Daily Bulletin

August 30, 2026

SAPTCO signs SAR 470.2 mn School Transport Services contract for Jubail Industrial City

Last Price: SAR 11.6 | YoY Performance: -16.4%

Saudi Public Transport Company (SAPTCO) has signed a five-year contract with the Royal Commission for Jubail and Yanbu to operate the School Transport Services Project in Jubail Industrial City. The contract is valued at SAR 470.2 mn inclusive of VAT. Over the five-year term, the contract is expected to contribute roughly SAR 94.0 mn per year, or about 5.1% of 2025 revenue. The financial impact is expected to reflect on the company's financials from 3Q26.

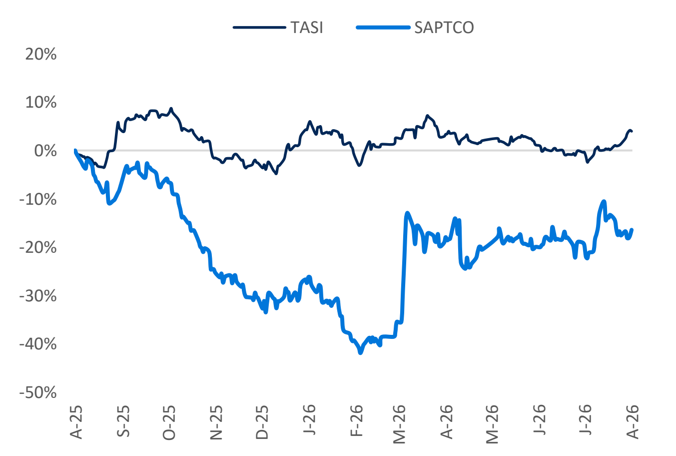
The company recently signed another project with the Al Madinah Al Munawarah Public Transport Project by the Al Madinah Region Development Authority, a three-year public bus transportation contract valued at SAR 241.5 mn inclusive of VAT, or roughly SAR 80.5 mn per year (4.4% of 2025 revenue). Combined, the two awards represent SAR 711.7 mn of contract value, equivalent to roughly 39.0% of 2025 revenue.

In 2025, SAPTCO's revenue reached SAR 1,826.6 mn from SAR 1,459.6 mn in 2024, up 25.1% YoY. Gross profit rose 35.1% to SAR 410.3 mn, lifting the gross margin to 22.5% from 20.8%, up 166 bps. Operating profit rose 49.6% YoY to SAR 219.5 mn, taking the operating margin to 12.0% from 10.1%. The increase was backed by a reversal of impairment losses of SAR 9.3 mn on trade receivables, even as the company booked a one-off SAR 52.7 mn impairment on property and equipment. Net profit rose 649.4% YoY to SAR 113.3 mn from SAR 15.1 mn, taking the net margin to 6.2% from 1.0%.

In 1H26, revenue rose 6.5% YoY to SAR 899.0 mn from SAR 844.4 mn in same period last year. Gross profit rose 63.1% to SAR 186.0 mn, lifting the gross margin to 20.7% from 13.5% a year earlier, up 718 bps. Operating profit more than doubled, up 107.0% to SAR 130.9 mn from SAR 63.2 mn, taking the operating margin to 14.6% from 7.5%. While, the net profit rose 341.2% YoY to SAR 90.2 mn from SAR 20.4 mn in the same period last year, lifting the net margin to 10.0% from 2.4%.

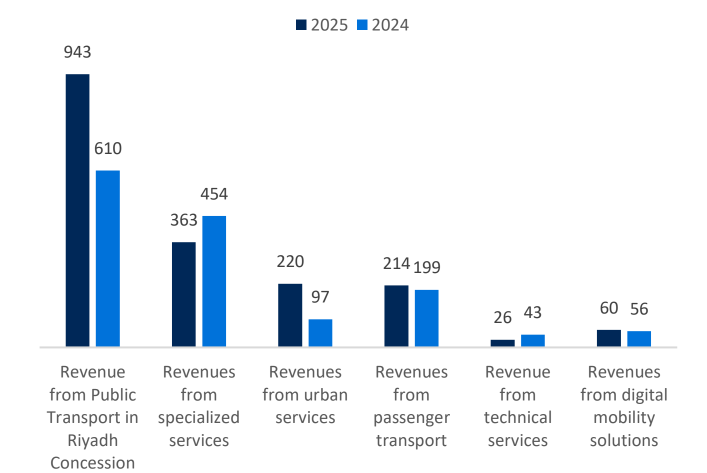
SAPTCO's stock has declined 16.4% YoY, underperforming the TASI, which gained 4.0% over the same period.

Relative price chart



Source: Tadawul, anbc research

Segment wise revenue (SAR mn)



Source: Company financials, Tadawul, anbc research

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