

Company

Bupa Arabia for Cooperative Insurance Company

1Q26 Result Review

Rating

Buy

Bloomberg Ticker

BUPA AB

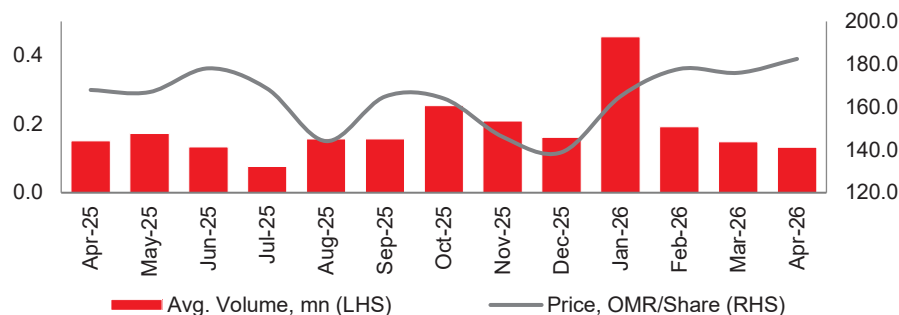
Date

7 May 2026

Results

Target Price (SAR)	194.6
Total Return	10.8%

Current Market Price (SAR)	180.1
52wk High / Low (SAR)	190/131.4
12m Average Vol. (m)	170.3
Mkt. Cap. (USD/SAR mn)	7,202/27,015
Shares Outstanding (mn)	150.0
Free Float (%)	51.7%
3M ADTV (SAR mn)	26.8
6M ADTV (SAR mn)	29.6
P/E'26e (x)	22.0
P/B'26e (x)	4.2
Dividend Yield '26e (%)	2.8%
Price Perf. (1m/3m) (%)	4/11.2

Research DepartmentEmail: ubhar-research@u-capital.netFor our
last report**Topline driven by higher insurance lives and business growth**

Bupa's insurance revenue grew by 19% YoY to SAR 5.2bn, outperforming our estimates. This was driven by business growth and an increase in insured lives. Moreover, GWP (Gross Written Premium) increased by 17% YoY to SAR7.5bn.

Opex increase creating a drag on overall profitability

Net profit increased slightly by 2% YoY to SAR 387mn, supported by a 5% YoY growth in net investment results, which was partially offset by a 7% YoY decline in insurance service results and a 15% YoY increase in operating expenses driven by inflationary pressures.

U-Capital View

Bupa Arabia reported growth on both a YoY and QoQ basis in revenue and profits, and we expect this positive momentum to persist throughout the remainder of FY26e. Growth in insurance revenue was primarily driven by continued business expansion and an increase in insured lives. Profitability was further supported by an improvement in net investment income compared to the prior year. We maintain our Buy recommendation on the stock with a target price of SAR 194.6/share.

Financial Summary

SAR mn	1Q25	2Q25	3Q25	4Q25	1Q26	1Q26e	YoY	QoQ	Var.
P&L									
Insurance revenue	4,410	4,716	5,044	5,133	5,240	4,655	19%	2%	13%
Ins Services Result	390	231	295	6	363	372	-7%	5938%	-3%
Net Profit/(Loss) - Insurance Results	351	229	309	-12	361	361	3%	n.m	0%
Net Profit/(Loss) – Invest. Results	186	185	187	173	196	168	5%	14%	17%
Net Profit	380	286	364	49	387	442	2%	697%	-12%
BS									
Shareholders' Equity	5,569	5,244	5,662	5,628	5,892				
Ratios									
Insurance Result Margin	8.0%	4.9%	6.1%	-0.2%	6.9%	7.8%			
Net Profit Margin	8.6%	6.1%	7.2%	0.9%	7.4%	9.5%			
RoE (TTM)					18.9%				
P/E (TTM)					25.0				
P/Bv					4.6				

Source: Financials, TASI, Bloomberg, U Capital Research, *Shareholders' Equity is after Deducting Minority Equity, n.m: not meaningful

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Disclaimer

Recommendation

BUY

Greater than 10%

HOLD

Between
0% and +10%

SELL

Lower than 0%

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