Company

Dallah Healthcare Company

3Q26 Result Review

Rating

Under Review

Bloomberg Ticker

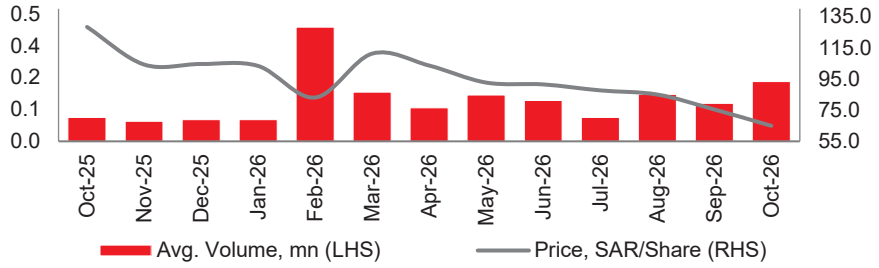
DALLAH AB

Date

5 November 2026

Results

Target Price SAR	Under Review
Total Return	-



Revenue increased 2% YoY, in line with our estimates

Dallah reported 3Q26 revenue of SAR 1,086mn (+2% YoY and -2% QoQ), in line with our estimates. Growth was driven by a 7% rise in patient visits, led by Dallah Clinics and 20% revenue growth at the Al-Khobar and Al-Ahsa hospitals. For 9M26, revenue rose 8% YoY to SAR 3,207mn.

Net profit up YoY on one-off gain

The company reported 3Q26 net profit of SAR 436mn, in line with our estimates, boosted by a SAR 357mn gain on the sale of its Al-Faqih Hospital stake. Excluding one-offs, net profit fell 29% YoY to SAR 80mn on weaker gross profit. For 9M26, net profit rose 47% YoY to SAR 621mn.

U-Capital view

Dallah reported strong YoY profit growth, but excluding a one-off gain, net profit would have declined 29% on lower gross margins, higher expected credit losses and higher finance costs. Looking ahead, we expect revenue growth from rising patient volumes and the expansion of Dallah Clinics. A shift toward insured and self-pay patients at Dallah Namar points to more sustainable revenue, while debt repayment from the sale proceeds should ease finance costs. We are reviewing the stock and will update our investment case shortly.

Current Market Price (SAR)	58.75
52-week High | Low	125.25 | 55.10
Price Perf. (1m | 3m)	-23.9% | -30.2%
Mkt. Cap. (USD/SAR mn)	1,933 | 7,161
Free Float	48.0%
3m ADTO (000 shares)	180.9
6m ADTO (000 shares)	166.1
3m ADTV (SAR 000)	12,966.0
6m ADTV (SAR 000)	12,519.5
P/E 27e	12.5x
P/B 27e	1.2x
DY 27e	4.0%

U Capital Research

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Financial Statements

SAR mn	3Q25	4Q25	1Q26	2Q26	3Q26	3Q26e	YoY	QoQ	Var.	9M25	9M26	YoY
P&L												
Revenue	1,061	1,110	1,013	1,108	1,086	1,143	2%	-2%	-5%	2,956	3,207	8%
Gross profit	381	398	334	387	376	414	-1%	-3%	-9%	1,054	1,097	4%
Operating profit	158	155	120	149	505	506	220%	238%	0%	490	775	58%
Net profit	142	117	85	100	436	457	207%	336%	-4%	422	621	47%
BS												
Shareholders' Equity	4,226	4,082	4,101	4,130	4,493		6%	9%		4,226	4,493	6%
Ratios												
Gross Margin	35.9%	35.9%	33.0%	35.0%	34.6%	36.2%				35.7%	34.2%	
Operating Margin	14.8%	14.0%	11.9%	13.5%	46.5%	44.2%				16.6%	24.2%	
Net Profit Margin	13.4%	10.5%	8.3%	9.0%	40.2%	39.9%				14.3%	19.4%	
TTM RoE (%)					16.9%							
TTM P/E (x)					10.0							
Current P/Bv					1.6							

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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