

## Banking Monthly Report (November 2025)

**Loans and deposits:** Bank lending to the private sector grew 10.6% y/y in November 2025 (+0.2% m/m), slightly lower than last month's growth. Meanwhile, retail real estate loans grew by 9.0% y/y in November 2025 (+0.6% m/m). However, residential new monthly mortgage disbursements declined significantly by 55.6% y/y to SAR4.5bn in November 2025. At 6.6% y/y (flat m/m), deposits grew slower than loans on an annual basis. With regards to the deposit mix, the share of Time & Savings deposits stood at 40% in November 2025. Time and Savings deposits, and Government deposits (32% of total deposits) grew by 18.3% y/y and 6.1% y/y, respectively, in November 2025, while demand deposits declined by 1.3% over the same period. The sector's LDR declined 8bps m/m to 80.7% in November 2025, with banks relying on capital market instruments to maintain loan growth.

**Banking sector profits:** The profit before tax for the banks increased 18.0% y/y and 0.2% m/m to SAR8.3bn in November 2025. Meanwhile, the 4Q25 (Oct & Nov) profit before tax grew 12.2% y/y to SAR16.5bn. The yield curve remains inverted, with Saudi 3M SAIBOR at ~4.9%, and the 10Y Govt Bond yield at ~4.6%.

**Economic activity:** PoS transactions grew 10.7% y/y in November 2025, while ATM withdrawals declined 2.5% over the same period. KSA's non-oil private sector PMI fell to 58.5 in November 2025 from 60.2 in October 2025, still in the expansionary phase signaling robust growth in non-oil private sector. The Federal Reserve, at its December 09–10 meeting, cut its benchmark rate by 25bps to 3.50–3.75% for the third time in 2025 amid a slowdown in economic growth and job gains. The Fed signaled a cautiously dovish stance, emphasizing future policy decisions to be data driven.

Figure 1: Key metrics

Key metrics (SARbn unless specified)	Nov-25	Nov-24	y/y	Oct-25	m/m
<b>Loans</b>					
Claims on Private Sector	3,142	2,842	10.6%	3,135	0.2%
Residential New Mortgages	4.5	10.1	-55.6%	5.5	-19.5%
Retail Real Estate Loans*	736	675	9.0%	732	0.6%
Claims on Govt. and Quasi Govt.	896	779	14.9%	895	0.0%
<b>Deposits</b>					
Total Deposits	2,899	2,719	6.6%	2,898	0.0%
Demand Deposits	1,418	1,436	-1.3%	1,415	0.2%
Time and Savings Deposits	1,171	990	18.3%	1,161	0.9%
Government Deposits	919	867	6.1%	902	1.9%
<b>Other key indicators</b>					
LDR (%)	80.7%	82.2%	-143bps	80.8%	-8bps
Profit Before Tax	8.3	7.0	18.0%	8.2	0.2%
SAMA Foreign Reserves (US\$bn)	464	450	3.0%	442	4.8%
Money Supply (M3)	3,139	2,946	6.6%	3,138	0.0%
<b>Rates (%)</b>					
	<b>Spot</b>	<b>2023</b>	<b>2024</b>	<b>YTD^</b>	
SAIBOR 3M	4.9%	5.9%	6.0%	5.3%	
Repo	4.3%	5.7%	5.8%	4.9%	
Reverse Repo	3.8%	5.2%	5.3%	4.4%	
<b>US Fed Data</b>					
	<b>Current</b>	<b>2025</b>	<b>2026</b>	<b>2027</b>	
Bbg cons. benchmark rate expectations	3.75%	3.75%	3.22%	3.22%	
Next Fed meeting	27-28 January 2026				

Source: SAMA, Bloomberg. \*Based on our calculations, cumulative number as on latest month, ^Average

### Valuation metrics of Saudi Banks

Bank	P/E*	P/B	Div. Yield*
Al Rajhi	14.7x	3.6x	3.6%
SNB	9.1x	1.3x	5.9%
Riyad	8.2x	1.3x	6.1%
Alinma	9.8x	1.7x	4.4%
BJAZ	9.4x	0.9x	1.8%
Al Bilad	11.4x	2.0x	2.5%
BSF	8.7x	1.0x	6.6%
Arab	8.1x	1.1x	6.4%
SIB	7.8x	1.0x	6.3%
SAB	7.9x	1.0x	6.4%

Source: Bbg, \*based on Bbg cons. (12m fwd)

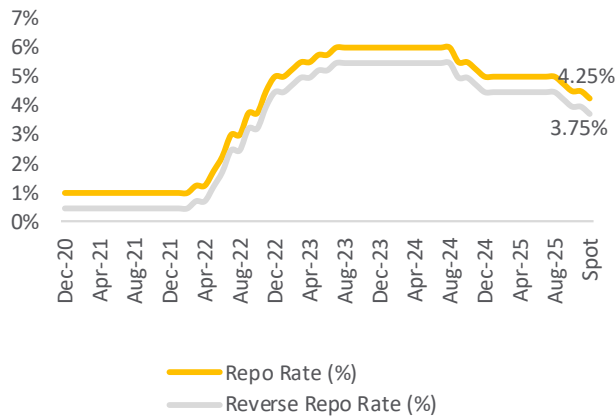
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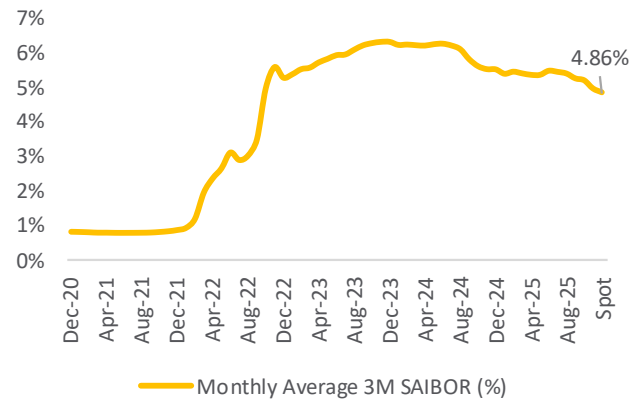
## Chart Pack

Figure 2: Policy Rates



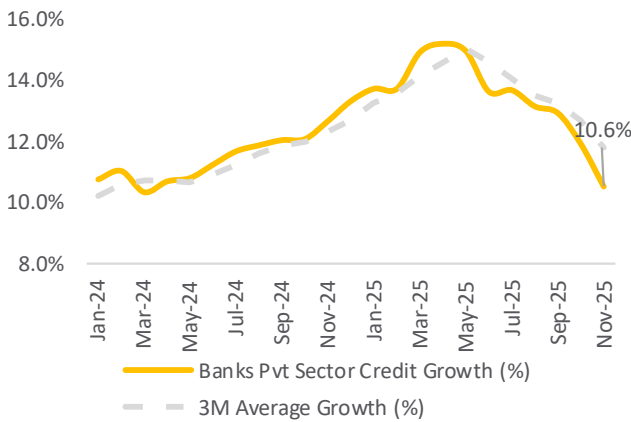
Source: SAMA, GIB Capital

Figure 3: Monthly Average 3M SAIBOR



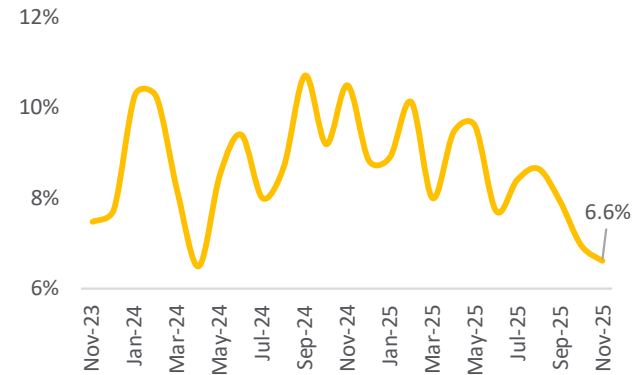
Source: Bloomberg, SAMA, GIB Capital

Figure 4: Banks Private Sector Credit Growth (y/y)



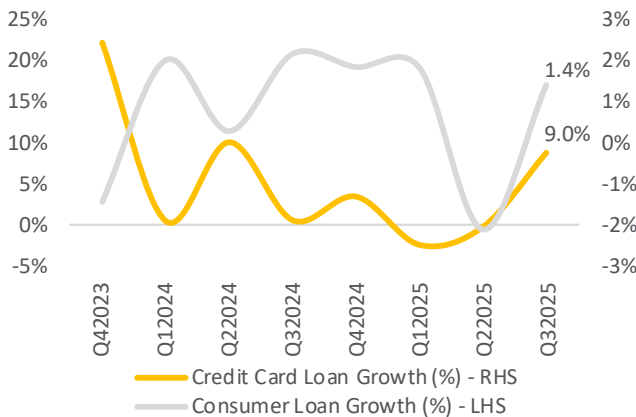
Source: SAMA, GIB Capital

Figure 5: Banks Deposit Growth (y/y)



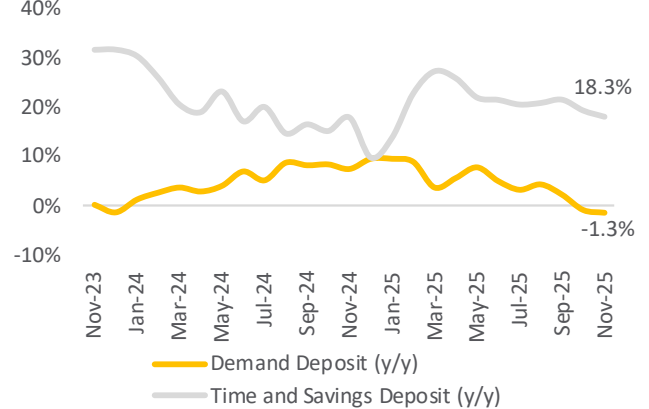
Source: SAMA, GIB Capital

Figure 6: Consumer and Credit Card Loan Growth (q/q)



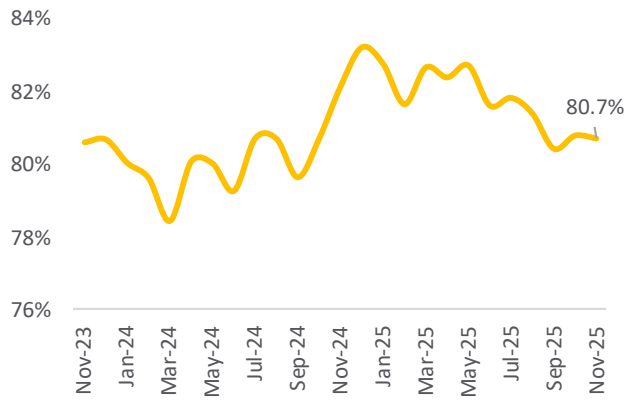
Source: SAMA, GIB Capital

Figure 7: Demand vs. Time and Savings Deposit Growth



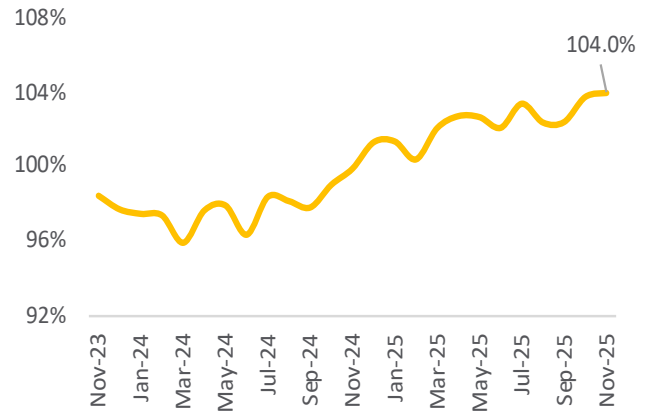
Source: SAMA, GIB Capital

Figure 8: Banks Loans-to-Deposit Ratio



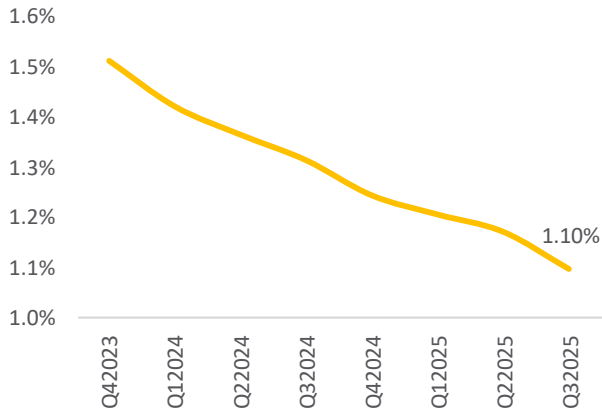
Source: SAMA, GIB Capital

Figure 9: Loans-to-Deposit Ratio



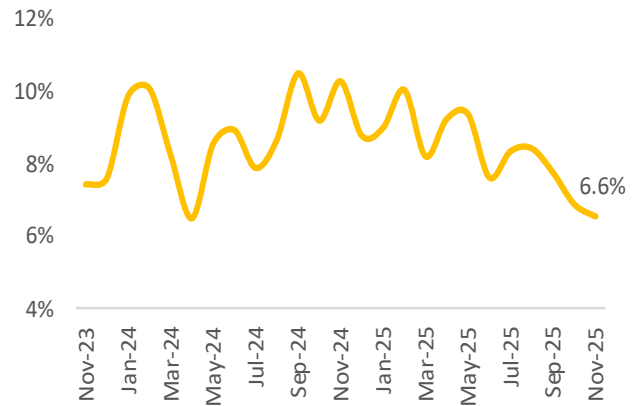
Source: GIB Capital, calculated as reported loans/reported deposits

Figure 10: Non-Performing Loans (NPL) as % of Total Loans



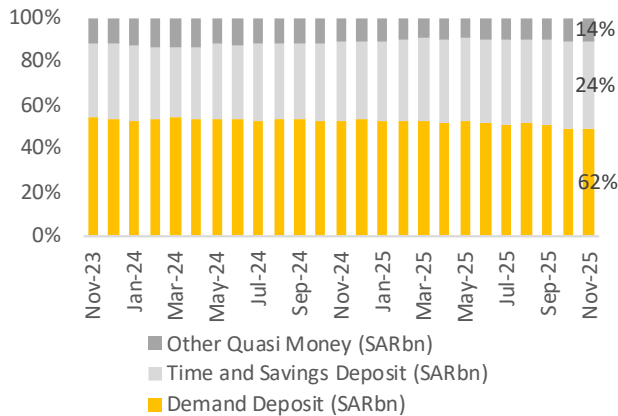
Source: SAMA, GIB Capital

Figure 11: Banking Sector Non-Govt Deposits Growth (y/y)



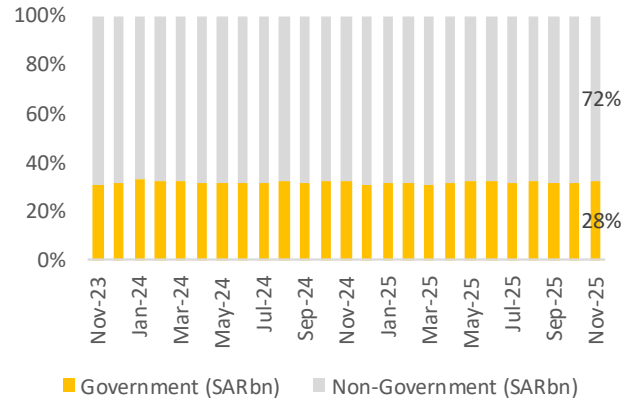
Source: SAMA, GIB Capital

Figure 12: Mix of Deposit – Demand, Time and Savings, and Others



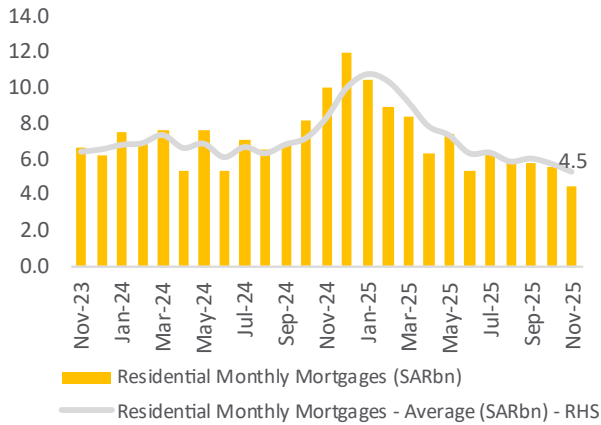
Source: SAMA, GIB Capital

Figure 13: Mix of Deposit – Government and Non-Government



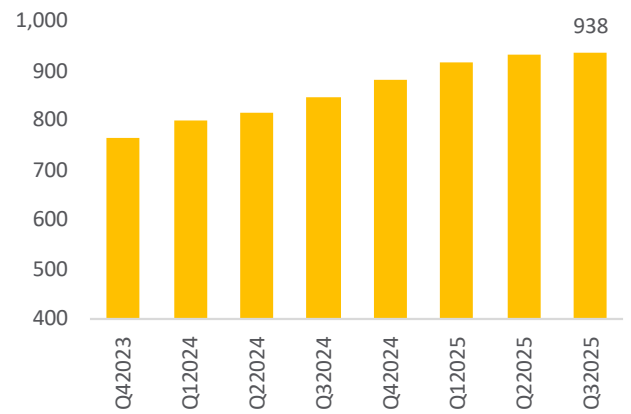
Source: SAMA, GIB Capital

Figure 14: Residential Monthly Mortgages



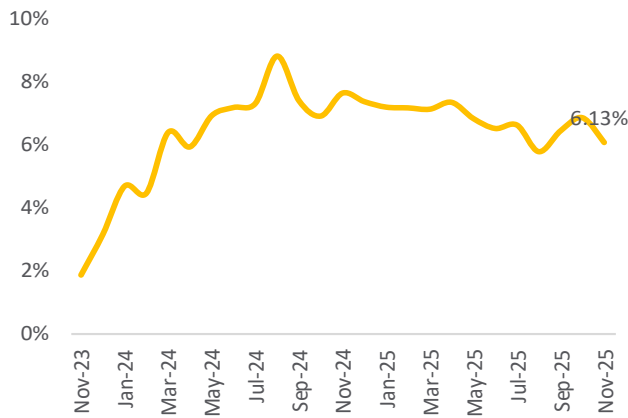
Source: SAMA, GIB Capital

Figure 15: Real Estate Loans by Banks (SARbn)



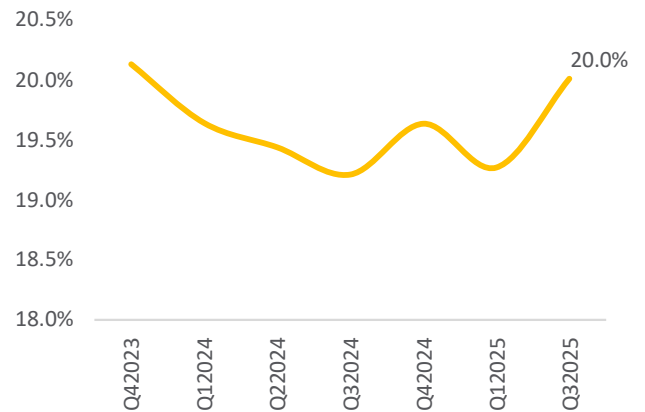
Source: SAMA, GIB Capital

Figure 16: Banking Sector Total Assets Growth (y/y)



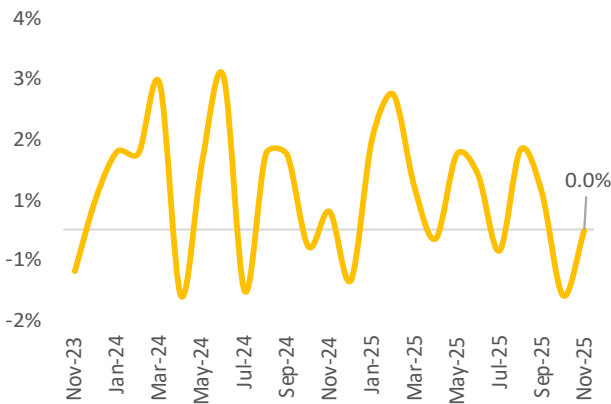
Source: SAMA, GIB Capital

Figure 17: Tier1 Capital-to-Risk Weighted Assets (RWA)



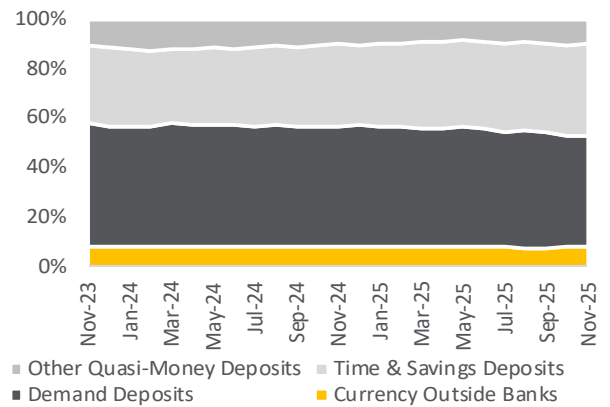
Source: SAMA, GIB Capital

Figure 18: Money Supply (M3) Growth (m/m)



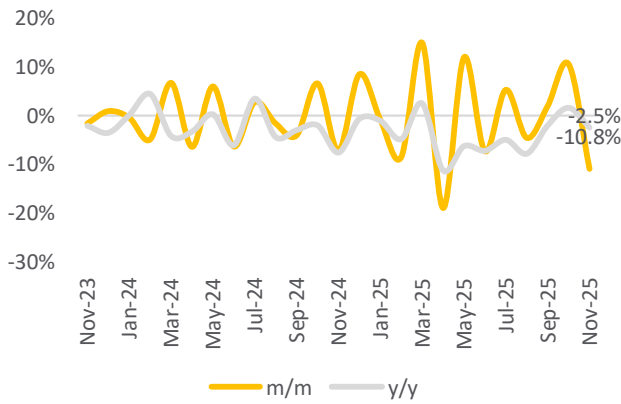
Source: SAMA, GIB Capital

Figure 19: Money Supply (M3) Components



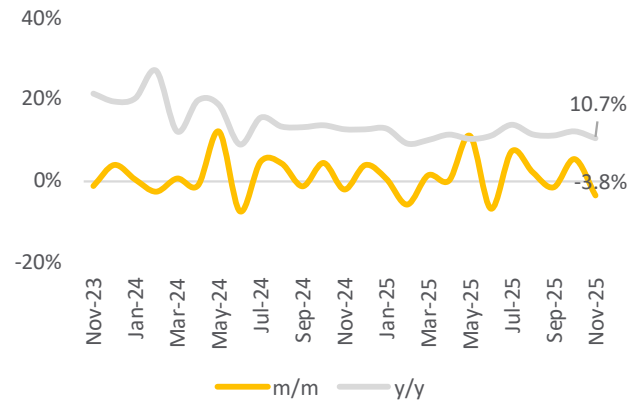
Source: SAMA, GIB Capital

Figure 20: ATM Withdrawals Growth



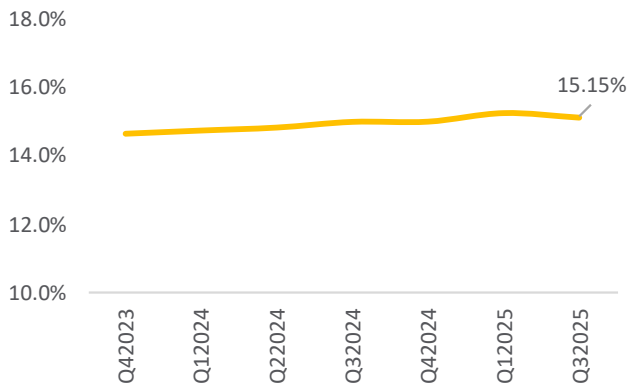
Source: SAMA, GIB Capital

Figure 21: PoS Transactions Growth



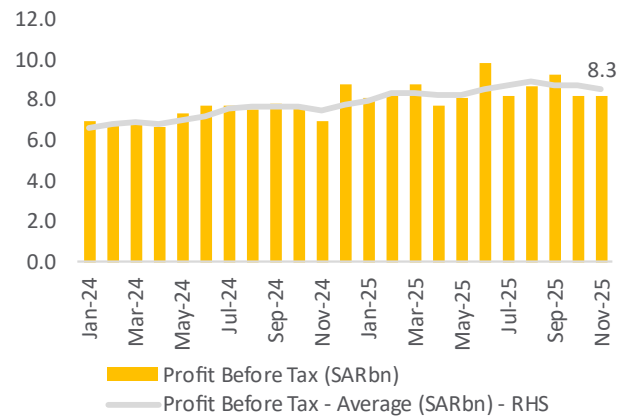
Source: SAMA, GIB Capital

Figure 22: Return on Equity



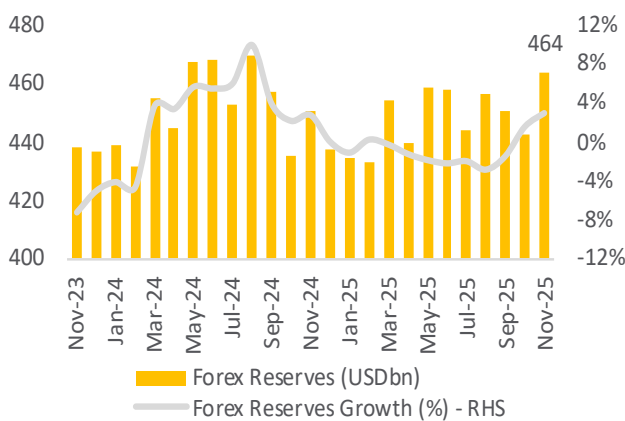
Source: SAMA, GIB Capital

Figure 23: Profit Before Tax



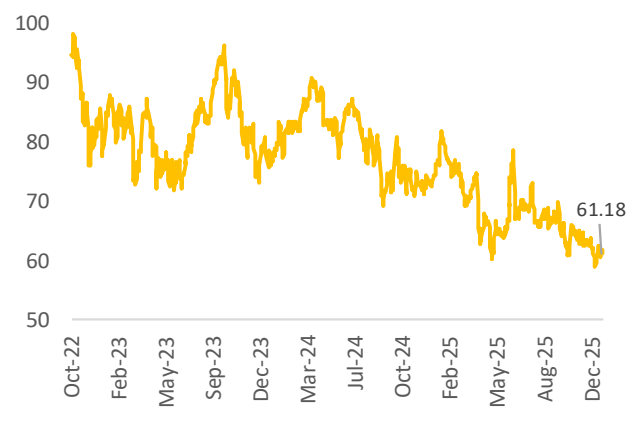
Source: SAMA, GIB Capital

Figure 24: Forex reserves



Source: SAMA, GIB Capital

Figure 25: Oil prices (US\$/bbl)



Source: Bloomberg, GIB Capital

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