

Daily Bulletin

July 21, 2025

- > *Cenomi Retail major shareholders to sell 49.95% stake to Al-Futtaim for SAR 2.5 bn*
- > *Aramco, BlackRock-led group close to USD 10 bn deal for Jafurah project*

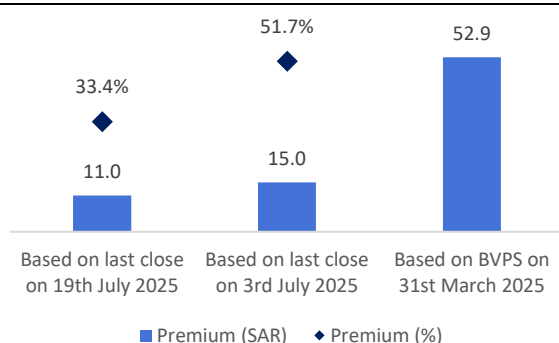
Al-Futtaim and Cenomi Retail enters into a Share Purchase Agreement (SPA)

Al-Futtaim enters into a Share Purchase Agreement (SPA) to acquire 49.95% of Cenomi Retail from its founding shareholders namely, Fawaz Abdulaziz Alhokair, Abdul Majeed Abdulaziz Alhokair, Salman Abdulaziz Alhokair, Saudi FAS Holding Company, and FAS Real Estate Company. Shares are priced at SAR 44 each, valuing the transaction at more than SAR 2.5 bn. This translates into a 33.4% premium based on the last closing price before this announcement, and a 51.7% premium based on the last closing price prior to the initial announcement of the potential transaction. Additionally, Cenomi Retail has a negative book value per share of SAR 8.9 as of 31st March 2025. This indicates that Al-Futtaim is acquiring Cenomi Retail at a premium return, benefiting existing shareholders of Cenomi Retail. Moreover, Al-Futtaim and Cenomi Retail are currently negotiating, as part of the SPA completion conditions, entering into a shareholder loan agreement for the provision of an amount not less than SAR 1.3 bn shareholder loan upon completion of the transaction, to strengthen Cenomi Retail's balance sheet and fuel its growth ambitions.

Al-Futtaim is one of the region's most established private business groups, with operations spanning automotive, financial services, real estate, retail, and healthcare across the Middle East, Asia, and Africa. The group brings a proven track record in retail, including exclusive operations of leading Inditex brands. This private transaction will be beneficial for Cenomi Retail as it will bring not only significant capital but also deep retail expertise, operational capabilities, and a strong track record of building successful consumer platforms across the region.

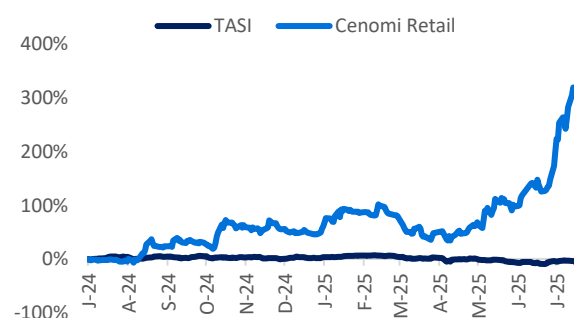
Cenomi Retail delivered an impressive performance, up 264.4% YoY based on closing price of 20th July 2025, outperforming TASI by 274.5 percentage points. Cenomi Retail's share price began to rise after the company announced negotiations with a leading international fashion retailer for a potentially significant merger transaction involving certain fashion brands in August 2024. This announcement led investors to anticipate a potential transaction that would benefit existing shareholders, which supported the price. However, following the confirmation of the acquisition transaction, the share price declined by 10.0% DoD on 20th July 2025.

Premiums



Source: Tadawul, anbc research

Relative price chart



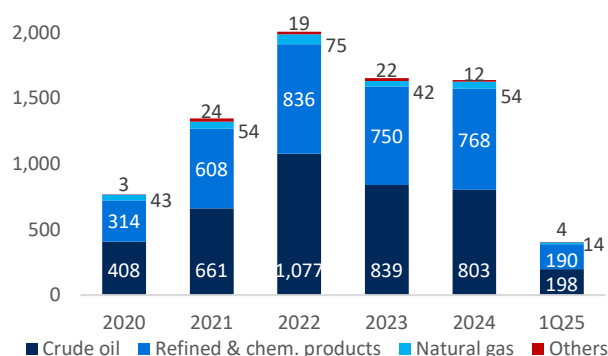
Source: Bloomberg, anbc research

Aramco, BlackRock-led group close to USD 10 bn deal for Jafurah project

According to Reuters, Saudi Aramco is close to securing a USD 10 bn (SAR 37.5 bn) deal with a group led by BlackRock to invest in the infrastructure of the Jafurah gas project. The targeted assets in this potential agreement include gas pipelines and a gas processing plant.

In 2020, the company gained regulatory approvals for the development of Jafurah unconventional gas field, Saudi Arabia's largest non-associated gas field to date. The field is expected to start producing 200 mmscf/day of natural gas in 2025. This development aligns with Aramco's long-term strategy to expand its gas business, with the company aiming to increase its sales gas production capacity by over 60% by 2030f, compared to levels of approximately 10.1 bscfd in 2021.

Revenue Mix (SAR bn)



Source: Company financials, anbc research

Relative price chart



Source: Bloomberg, anbc research

Aramco is currently trading at SAR 24.11, down 14.0% YTD, compared to TASI's YTD performance of -8.9%. The scrip is currently trading at a P/E of 14.8x and has a consensus target price of SAR 29.39, implying a potential upside of 21.9%, from the close of 20th July, 2025.

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