

## Company

# Saudi Basic Industries Corp 3Q25 Result Review

## Rating

Hold

## Bloomberg Ticker

SABIC AB

## Date

4 November 2025

## Results

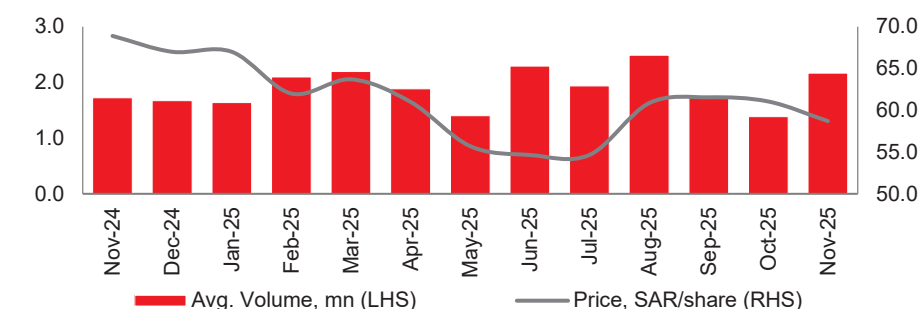
Target Price SAR	63.4
Upside/ Downside	8.1%

Current Market Price (SAR)	58.7
52wk High / Low (SAR)	73.6/53.0
12m Average Vol. (mn)	1.8
Mkt. Cap. (USD/SAR mn)	46,956/176,100
Shares Outstanding (mn)	3,000
Free Float	30.0%
3m ADTV (SAR mn)	104.6
6m ADTV (SAR mn)	104.4
P/E'26e (x)	NM
EV/EBITDA'26e (x)	15.7x
Dividend Yield '26e	3.5%
Price Perf. (1m/3m) (%)	-4.6/7.2

## Ubhar Research

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## Revenue fell in 3Q25 amid weaker pricing and softer volumes

Sabic posted 3Q25 revenue of SAR 34.3bn, down 7% YoY and 3% QoQ, reflecting lower average selling prices and reduced sales volumes.

## Net profit declined on YoY basis due to lower gross profit, other operating income and higher zakat and tax

Net profit for 3Q25 stood at SAR 0.4bn, down 56% YoY, driven by weaker gross margins, reduced other operating income, and elevated zakat and tax charges partially offset by lower SGA costs and improved JV performance etc.

## U Capital view

The global petrochemical sector continues to face structural headwinds, weighed down by subdued industrial demand and persistent supply overhang, both exerting sustained pressure on margins. Heightened uncertainty around trade flows and regulatory shifts further amplifies volatility across commodity markets. In light of the tepid demand outlook and the lack of a meaningful recovery in sector fundamentals, we maintain our Hold rating on the stock, with a target price of SAR 63.4/share.

## Financial Summary

SAR bn	3Q24	4Q24	1Q25	2Q25	3Q25	3Q25e	YoY	QoQ	Var.	9M24	9M25	YoY
<b>P&amp;L</b>												
Revenue	36.9	34.7	34.6	35.6	34.3	36.2	-7%	-3%	-5%	105.3	104.5	-1%
Gross Profit	7.0	5.6	4.8	4.4	6.1	4.0	-13%	38%	52%	20.1	15.3	-24%
Operating Profit	2.5	(0.1)	(0.8)	(1.9)	1.7	(0.3)	-33%	NM	NM	5.8	(1.0)	NM
Net Income	1.0	(1.9)	(1.2)	(4.1)	0.4	(0.4)	-56%	NM	NM	3.4	(4.8)	NM
<b>BS</b>												
Sh. Equity	165.0	156.4	156.1	153.9	149.4		-9%	-3%		165.0	149.4	-9%
<b>Ratios</b>												
Gross margin	19.0%	16.0%	13.9%	12.4%	17.8%	11.1%				19.1%	14.7%	
Operating margin	6.7%	-0.1%	-2.2%	-5.3%	4.8%	-0.8%				5.5%	-0.9%	
Net income margin	2.7%	-5.4%	-3.5%	-11.4%	1.3%	-1.2%				3.3%	-4.6%	
EPS, SAR	0.33	(0.63)	(0.40)	(1.36)	0.15	(0.15)				1.14	(1.61)	
P/E, TTM					NM							
ROE, TTM					NM							
P/Bv					1.2							

Source: Financials, Tadawul, Bloomberg, U Capital Research, NM=Not Meaningful



# 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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