

**Company**

National  
Industrialization  
Company (Tasnee)  
2Q25 Result Review

**Rating**

Accumulate

**Bloomberg Ticker**

NIC AB

**Date**

4 August 2025

**Results**

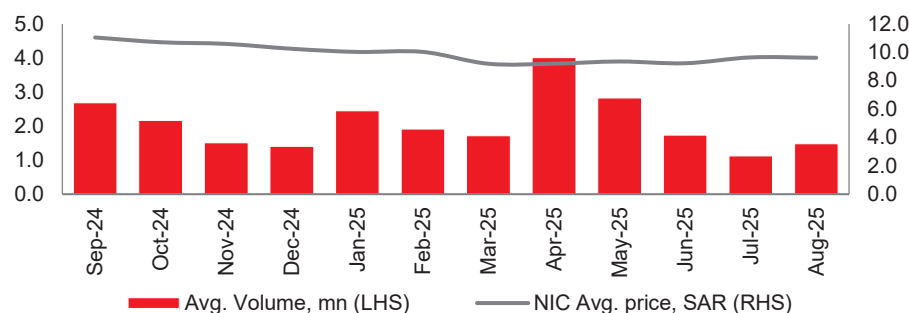
Target Price SAR 11.2

Upside/ Downside 16.4%

Current Market Price (SAR)	9.62
52wk High / Low (SAR)	11.64/8.53
12m Average Vol. (000)	2,071
Mkt. Cap. (USD/SAR mn)	1,669/6,261
Shares Outstanding (mn)	668.9
Free Float	89%
3m ADTV (SAR mn)	17.7
6m ADTV (SAR mn)	19.4
P/E'25e (x)	6.0x
EV/EBITDA'25e (x)	29.0x
Dividend Yield '25e	0.0%
Price Perf. (1m/3m) (%)	-5.3/0.9

**Research Department**

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**Revenue decreased 20% YoY in 2Q25, in line with our estimates**

For 2Q25, Tasnee reported a revenue of SAR 809mn (-20% YoY, -6% QoQ), in line with U-Capital estimates. For 1H25, revenue declined by 5% YoY to SAR 1,672mn.

**Net loss of SAR 66mn in 2Q25**

For 2Q25, Tasnee reported a net loss of SAR 66mn against the net profit of SAR 53mn and SAR 896mn in 2Q24 and 1Q25, respectively. For 1H25, the company reported a net profit of SAR 830mn against the loss of SAR 19mn in 1H24, mainly due to the extraordinary result in 1Q25.

**U-Capital view**

For 2Q25, the net loss was mainly attributable to the decrease in average selling prices for most of the products, lower sales volumes across certain product categories, an increase in feedstock costs, selling expenses, zakat charge and a reduction in contribution from JVs. Also, the increased share of losses from an associate, Tronox Holdings plc, continues to weigh on the bottom line. We maintain our target price of SAR 11.2.

**Income Statement**

SAR mn	2Q24	3Q24	4Q24	1Q25	2Q25	2Q25e	YoY	QoQ	Var.	1H24	1H25	YoY
<b>P&amp;L</b>												
Revenue	1,007	1,029	1,103	863	809	844	-20%	-6%	-4%	1,769	1,672	-5%
Gross profit/(loss)	95	107	5	69	122	70	29%	76%	74%	114	191	67%
Operating profit/(loss)	99	136	-381	-152	-47	62	NM	-69%	NM	67	-200	NM
Net profit/(loss)	53	89	33	896	-66	43	NM	NM	NM	-19	830	NM
<b>BS</b>												
Sh. Equity	9,535	9,705	9,654	10,484	10,480		10%	-0.04%		9,535	10,480	10%
<b>Ratios</b>												
OP. profit margin	9.8%	13.2%	-34.6%	-17.7%	-5.8%	7.4%				3.8%	-11.9%	
Net profit margin	5.2%	8.7%	3.0%	103.8%	-8.1%	5.1%				-1.1%	49.7%	
EPS	0.08	0.13	0.05	1.34	-0.10	0.06				-0.03	1.24	
PE, TTM					6.8							
ROE, TTM					9.4%							

Source: Financials, Tadawul Disclosure, Bloomberg, U Capital Research; NM=not meaningful

For our  
last report





# Investment Research

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## Disclaimer

### Recommendation

BUY	ACCUMULATE	HOLD	REDUCE	SELL
Greater than 20%	Between +10% and +20%	Between +10% and -10%	Between -10% and -20%	Lower than -20%

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