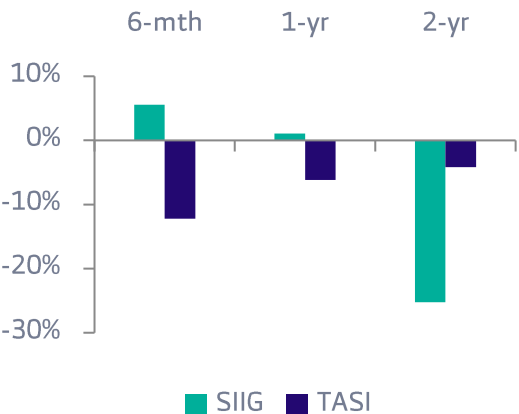


Market Data	
52-week high/low	SAR 20.75 / 14.26
Market Cap	SAR 13,274 mln
Shares Outstanding	679.3 mln
Free-float	81.40%
12-month ADTV	1,110,705
Bloomberg Code	SIIG AB



■ Profit Generation Continues Despite Market Woes

August 11, 2025

Upside to Target Price	2.4%	Rating	Neutral
Expected Dividend Yield	5.1%	Last Price	SAR 19.54
Expected Total Return	7.5%	12-mth target	SAR 20.00

SIIG	2Q2025	2Q2024	Y/Y	1Q2025	Q/Q	RC Estimate
Sales	-	-	-	-	-	-
Gross Profit	-	-	-	-	-	-
Gross Margins	-	-	-	-	-	-
Operating Profit	(19)	(15)	(23%)	(12)	(60%)	(26)
Net Profit	20	64	(69%)	18	8%	(10)

(All figures are in SAR mln)

- SIIG reported an operating loss of SAR (19) mln (-23% Y/Y, -60% Q/Q), higher than our estimate of an operating loss of SAR (26) mln. These Y/Y results are likely driven by some feedstock costs remaining relatively stable, such as Propane (+3% Y/Y) and Butane (flat Y/Y). For 2Q25, sequential feedstock price changes were characterized by decreases, with Propane and Butane both moving lower, by -3% and -4%, respectively. We also note, that Q/Q prices of PP decreased -3%, while HDPE fell by -2% Q/Q; which supported a deeper operating loss Q/Q.
- SIIG posted a net profit of SAR 20 mln in 2Q25, an increase of +8% Q/Q and -69% Y/Y. The sequential increase was driven by higher sales prices of PE, as well as a slight decrease in feedstock prices, according to management. This offset the decrease in results from joint ventures, which was driven by lower Styrene prices. Other factors, such as higher G&A expenses and higher income from Murabaha financing vehicles, also supported sequential results.
- SIIG ended the quarter with SAR 279 mln in cash and equivalents, dividends potentially still on the horizon, and a completed share buyback, reducing the Company’s capital; we believe SIIG is in a good position. We upgrade our target price, to factor in the continued profitability and the completed share buyback (Neutral rating).

**Brennan Eatough**  
brennan.eatough@riyadcapital.com  
+966-11-203-6808

## ■ 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](mailto:research@riyadcapital.com)

Riyad Capital is a Saudi Closed Joint Stock Company with Paid up capital of SR 500 million, licensed by the Saudi Arabian Capital Market Authority NO.07070-37. Commercial Registration No: 1010239234. Head Office: Granada Business Park 2414 Al-Shohda Dist. – Unit No 69, Riyadh 13241 - 7279 Saudi Arabia. Ph: 920012299.

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.