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Company

Almarai Company

3Q26 Result Review

Rating

Buy

Bloomberg Ticker

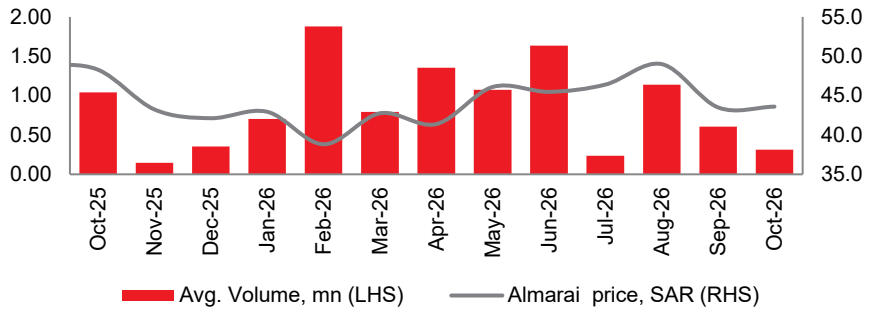
ALMARAI AB

Date

6 October 2026

Results

Target Price SAR	51.5
Total Return	21.3%



Current Market Price (SAR)	43.6
52-week High | Low	51.7 | 38.2
Price Perf. (1m | 3m)	-8.1% | -5.5%
Mkt. Cap. (USD/SAR mn)	11,627 | 43,600
Free Float	75.4%
3m ADTO (000 shares)	586
6m ADTO (000 shares)	894
3m ADTV (SAR 000)	27,413
6m ADTV (SAR 000)	40,145
P/E 27e	16.3x
P/B 27e	1.9x
DY 27e	3.1%

Topline momentum driven by broad-based sales growth

Revenue increased 11% YoY, driven by sales growth across all markets, product categories, and sales channels, supported by poultry sales volume growth from expansion projects, dairy sales growth in Egypt, and inorganic growth from the water business acquisition.

Margin pressure limited bottom-line growth

Net profit rose slightly YoY, as an improved revenue mix was largely offset by higher feed shipping and energy-driven distribution costs. Dairy & Juice and Bakery profits improved on a better product and sales mix, while Protein profit declined due to poultry supply conditions and higher distribution and ramp-up costs.

U-Capital view

We expect this growth trajectory to continue, supported by the ramp-up of poultry capacity expansions, further growth in Egypt and a full-year contribution from the water business. Margins are likely to remain under pressure in the near term due to elevated feed shipping and energy costs. However, as new capacity comes online and cost pressures ease, we expect profitability to improve. The stock is currently trading at FY27 P/E of 16.3x with a dividend yield of 3.1%. We maintain our Buy rating on the stock with a target price of SAR 51.5/share.

U Capital Research

Email: ubhar-research@ucapital.net
Tel: +968 2494 9036

Financial Statements

SAR mn	3Q25	4Q25	1Q26	2Q26	3Q26	YoY	QoQ	9M25	9M26	YoY
P&L										
Revenue	5,553	5,457	6,160	5,868	6,187	11%	5%	16,608	18,216	10%
Gross profit	1,747	1,659	1,866	1,824	1,837	5%	1%	5,229	5,527	6%
Operating profit	757	616	875	814	779	3%	-4%	2,445	2,467	1%
Net Profit	613	465	732	636	618	1%	-3%	1,991	1,986	0%
BS										
Shareholders' Equity	20,043	20,527	21,118	20,629	21,328	6%	3%	20,043	21,328	6%
Ratios										
Gross margin	31.5%	30.4%	30.3%	31.1%	29.7%			31.5%	30.3%	
Operating margin	13.6%	11.3%	14.2%	13.9%	12.6%			14.7%	13.5%	
Net profit margin	11.0%	8.5%	11.9%	10.8%	10.0%			12.0%	10.9%	
TTM RoE (%)					11.7%					
TTM P/E (x)					17.8					
Current P/Bv					2.1					

Source: Financials, Tadawul, Bloomberg, U Capital Research

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Investment Research

Ubhar-Research@u-capital.net

Head of Research

Tahir Abbas
+968 2494 9036 | tahir@u-capital.net

Research Team

Rao Aamir Ali
+968 2494 9066 | rao@u-capital.net

Sandesh Shetty
+968 2494 9059 | sandesh@u-capital.net

Amira Al Alawi
+968 2494 9012 | amira.alalawi@u-capital.net

Faris Al Hooti
+968 2494 9012 | Faris.nadir@u-capital.net

Head of Brokerage

Talal Al Balushi
+968 2494 9051 | talal@u-capital.net

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Stock Ratings

BUY	HOLD	SELL
Greater than 10%	Between 0% and +10%	Lower than 0%

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Ubhar Capital SAOC (U Capital)
Website: www.u-capital.net
PO Box 1137, PC 111, Sultanate of Oman
Tel: +968 2494 9036 | **Fax:** +968 2494 9099 | **Email:** research@u-capital.net