

February 8, 2026

## Feedstocks Down, Shutdown Clouds 4Q25

Upside to Target Price	8.6%	Rating	Neutral
Expected Dividend Yield	2.1%	Last Price	SAR 11.97
Expected Total Return	10.7%	12-mth target	SAR 13.00

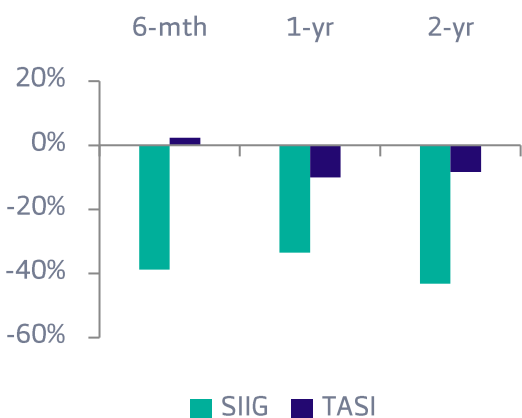
Market Data	
52-week high/low	SAR 20.00 / 11.41
Market Cap	SAR 8,131 mln
Shares Outstanding	679.3 mln
Free-float	81.40%
12-month ADTV	1,006,401
Bloomberg Code	SIIG AB

SIIG	4Q2025	4Q2024	Y/Y	3Q2025	Q/Q	RC Estimate
Sales	-	-	-	-	-	-
Gross Profit	-	-	-	-	-	-
Gross Margins	-	-	-	-	-	-
Operating Profit	(196)	(89)	(120%)	7	-	(18)
Net Profit	(150)	11	-	8	-	(12)

(All figures are in SAR mln)

- SIIG reported an operating loss of SAR (196) mln -120% Y/Y, with a complete reversal Q/Q, lower than our estimate, although directionally consistent with our fundamental understanding of the Company's JV's. These Y/Y results, are driven by lower end-product prices, but also lower feedstock costs, such as propane (-23% Y/Y) and butane (-25% Y/Y), which did not offset SCP's shutdown. For 4Q25, sequential feedstock price changes were characterized by decreases as well, with propane and butane both falling, by -9% and -7%, respectively. We also note, that Q/Q prices of PP decreased -9%, and HDPE also traded lower Q/Q by -3%; which would also negatively impact results.
- SIIG posted a net loss of SAR (150) mln in 4Q25, a significant decrease Q/Q and Y/Y, driven by the shutdown of SCP, while we note this result was limited by a SAR 42 mln zakat reversal. Other items, such as G&A expenses, increased based on higher consulting fees, while Murabaha financing vehicles continued to generate lower income.
- SIIG paid dividends of SAR 0.25 per share in late 2025, we believe this lower payout is prudent, given market headwinds and the recent capital reduction. However, we highlight that our original expectations including SIIG not paying a dividend in 2025, implying strong cash generation. We maintain our Neutral rating and lower our target price from SAR 18 per share to SAR 13 per share.

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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](mailto:research@riyadcapital.com)

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