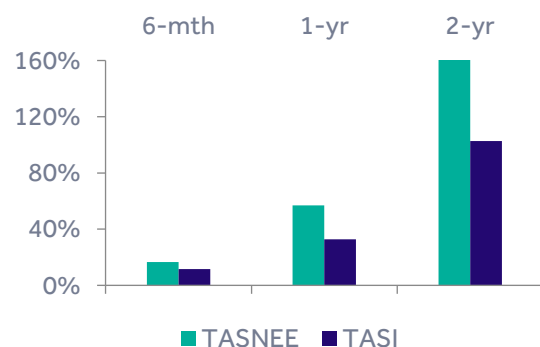


Market Data	
52-week high/low	SAR 27.40/14.96
Market Cap	SAR 15,519 mln
Shares Outstanding	669 mln
Free-float	87.92%
12-month ADTV	5,845,194
Bloomberg Code	NIC AB



Revenue Jumps 92% Y/Y

March 13, 2022

Upside to Target Price	(0.9%)	Rating	Neutral
Expected Dividend Yield	-	Last Price	SAR 23.20
Expected Total Return	(0.9%)	12-mth target	SAR 23.00

TASNEE	4Q2021	4Q2020	Y/Y	3Q2021	Q/Q	RC Estimate
Sales	1,163	607	92%	1,004	16%	1,054
Gross Profit	331	88	277%	250	33%	237
Operating Profit	818	(8)	-	526	56%	606
Net Profit	339	(172)	-	333	2%	364

(All figures are in SAR mln)

- Tasnee reported revenues of SAR 1,163 bln (+92% Y/Y, +16% Q/Q). Revenue growth on both yearly and quarterly basis was primarily due to the increase in selling price of its products as Polyethylene and Polypropylene prices were up +10% and +6% respectively on quarterly basis.
- Gross margins continued to expand in 4Q, rising to 28.5% (highest for 2021) versus 24.9% in the preceding quarter and 15.4% last year despite the fact that feedstock Propane prices were higher. Gross profit increased by +277% Y/Y and +13% Q/Q to SAR 331 million.
- Operating profit went up by +56% Q/Q to SAR 818 million likely helped by higher share of income from associates while there were also some extraordinary items reported by the Company.
- Net income came in at SAR 339 million for the quarter, up +2% Q/Q and reversing a loss of SAR (172) million that was posted last year. Bottomline came in below our SAR 364 million estimate. Net Margin of 29.2% for the quarter is lower than 33.2% reported in 3Q. We maintain our target price at SAR 23.00 and Neutral recommendation.

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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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