

Daily Bulletin

December 24, 2025

MIS secures SAR ~1.88 bn AI data center project with HUMAIN

Last Price: SAR 156.7 | Target Price: SAR 156.9 | YTD: -3.9%

AI Moammar Information Systems Co. (MIS) announced on Dec. 23 that it has secured a project with HUMAIN Co. to design and build a private data center dedicated to artificial intelligence (AI) technologies. The project, including VAT, is valued at approximately SAR 1.88 bn, representing over 155% of MIS' total revenues for 2024, which stood at SAR 1.21 bn. The contract is expected to be formally signed on Feb. 15, 2026. This project is the company's largest new contract by value signed this year. This would help MIS to grow its presence in the AI infrastructure sector and is set to significantly enhance the company's order backlog and future revenue visibility.

This development follows a recent strategic move in the sector, where Saudi Telecom Company (STC) signed a MOU with HUMAIN on Dec. 18 to establish a joint project through its subsidiary Center3, aimed at developing and operating specialized AI data centers in Saudi Arabia. The context highlights the significance of MIS' project, given the accelerating expansion of high-efficiency data centers to support artificial intelligence and advanced computing applications. After this announcement, MIS share price has risen by 10.0% to trade near SAR 172.3.

In addition, MIS also signed SAR 114.4 mn contract (VAT inclusive) with the Saudi Central Bank (SAMA) on Dec. 23. The 36-month agreement covers the renewal of IT systems support licenses and the provision of ongoing technical support for SAMA's systems. MIS noted that the financial impact of the contract is expected to be reflected in the company's results starting from 4Q25. The company added that the contract was awarded in August 2025.

We highlight that MIS's revenue rose 2.5% YoY to SAR 280.4 mn in 3Q25, compared to SAR 273.5 mn in 3Q24, driven by higher business in the ICT segment and MIS's professional in-house services. Gross profit increased 20.0% YoY to SAR 83.0 mn from SAR 69.2 mn in 3Q24. Operational profit also grew to SAR 38.9 mn in 3Q25, up from SAR 32.9 mn in 3Q24, despite a rise in non-cash provisions for expected credit losses in contract assets and trade receivables, which totaled SAR 11.1 mn including subsidiaries. Net profit for the quarter reached SAR 25.1 mn, compared to SAR 16.7 mn in the same period last year, mainly driven by the growth in operational profit.

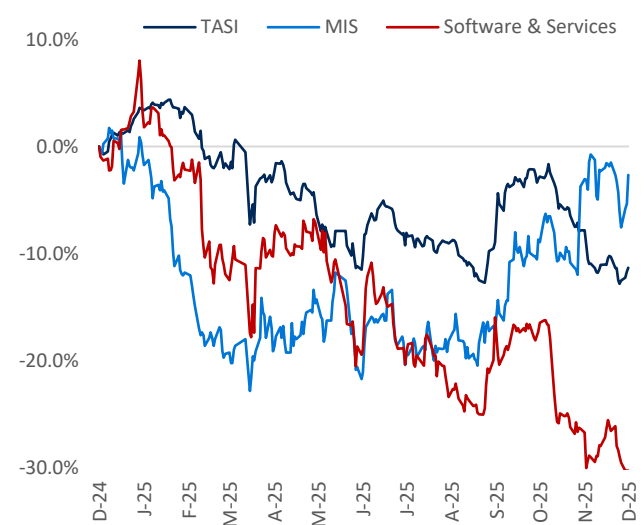
MIS has decreased 3.9% YTD, compared to TASI's decline of 12.3% during the same period. Currently, the stock is trading at a 2026 P/E of 36.6x and is now trading broadly in line with our target price of SAR 156.9/sh. We await greater clarity on the contract's revenue recognition before updating our forecasts.

Total contracts in 2025 (SAR mn)

	Date	Value
AI private network enhancement	Jan 26, 2025	58.7
Operation & maintenance	May 28, 2025	58.9
IT services and products	Jul 01, 2025	88.6
Expansion of Naqaa Data Center	Sep 8, 2025	227.8
Security sustainability for DEEM Cloud & IT services	Oct 19, 2025	42.9
IT services and products	Oct 21, 2025	98
IT services	Oct 22, 2025	84
IT products and services	Oct. 22, 2025	68
Infrastructure support & development	Nov 11, 2025	64.6
IT products and services	Nov 23, 2025	84
IT products and services	Nov 23, 2025	98
IT systems support licenses	Dec 23, 2025	114.4
Data center for AI Technologies	Dec 23, 2025	~1,880
Total		2,967.9

Source: Tadawul, anbc research

Relative price performance



Source: Bloomberg, anbc research

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