

Company

Almarai Company

4Q25 Result Review

Rating

Buy

Bloomberg Ticker

ALMARAI AB

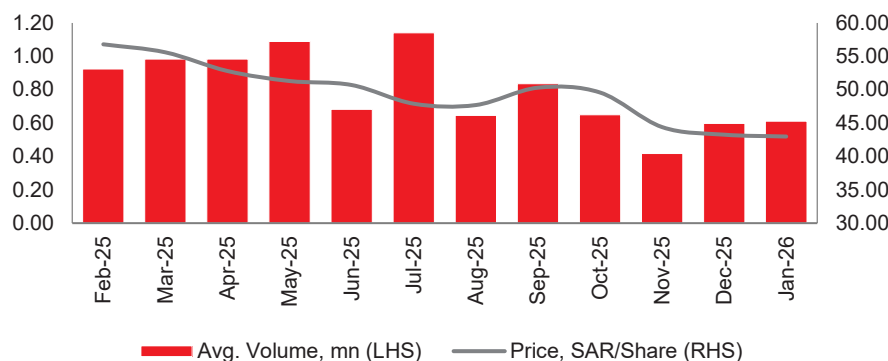
Date

20 January 2026

Results

Target Price SAR 53.0

Total Return 25.9%

**Revenue rises 6% YoY in 4Q25, closely matching our estimate**

Almarai's revenue increased by 6% YoY in 4Q25, closely aligned with our estimate. Revenue growth was broad-based across product categories, driven by poultry, food, dairy, bakery, and water. The company also registered higher revenue across all sales channels.

Net profit outpaces revenue growth, ahead of our estimate

Net profit increased faster than revenue in 4Q25, rising 8% YoY and beating our expectations. Apart from higher revenue, tight cost management and a favorable revenue mix helped net profit outpace revenue growth.

U-Capital view

Considering better-than-expected earnings growth and profitability, we maintain our SAR 53.0/share target price on the company. At the current market price, the stock is trading at 16.5x of our FY26e EPS and 9.5x FY26e EV/EBITDA, well below its 3-year average blended forward P/E of 22.1x and EV/EBITDA of 12.1x.

Current Market Price (SAR)	43.0
52wk High / Low (SAR)	59.3/41.2
12m Average Vol. (mn)	0.8
Mkt. Cap. (USD/SAR mn)	11,461/42,980
Shares Outstanding (mn)	1,000.0
Free Float (%)	75.4%
3M ADTV (SAR mn)	25.6
6M ADTV (SAR mn)	29.2
P/E'26e (x)	16.5
EV/EBITDA'26e (x)	9.5
Dividend Yield '26e (%)	2.6%
Price Perf. (1m/3m) (%)	-0.5/-11.6

Research DepartmentEmail: ubhar-research@u-capital.netFor our
last report**Financial Summary**

SAR mn	4Q24	1Q25	2Q25	3Q25	4Q25	4Q25e	YoY	QoQ	Var.	FY24	FY25	YoY
P&L												
Revenue	5,157	5,767	5,288	5,553	5,457	5,444	6%	-2%	0%	20,980	22,065	5%
Gross profit	1,583	1,769	1,713	1,747	1,659	1,607	5%	-5%	3%	6,664	6,888	3%
Operating profit	591	874	813	757	616	584	4%	-19%	5%	2,995	3,060	2%
Net profit	431	731	647	613	465	439	8%	-24%	6%	2,313	2,456	6%
BS												
Sh. Equity	18,791	19,703	19,363	20,043	20,527		9%	2%		18,791	20,527	9%
Ratios												
Gross margin	30.7%	30.7%	32.4%	31.5%	30.4%	29.5%				31.8%	31.2%	
Operating margin	11.5%	15.2%	15.4%	13.6%	11.3%	10.7%				14.3%	13.9%	
Net profit margin	8.4%	12.7%	12.2%	11.0%	8.5%	8.1%				11.0%	11.1%	
EPS, SAR	0.44	0.74	0.65	0.62	0.46	0.44				2.34	2.48	
RoE (TTM)					12.3%							
TTM P/E (x)					17.5							

Source: Financials, Tadawul, Bloomberg, U Capital 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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