Company

Mouwasat Medical Services Company

3Q26 Result Review

Rating

Buy

Bloomberg Ticker

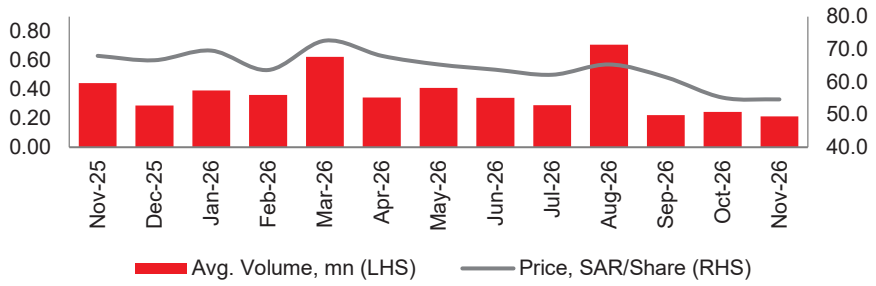
MOUWASAT AB

Date

3 November 2026

Results

Target Price SAR	66.27
Total Return	28.0%



Current Market Price (SAR)	53.70
52-week High | Low	76.20 | 53.05
Price Perf. (1m | 3m)	-14.4% | -15.4%
Mkt. Cap. (USD/SAR mn)	2,900 | 10,740
Free Float	65.9%
3m ADTO (000 shares)	355.9
6m ADTO (000 shares)	364.0
3m ADTV (SAR 000)	24,712.4
6m ADTV (SAR 000)	23,360.7
P/E 27e	13.5x
P/B 27e	2.6x
DY 27e	4.6%

U Capital Research

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Revenue increased 10% YoY, in line with our estimates

Mouwasat reported 3Q26 revenue of SAR 856mn (+10% YoY and -2|% QoQ), in line with our estimate of SAR 867mn. Growth was mainly driven by the contribution from Yanbu Hospital, which commenced operations in 1Q26, along with higher occupancy rates in inpatient departments. For 9M26, revenue rose 10% YoY to SAR 2,567mn.

Net profit declined 6% YoY; up 4% excluding one-off

The company reported 3Q26 net profit of SAR 188mn (-6% YoY and -11% QoQ), in line with our estimates. The decline is mainly attributable to a recovery of doubtful receivables recorded in 3Q25; excluding this, net profit would have grown 4% YoY. For 9M26, net profit increased 3% YoY to SAR 600mn.

U-Capital view

Mouwasat is expected to sustain its growth momentum, driven by the gradual ramp-up of Yanbu Hospital and higher occupancy levels across its hospital network. As the new facility matures, improved capacity utilization and operating efficiencies are likely to enhance profitability and support margin expansion. We maintain a Buy recommendation with an updated target price of SAR 66.27/share.

Financial Statements

SAR mn	3Q25	4Q25	1Q26	2Q26	3Q26	3Q26e	YoY	QoQ	Var.	9M25	9M26	YoY
P&L												
Revenue	777	885	834	876	856	867	10%	-2%	-1%	2,338	2,567	10%
Gross profit	309	384	343	356	344	343	11%	-4%	0%	983	1,043	6%
Operating profit	212	251	207	229	203	197	-4%	-12%	3%	629	639	2%
Net profit	200	238	201	211	188	186	-6%	-11%	1%	584	600	3%
BS												
Shareholders' Equity	3,752	3,778	3,979	3,965	4,153		11%	5%		3,752	4,153	11%
Ratios												
Gross Margin	39.7%	43.5%	41.1%	40.7%	40.1%	39.6%				42.1%	40.6%	
Operating Margin	27.3%	28.4%	24.8%	26.2%	23.7%	22.8%				26.9%	24.9%	
Net Profit Margin	25.7%	26.9%	24.1%	24.1%	22.0%	21.4%				25.0%	23.4%	
TTM RoE (%)					21.2%							
TTM P/E (x)					13.0							
Current P/Bv					2.6							

Source: Financials, Tadawul, Bloomberg, U Capital Research



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Greater than 10%	Between 0% and +10%	Lower than 0%

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