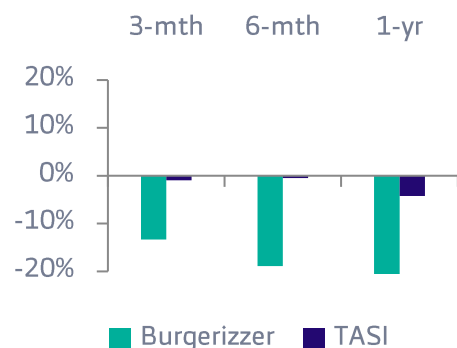


Market Data	
52-week high/low	SAR 11.3/7.1
Market Cap	SAR 438 mln
Shares Outstanding	56 mln
Free-float	35.6%
12-month ADTV	481,186
Bloomberg Code	BURGERIZ AB



Margins Improve Y/Y and Q/Q

May 17, 2026

Upside to Target Price	11.3%	Rating	Neutral
Expected Dividend Yield	0.0%	Last Price	SAR 7.82
Expected Total Return	11.3%	12-mth target	SAR 8.70

BURGERIZZR	1Q2026	1Q2025	Y/Y	4Q2025	Q/Q	RC Estimate
Sales	105	78	34%	106	-2%	105
Gross Profit	36	24	52%	36	2%	33
Gross Margins	35%	31%		34%		31%
Operating Profit	7.6	2.4	222%	6.7	13%	4.0
Net Profit	5.7	1.9	202%	4.0	43%	3.1

(All figures are in SAR mln)

- Burgerizzr's topline increased by +34% Y/Y, driven by higher sales per branch, in addition to the contribution of new branches, while the consolidation of Shovel (acquired in 4Q25) also supported this growth. On a Q/Q basis, revenue declined by -2%, impacted by Ramadan seasonality, to reach SAR 105 mln, in line with our estimates. The Company's branches reached 138 in 1Q26 vs. 109 in 1Q25, this growth is largely attributed to the addition of Shovel branches.
- Gross profit reached SAR 36 mln, up +52% Y/Y and +2% Q/Q, above our estimate of SAR 33 mln, as we had assumed higher cost of sales. Gross margin expanded significantly by +421 bps Y/Y, driven by lower food costs and improved operational efficiency, it also expanded by +104 bps Q/Q to reach 35%, exceeding our expectations.
- Operating profit recorded strong growth on a Y/Y basis, reaching SAR 7.6 mln vs. SAR 2.4 mln in 1Q25, supported by revenue growth and lower cost of sales, while operating expenses continued to increase by +33% Y/Y, driven by higher promotional activities, increased costs related to online channels and delivery platforms, in addition to the impact of consolidating Shovel operations. On a Q/Q basis, operating income grew by +13%, supported by a -1.2% decline in operating expenses. Operating margin improved to 7% vs. 3% in 1Q25 and 6% in the previous quarter.
- Burgerizzr reported a net profit of SAR 5.7 mln, up +202% Y/Y and +43% Q/Q, exceeding our estimate of SAR 3.1 mln, supported by lower-than-expected costs. we maintain our target price and Neutral recommendation.

Raghad Aljumah
 raghad.s.aljumah@riyadcapital.com
 +966-11-203-6816

■ 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

Riyad Capital is a Saudi closed joint stock company with paid-up capital of SAR 500 million. Licensed by the Saudi Arabian Capital Market Authority (No. 07070-37). Commercial Registration No. 1010239234. Head Office: 3128 Financial Boulevard, 6671 Al Aqeeq Dist., Riyadh 13519, Kingdom of Saudi Arabia.

The information in this report was compiled in good faith from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts stated in this report are accurate and that the forecasts, opinions and expectations contained herein are fair and reasonable. Riyad Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Riyad Capital does not represent that the information in this report is complete or free from any error. This report is not, and is not to be construed as, an offer to sell or solicitation of an offer to buy any financial securities. Accordingly, no reliance should be placed on the accuracy, fairness or completeness of the information contained in this report. Riyad Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents, and neither Riyad Capital nor any of its respective directors, officers or employees, shall be in any way responsible for the contents hereof. Riyad Capital or its employees or any of its affiliates or clients may have a financial interest in securities or other assets referred to in this report. Opinions, forecasts or projections contained in this report represent Riyad Capital's current opinions or judgment as at the date of this report only and are therefore subject to change without notice. There can be no assurance that future results or events will be consistent with any such opinions, forecasts or projections which represent only one possible outcome. Further, such opinions, forecasts or projections are subject to certain risks, uncertainties and assumptions that have not been verified and future actual results or events could differ materially. The value of, or income from, any investments referred to in this report may fluctuate and/or be affected by changes. Past performance is not necessarily an indicative of future performance. Accordingly, investors may receive back less than originally invested amount. This report provides information of a general nature and does not address the circumstances, objectives, and risk tolerance of any particular investor. Therefore, it is not intended to provide personal investment advice and does not take into account the reader's financial situation or any specific investment objectives or particular needs which the reader may have. Before making an investment decision the reader should seek advice from an independent financial, legal, tax and/or other required advisers due to the investment in such kind of securities may not be suitable for all recipients. This research report might not be reproduced, nor distributed in whole or in part, and all information, opinions, forecasts and projections contained in it are protected by the copyright rules and regulations.