contents of this document and such information may be condensed or incomplete. Accordingly, no representation or warranty, express or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of the information and opinions contained in this document. To the maximum extent permitted by applicable law and regulation, NCB Capital shall not be liable for any loss that may arise from the use of this document or its contents or otherwise arising in connection therewith. Any financial projections, fair value estimates and statements regarding future prospects contained in this document may not be realized. All opinions and estimates included in this document constitute NCB Capital's judgment as of the date of production of this document, and are subject to change without notice. Past performance of any investment is not indicative of future results. The value of securities, the income from them, the prices and currencies of securities, can go down as well as up. An investor may get back less than he or she originally invested. Additionally, fees may apply on investments in securities. Changes in currency rates may have an adverse effect on the value, price or income of a security. No part of this document may be reproduced without the written permission of NCB Capital. Neither this document nor any copy hereof may be distributed in any jurisdiction outside the Kingdom of Saudi Arabia where its distribution may be restricted by law. Persons who receive this document should make themselves aware, of and adhere to, any such restrictions. By accepting this document, the recipient agrees to be bound by the foregoing limitations.

NCB Capital is authorised by the Capital Market Authority of the Kingdom of Saudi Arabia to carry out dealing, as principal and agent, and underwriting, managing, arranging, advising and custody, with respect to securities under licence number 37-06046. NCB Capital's registered office is at 25th Floor, Al-Faisaliyah Tower, King Fahad Road, P.O. Box 22216, Riyadh 11495, Kingdom of Saudi Arabia.