

# Daily Bulletin

January 19, 2026

## SMC opens outpatient clinic center in Riyadh

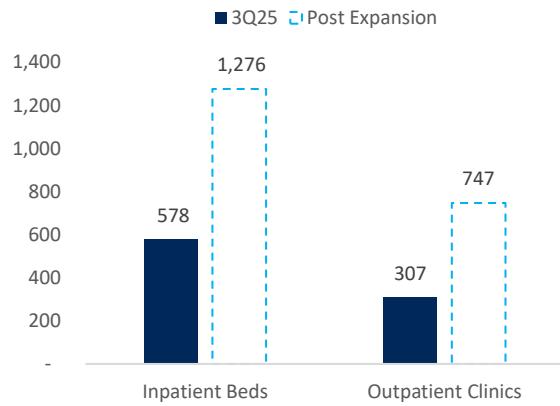
Last Price: SAR 18.9 | Consensus Target Price: SAR 30.0 | YTD Performance: 4.5%

Specialized Medical Co. (SMC Healthcare) announced the opening of its new outpatient clinic center, SMC clinics, in Al Malqa, north-western part of Riyadh. The clinics started receiving patients on Jan. 19, following completion of all trial phases and the recruitment of medical, nursing, technical, and administrative staff. The center comprises 35 outpatient clinics across specialties including dentistry, endocrinology, pediatrics, orthopedics, ENT, general surgery, ophthalmology, obstetrics and gynecology, dermatology, and physiotherapy. It also features an urgent care unit with full emergency services, an external pharmacy, and parking for around 100 vehicles. Operations will be rolled out gradually to match patient demand, with the financial impact expected in the company's 1H26 statements.

SMC currently operates two hospitals with 307 (+14.1% YoY) clinics and is pursuing an aggressive expansion strategy in northern Riyadh. The company plans to launch three new hospitals with a combined capex of around SAR 3 bn, to be financed through a mix of debt and internal cash flows, which will bring the total to five hospitals. SMC 3, located on the northern ring road, will include 296 beds and 200 clinics and is scheduled for completion in 2027, while SMC 4 in Al Khuzam Suburb and SMC 5 in Al Malqa district will each comprise 201 beds and 120 clinics, targeted for completion in 2028 and 2029, respectively.

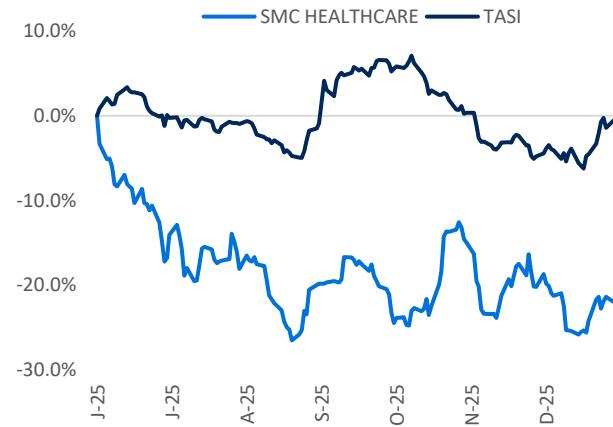
Post its IPO in 2Q25, SMC's stock has declined 25%, underperforming TASI, which fell 0.6% during the same period. The stock is currently trading at a 2026f P/E of 14.3x with a consensus target price of SAR 30.0/sh, implying a potential upside of 59.2%.

### SMC's capacity details



Source: Earnings Presentation, anbc research

### Relative price chart



Source: Bloomberg, anbc research

**Disclaimer:**

This report has been prepared on the basis of information believed to be reliable, but anb capital makes no guarantee, representation or warranty, express or implied, as to the accuracy, correctness or completeness of such information, nor do they accept any responsibility for loss or damage arising in any way (including by negligence) from errors in, or omissions from the information.

This report has been prepared by anb capital for information purposes only and is not and does not form part of nor should be considered advice, recommendation, offer for sale or solicitation of any offer to subscribe for, purchase or sell any securities, nor shall it or any part of it form the basis of or be relied on in connection with any contract or commitment whatsoever, and any views or opinions expressed herein are subject to change without notice.

This report and information contained herein, are provided for informational purpose only and does not take into consideration any investment objective, financial situation or particular needs of any recipient and are not designed with the objective of providing information to any particular recipient and only provides general information.