

Daily Bulletin

August 17, 2026

EQUIPMENT HOUSE awarded contract worth SAR 127.7 mn

Last Price: SAR 27.5 | YoY Performance: -23.8%

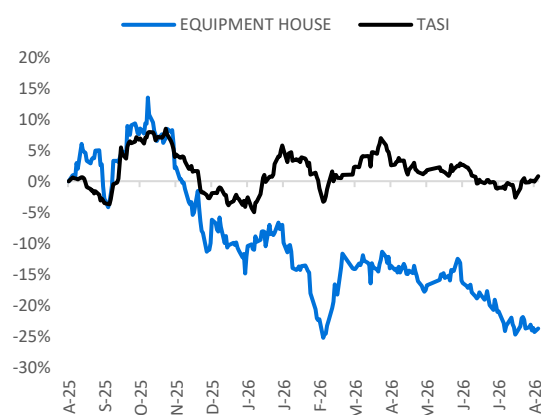
Scientific & Medical Equipment House Co. (EQUIPMENT HOUSE) has been awarded a contract from the General Administration of Medical Services of the Armed Forces, under the General Directorate of Health at the Ministry of Defense. The contract covers catering services for Armed Forces hospitals in the Western Region, with a total contract value of SAR 127.7 mn inclusive of VAT.

The scope covers three facilities - Prince Sultan Armed Forces Hospital, King Salman Hospital in the Northwestern Region, and King Fahad Armed Forces Hospital, over a three-year term. Catering falls under the Meat and Food segment, which stood at SAR 21.0 mn in 2025. On a straight-line basis, the contract adds SAR 42.6 mn annually. Notably, the financial impact will reflect in results from 2Q27.

On the contract of SAR 127.7 mn applying 2025 net margin of 2.9% to the total contract value implies SAR 3.7 mn in cumulative net earnings over the life of the contract, or roughly SAR 1.2 mn per year on a straight-line basis. This is a modest bottom-line contribution, but it supports diversification away from the core medical equipment and supplies business.

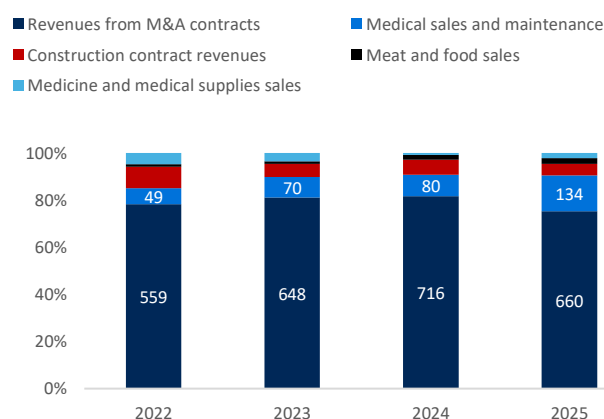
EQUIPMENT HOUSE stock has declined 23.8% YoY, underperforming the TASI, which gained 0.8% over the same period.

Relative price chart



Source: Tadawul, anbc research

Revenue segments (SAR mn)



Source: Company financials, Tadawul, anbc research

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