

INTRODUCING SAUDI DEPOSITARY RECEIPTS

WHAT ARE SAUDI DEPOSITARY RECEIPTS (SDRs)?

SDRs are financial instrument listed on the Saudi Exchange, allowing investors in the Saudi Capital Market to access shares of foreign companies listed on international exchanges, without the need for a foreign investor account.

KEY BENEFITS OF SAUDI DEPOSITARY RECEIPTS (SDRs):



Ease of Access to Foreign Companies

Enables investors in the Saudi Capital Market to diversify their portfolios with international equities without needing a foreign brokerage account.



Local Currency Trading & Settlement

SDRs are traded and settled in Saudi Riyal.



Increased Liquidity & Flexibility

SDRs offer liquidity and flexibility, facilitating the transfer of the security between the Saudi Capital Market and the foreign exchanges by enabling the conversion of the SDR into shares in the foreign exchange, which provides the opportunity to trade the company's shares in two different exchanges.