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Arab National Bank (ANB) (1080.SE)

October 06, 2008

- Arab National Bank (ANB) reported a net profit of SAR 628 million in 3Q2008, 3% over the same period last year, and 4% below our forecast of SAR 656 million. Net profit in 9M2008 reached SAR 2,052 million, 3.9% over the same period last year.
- Loans reached SAR 74.5 billion, growing by 7% in 3Q2008, in line with our 6% forecast.
- Deposits reached SAR 88.6 billion, growing by 4% in 3Q2008, in line with our 5% forecast.
- Components of income like net interest income and income from fees and commissions, as well as details of costs are still not available.
- ANB has shown a very steady performance in 2008 with stable growth rates in loans, deposits, and net profit.
- We reiterate our favorable view on ANB and maintain the long-term fair value per share at SAR 76.50. ANB was last seen trading at SAR 44.20. This represents a 73% upside potential, hence, we maintain our "Buy" recommendation.

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Related Research

- ANB Update - 02 Sept. 2008
- ANB Update - 21 Feb. 2008