

Company

National
Industrialization
Company (Tasnee)
3Q25 Result Review

Rating

Hold

Bloomberg Ticker

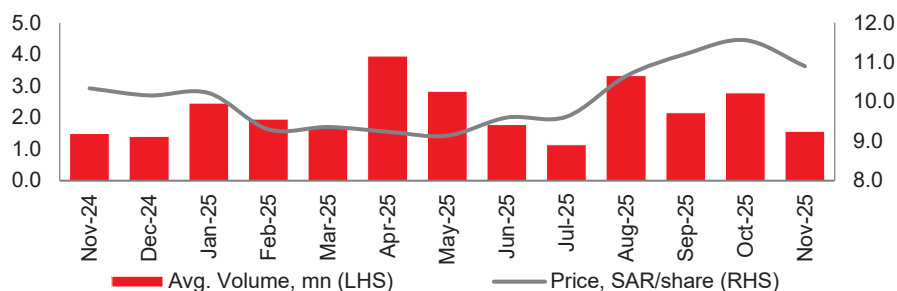
NIC AB

Date

12 November 2025

Results

Target Price SAR	11.6
Upside/ Downside	6.0%

**Revenue decreased 16% YoY in 3Q25, in line with our estimates**

For 3Q25, Tasnee's revenue declined 16% YoY to SAR 860mn mainly due to the decrease in average selling prices and sales volumes for most of the products, coming in line with our estimates.

Net loss reported on lower selling prices and weak JV performance

Tasnee reported a net loss of SAR 559mn in 3Q25, compared to a net profit a year ago, driven by lower selling prices across most products and weaker sales volumes. The loss was further exacerbated by declining joint venture earnings, resulting from higher feedstock costs and softer prices, as well as increased losses from Tronox Holdings plc.

U Capital view

The global petrochemical sector continues to face structural challenges, with weak industrial demand and persistent supply imbalances maintaining pressure on margins. In view of the muted demand outlook and lack of a meaningful recovery in industry fundamentals, we maintain our Hold rating on the stock, with a target price of SAR 11.6/share.

Income Statement

SAR mn	3Q24	4Q24	1Q25	2Q25	3Q25	3Q25e	YoY	QoQ	Var.	9M24	9M25	YoY
P&L												
Revenue	1,029	1,103	863	809	860	827	-16%	6%	4%	2,798	2,531	-10%
Gross profit/(loss)	107	5	69	122	47	125	-56%	-61%	-62%	221	239	8%
Operating profit/(loss)	136	(381)	(152)	(47)	(657)	(45)	NM	NM	NM	203	(857)	NM
Net profit/(loss)	89	33	896	(66)	(559)	(78)	NM	NM	NM	70	272	289%
BS												
Sh. Equity	9,705	9,654	10,484	10,480	9,974		3%	-5%		9,705	9,974	3%
Ratios												
Gross margin	10.4%	0.4%	8.0%	15.1%	5.5%	15.1%				7.9%	9.4%	
OP. profit margin	13.2%	-34.6%	-17.7%	-5.8%	-76.4%	-5.4%				7.2%	-33.8%	
Net profit margin	8.7%	3.0%	103.8%	-8.1%	-65.0%	-9.4%				2.5%	10.7%	
EPS	0.13	0.05	1.34	(0.10)	(0.83)	(0.12)				0.10	0.41	
PE, TTM					23.9							
ROE, TTM					3.0%							
P/Bv					0.7							

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

Current Market Price (SAR)	10.9
52wk High / Low (SAR)	11.9/8.5
12m Average Vol. (mn)	2.1
Mkt. Cap. (USD/SAR mn)	1,944/7,291
Shares Outstanding (mn)	668.9
Free Float	88.7%
3m ADTV (SAR mn)	26.9
6m ADTV (SAR mn)	21.9
P/E'26e (x)	13.1x
EV/EBITDA'26e (x)	49.2x
Dividend Yield '26e	0.0%
Price Perf. (1m/3m) (%)	-5.3/12.8

Research Department

Email: ubhar-research@u-capital.net

For our
last report





Investment Research

Ubhar-Research@u-capital.net

Head of Research

Tahir Abbas

+968 2494 9036 | tahir@u-capital.net

Research Team

Ahlam Al-Harhi

+968 2494 9024 | ahlam.harhi@u-capital.net

Sandesh Shetty

+968 2494 9059 | sandesh@u-capital.net

Amira Al Alawi

+968 2494 9012 | amira.alalawi@u-capital.net

Rao Aamir Ali

+968 2494 9066 | Rao@u-capital.net

Head of Brokerage

Talal Al Balushi

+968 2494 9051 | talal@u-capital.net

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%

Ubhar Capital SAOC (U Capital)

Website: www.u-capital.net

PO Box 1137, PC 111, Sultanate of Oman

Tel: +968 2494 9036 | **Fax:** +968 2494 9099 | **Email:** research@u-capital.net

Disclaimer: This report has been prepared by Ubhar Capital (U Capital) Research and is provided for information purposes only. Under no circumstances is it to be used or considered as an offer to sell or solicitation of any offer to buy. While all reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. The company accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. All opinions and estimates included in this document constitute U Capital Research team's judgment as at the date of production of this report and are subject to change without notice. This report may not be reproduced, distributed or published by any recipient for any other purpose.