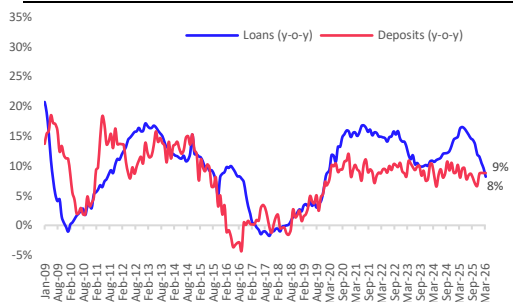
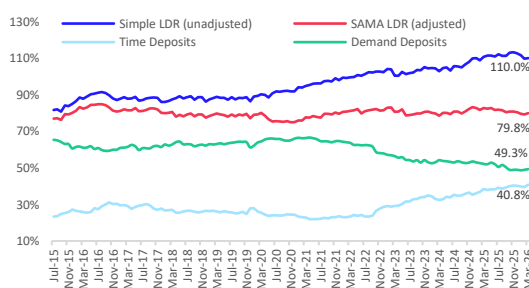


Loans and Deposits growth y-o-y trend



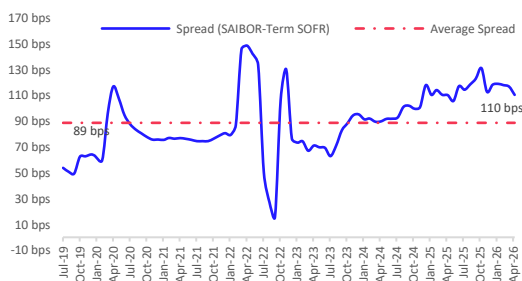
Source: SAMA, Al Rajhi Capital

LDR & Deposits Mix



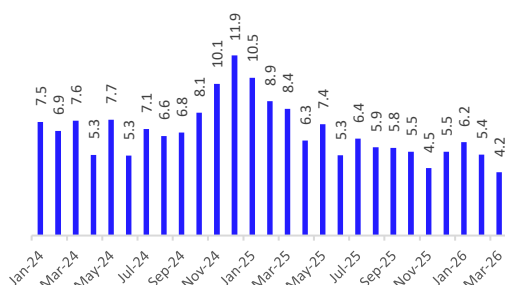
Source: SAMA, Al Rajhi Capital.

SAIBOR – Term SOFR Spread



Source: Bloomberg, SAMA, Al Rajhi Capital

Mortgage Origination Trend (SAR bn)



Source: SAMA, Al Rajhi Capital

Saudi Banking Monthly Report

Corporate loan growth resilient, mortgages under pressure

- **Credit growth picked up modestly led by corporate growth**
- **Mortgage originations declined m-o-m, Q1 average lags 2H25 levels**
- **Growth in time/demand deposits offset by quasi-money deposits decline**
- **SAIBOR-Term SOFR spread improves vs. Sep/Oct 2025, but remains elevated**
- **E-commerce spending recovers in March**

More details:

Credit: Growth saw a modest uptick in March to +0.6% m-o-m (+8.2% y-o-y), vs. +0.5% m-o-m in February and average +0.9% m-o-m in 2025. Corporate loan growth (+1.0% m-o-m, +11.3% y-o-y) remained resilient, but retail loan growth (+0.1% m-o-m, +4.4% y-o-y) was subdued.

Mortgage: Monthly originations decelerated to SAR 4.2bn (-22.0% m-o-m and -50.1% y-o-y), lowest in the last 3 years. Q1 2026 average is SAR 5.2 bn, 7% below 2H25's average of SAR 5.6bn and 22% below FY25 average of SAR 6.7bn.

Deposits: Total deposits grew 0.3% m-o-m (+8.8% y-o-y), led by time (+3.7% m-o-m) and demand deposits (+1.1% m-o-m), largely offset by decline in quasi deposits (-14.5% m-o-m). Time deposits were led by government (+9.5% m-o-m), while demand deposits were driven by private (+2.2%). The mix of time deposits rose 134bps m-o-m to 40.8%.

Liquidity: As deposits lagged credit growth, simple LDR increased 32bps m-o-m to 110.0%, while the adjusted LDR was up 58bps to 79.8%. Liquidity situation (SAIBOR–Term SOFR spread) has improved compared to Sep/Oct 2025, however, spreads remain above historical average levels.

Consumer spending (incl. PoS, cash withdrawals, e-commerce) rose 12.5% m-o-m to SAR 150.1bn (+1.4% y-o-y), with E-commerce leading the growth (+16.2% m-o-m, +28.4% y-o-y).

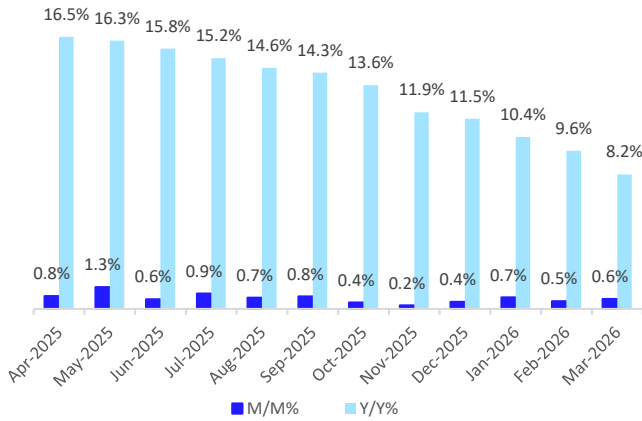
Profitability: Profit before Zakat and tax (PBT) for March came in at SAR 10.0bn, +21.6% m-o-m and +13.9% y-o-y (February: -3.2% m-o-m, +0.1% y-o-y); 1Q26 profit grew 6.4% y-o-y.

Figure 1 SAMA Monthly Data

(SAR bn)	Mar-26	Mar-25	y-o-y	Feb-26	m-o-m
Credit					
Total Credit	3,355	3,102	8.2%	3,335	0.6%
Claims on Private Sector	3,101	2,885	7.5%	3,083	0.6%
Claims on Public Sector	255	217	17.1%	252	1.0%
Deposits					
Total Deposits	3,051	2,804	8.8%	3,041	0.3%
Demand Deposits	1,504	1,462	2.9%	1,488	1.1%
Time Deposits	1,244	1,076	15.6%	1,199	3.7%
Interbank Liabilities	105	119	-12.2%	111	-5.9%
Key Ratios					
Demand Deposit Mix	49.3%	52.1%	-282 bps	48.9%	38 bps
Time Deposit Mix	40.8%	38.4%	241 bps	39.4%	134 bps
Simple LDR (%)	110.0%	110.6%	-64 bps	109.7%	32 bps
SAMA LDR (%)	79.8%	82.7%	-288 bps	79.2%	58 bps
Other Key Indicators					
Residential Mortgage	4.2	8.4	-50.1%	5.4	-22.0%
Average Mortgage Origination (YTD)	5.2	9.3	-43.3%	5.8	-9.2%
Profit before Zakat	10.0	8.8	13.9%	8.3	21.6%
Rates (%)					
SAIBOR 3M*	4.85%	5.40%	-55 bps	4.84%	1 bps
Term SOFR*	3.68%	4.30%	-61 bps	3.66%	3 bps
Spread (SAIBOR-SOFR)	117 bps	110 bps	6 bps	118 bps	-1 bps

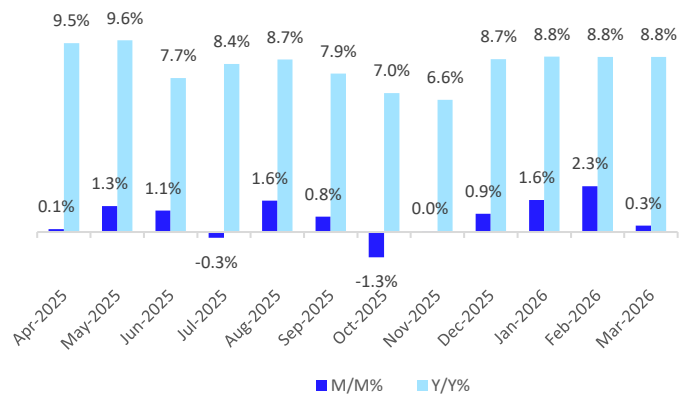
Source: SAMA, Al Rajhi Capital. *Average taken for March 2026, March 2025 and February 2026. **Claims on Private sector excludes investments in private securities; Claims on Public sector excludes govt and quasi-govt bonds

Figure 2 Credit Growth (Last 12 months)



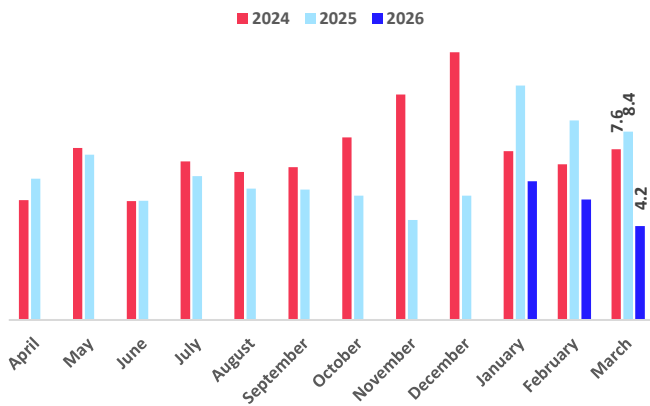
Source: SAMA, Al Rajhi Capital

Figure 3 Deposit growth (Last 12 months)



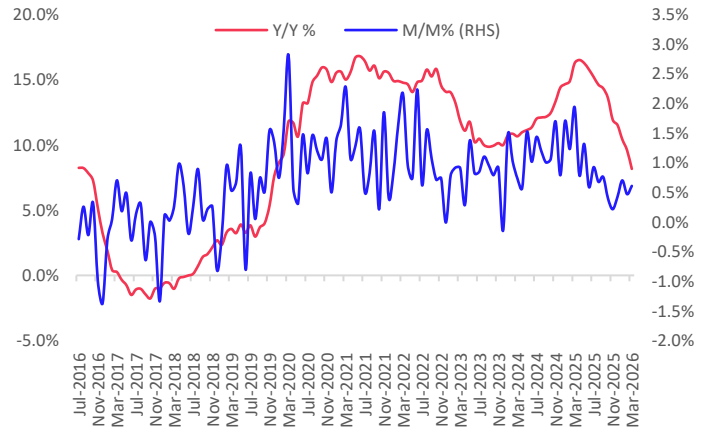
Source: SAMA, Al Rajhi Capital

Figure 4 New Mortgage Origination (Last 12M, SAR bn)



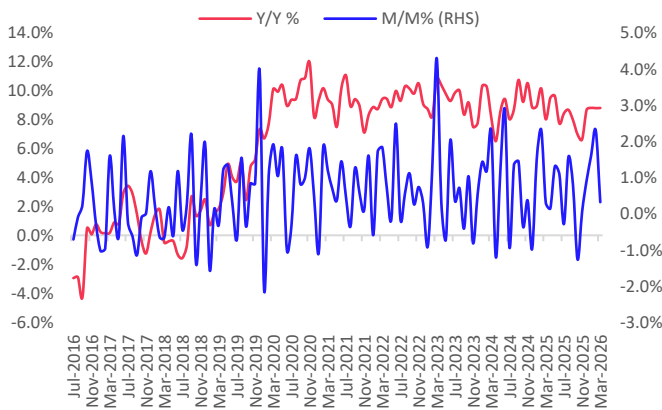
Source: SAMA, Al Rajhi Capital

Figure 5 Credit Growth long-term



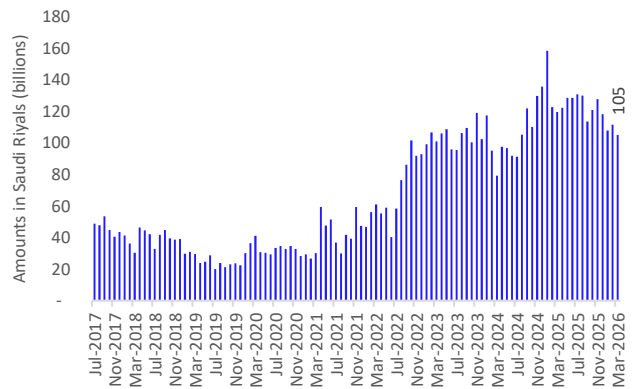
Source: SAMA, Al Rajhi Capital

Figure 6 Deposit Growth long-term



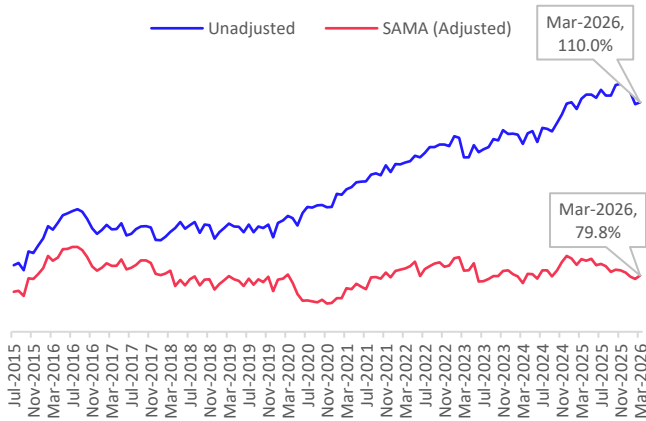
Source: SAMA, Al Rajhi Capital

Figure 7 Interbank Liabilities (Long-term)



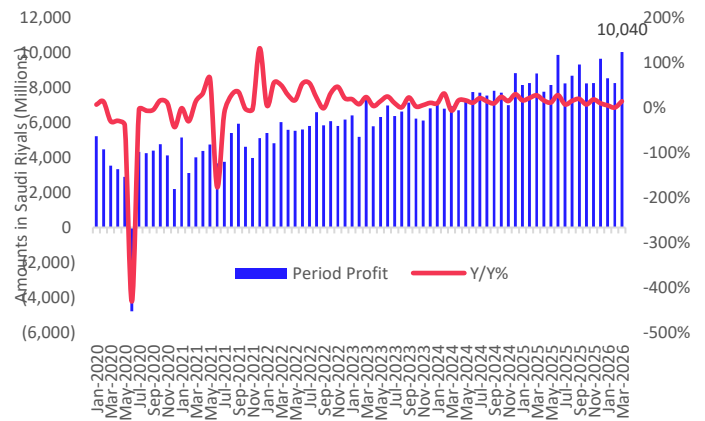
Source: SAMA, Al Rajhi Capital

Figure 8 LDR Long-term



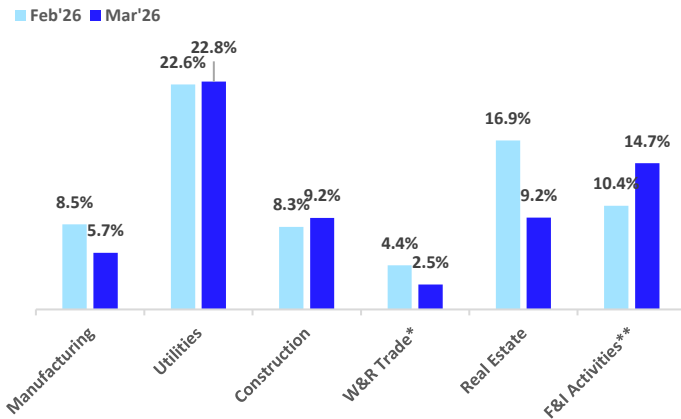
Source: SAMA, Al Rajhi Capital

Figure 9 Bank profit before zakat



Source: SAMA, Al Rajhi Capital

Figure 10 Bank-Credit Classified by Economic Activity



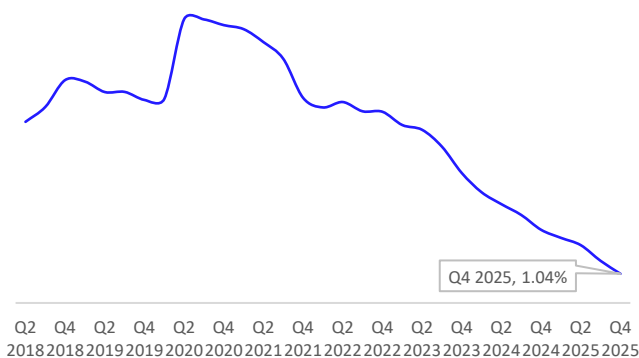
Source: Saudi Central Bank, Al Rajhi Capital; * Wholesale and Retail Trade; ** Finance & Insurance Activities

Figure 11 Return on Equity (Banks)



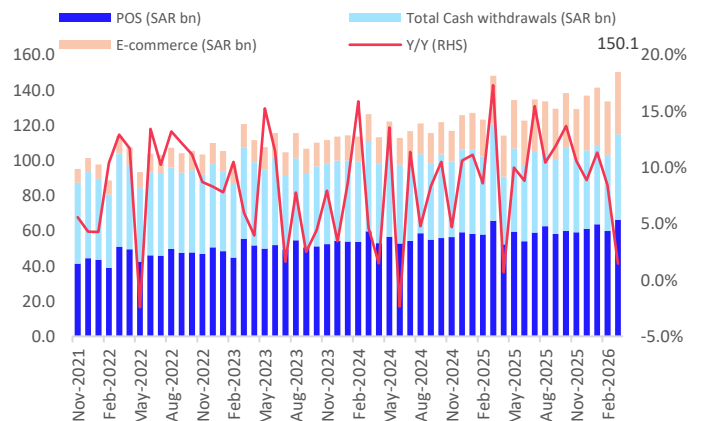
Source: SAMA, Al Rajhi Capital

Figure 12 Non-performing loans to Gross loans



Source: SAMA, Al Rajhi Capital

Figure 13 Consumer spending trend (SAR bn)



Source: SAMA, Al Rajhi Capital

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