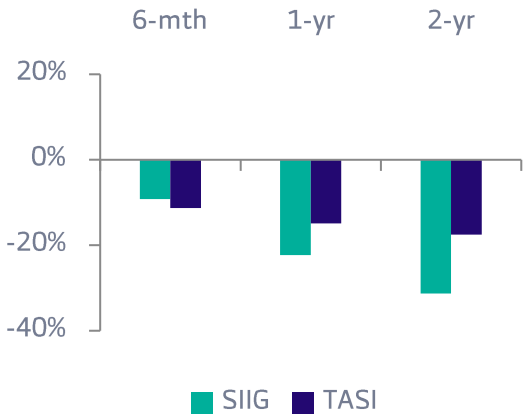
Saudi Industrial Investment Group (SIIG) — 3Q2026 First Look

JVs Swing to Profit on Cheaper Feedstock and Volumes

November 1, 2026

Upside to Target Price	2.6%	Rating	Neutral
Expected Dividend Yield	0.0%	Last Price	SAR 12.67
Expected Total Return	2.6%	12-mth target	SAR 13.00

Market Data	
52-week high/low	SAR 16.42 / 11.20
Market Cap	SAR 8,607 mln
Shares Outstanding	679.3 mln
Free-float	81.40%
12-month ADTV	911,688
Bloomberg Code	SIIG AB



SIIG	3Q2026	3Q2025	Y/Y	2Q2026	Q/Q	RC Estimate
Sales	-	-	-	-	-	-
Gross Profit	-	-	-	-	-	-
Gross Margins	-	-	-	-	-	-
Operating Profit	92	7	1,214%	(60)	-	(18)
Net Profit	90	8	1,025%	(58)	-	(41)

(All figures are in SAR mln)

- SIIG reported operating income of SAR 92 mln in 3Q26 (including share of JV results), up +1,214% Y/Y and a reversal from a loss of SAR (60) mln in 2Q26, higher than our estimate of SAR (18) mln. The Company attributes the Q/Q swing to a higher share of JV profits on lower feedstock costs and higher volumes sold, even with the current supply-chain challenges, and to lower G&A expenses.
- SIIG posted a net profit of SAR 90 mln in 3Q26, up +1,025% Y/Y from SAR 8 mln in 3Q25 and a reversal from a net loss of SAR (58) mln in 2Q26, well above our estimate of SAR (41) mln. We had assumed the aromatics JVs would stay loss-making on near-zero exports, with polymers only partly offsetting; the share of equity-accounted results was SAR 109 mln (2Q26: SAR (38) mln), with polymers contributing SAR 88 mln and aromatics SAR 26 mln by our calculations (9M26 financials, note 8.1); aromatics exports stayed at 1% of segment revenue (note 14), so the aromatics turnaround came from domestic sales at better spreads, while SPCo's revenue rose +74% Q/Q on 78% exports. Y/Y, the Company cites higher selling prices for certain products and lower JV depreciation after the useful-life reassessment, partly offset by higher feedstock costs, lower quantities sold, zakat of SAR 3 mln (3Q25: SAR 1 mln) and lower Murabaha income on lower average invested cash.
- We maintain our Neutral rating and target price, with no dividends expected. The quarter shows how quickly JV profitability returns on the lower depreciation base once feedstock costs ease and volumes move. SIIG's financials confirm that SPCo benefited the most among the JVs, contributing SAR 81 mln by our calculations, from the recent widening of some polymer spreads and from more logistical options for solid product than for styrene and other liquids.

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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

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