

Company

Saudi Industrial
Investment Group
2Q25 Result Review

Rating

Under Review

Bloomberg Ticker

SIIG AB

Date

3 August 2025

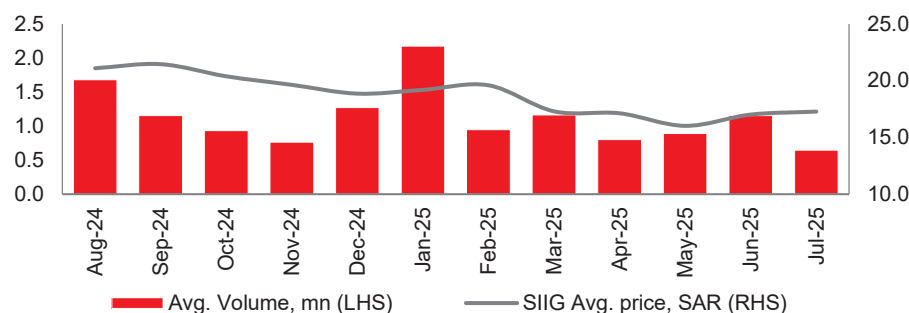
Results

Target Price SAR	UR
Upside/ Downside	-

Current Market Price (SAR)	17.98
52wk High / Low (SAR)	21.21/14.26
12m Average Vol. (mn)	1.0
Mkt. Cap. (USD/SAR mn)	3,256/12,214
Shares Outstanding (mn)	679.3
Free Float	81%
3m ADTV (SAR mn)	12.8
6m ADTV (mn)	14.5
P/E'25e (x)	77.9x
EV/EBITDA'25e (x)	59.6x
Dividend Yield '25e	2.8%
Price Perf. (1m/3m) (%)	7.0/16.7

Ubhar Research

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**Operating profit plunged by 79% YoY in 2Q25**

For 2Q25, SIIG reported an operating profit of SAR 13.0mn, reflecting a decline of 79% on a YoY basis. For 1H25, operating profit dropped by 66% YoY to SAR 33.0mn.

Net income dropped 69% YoY in 2Q25

Net income for 2Q25 clocked in at SAR 20.0mn (-69% YoY). This decrease is mainly attributed to lower selling prices and a surge in feedstock and energy costs, despite higher sales volume.

U-Capital view

SIIG's 1H25 net income declined on a YoY basis, mainly due to the lower selling prices, an increase in feedstock and energy costs. Additionally, general and administrative expenses were higher primarily due to legal and advisory costs for the capital reduction and share buyback transaction during 2Q25. SIIG's diversified portfolio of joint ventures and subsidiaries across the aromatics and polymers value chain positions the company to benefit from a potential recovery in end-use product demand. However, with petrochemical prices likely to remain under pressure for the remainder of 2025, we intend to revisit our investment thesis and target price to reflect evolving market dynamics.

For our
last report

**Financial Summary**

SAR mn	2Q24	3Q24	4Q24	1Q25	2Q25	2Q25e	YoY	QoQ	Var.	1H24	1H25	YoY
P&L												
Operating Profit	62.0	106.2	-88.7	19.7	13.0	39.6	-79%	-35%	-67%	98.0	33.0	-66%
Net Income	64.4	98.1	11.3	18.2	20.0	32.6	-69%	11%	-39%	92.0	38.0	-59%
BS												
Sh. Equity	10,114	9,835	9,835	9,853	9,062		-10%	-8%		10,114	9,062	-10%
Ratios (%)												
BVPS*	14.9	14.5	14.5	14.5	13.3					14.9	13.3	
P/Bv					1.3							
EPS*	0.09	0.14	0.02	0.03	0.03					0.14	0.06	
P/E, TTM					82.8							
ROE, TTM					1.5%							

Source: Financials, Tadawul Disclosure, Bloomberg, U Capital Research

* EPS, BVPS are calculated based on 2Q25 shares outstanding



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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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