

Results Meet Expectations

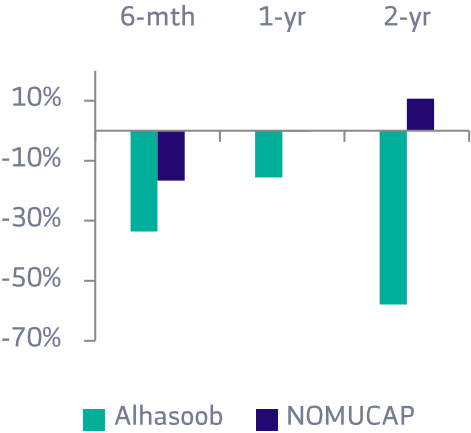
August 28, 2025

Upside to Target Price	11.9%	Rating	Neutral
Expected Dividend Yield	0%	Last Price	SAR 43.80
Expected Total Return	11.9%	12-mth target	SAR 49.00

Market Data	
52-week high/low	SAR 84.0/41.9
Market Cap	SAR 122.64 mln
Shares Outstanding	2.80 mln
Free-float	%22.6
12-month ADTV	1,742
Bloomberg Code	ALHASOOB AB

Alhasoob Co.	1H2025	1H2024	Y/Y	2H2024	H/H	RC Estimate
Sales	127	123	3%	137	(7%)	129
Gross Profit	8.5	8.5	0%	10.1	(16%)	8.6
Gross Margins	6.7%	6.9%		6.6%		6.7%
Operating Profit	2.4	2.2	9%	2.7	(10%)	2.1
Net Profit	1.8	1.6	12%	2.2	(20%)	1.6

(All figures are in SAR mln)



- Alhasoob reported 1H25 revenues of SAR 127 mln, up +3% Y/Y but down -7% H/H, in line with our estimate of SAR 129 mln. The H/H decline is attributed to seasonality factors in the sector.
- Gross profit came in at SAR 8.5 mln, stable Y/Y but down -16% H/H, in line with our estimate. Gross margin stood at 6.7%, slightly lower Y/Y and relatively stable H/H, matching our estimate of 6.7%.
- Operating profit increased +9% Y/Y but decreased -10% H/H to SAR 2.4 mln, the Y/Y increase mainly driven by a -19% decline in G&A expenses.
- Net profit for 1H25 came in at SAR 1.8 mln, up +12% Y/Y but down -20% H/H, primarily due to lower revenues on an H/H basis, as expected.
- After adjusting our forecasts, we reduce our target price to SAR 49.00 per share while maintaining our Neutral rating, as the stock has declined by more than -30% over the past six months.

■ Stock Rating

Buy	Neutral	Sell	Not Rated
Expected Total Return Greater than +15%	Expected Total Return between -15% and +15%	Expected Total Return less than -15%	Under Review/ Restricted

The expected percentage returns are indicative, stock recommendations also incorporate relevant qualitative factors

For any feedback on our reports, please contact research@riyadcapital.com

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