Daily Bulletin

July 27, 2026

PETRO RABIGH 2Q26 posted a net profit of SAR 2,661 mn, compared with a net loss in 2Q25.

Last Price: SAR 15.3 | Consensus Target Price: SAR 16.0 | YoY Performance: 107.6%

Rabigh Refining and Petrochemical Co. (Petro Rabigh) posted a net profit of SAR 2,661 mn in 2Q26 from a net loss of SAR 1,366 mn in 2Q25. The net profit for the 2Q26 was driven by a 416.0% YoY increase in revenue to SAR 20,367 mn, which lifted gross profit to SAR 3,259 mn from a gross loss of SAR 1,026 mn in 2Q25, together with lower finance cost following the early settlement of certain long-term borrowings and a decline in benchmark interest rates. The gains were partly offset by a 202.6% YoY increase in operating expenses to SAR 236 mn and a 38.2% YoY rise in net non-operating charges to SAR 362 mn.

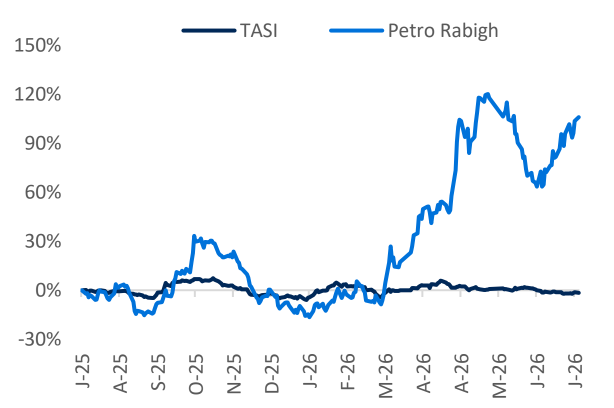
Revenue came in at SAR 20,367 mn in 2Q26, up 416.0% YoY, driven by higher sales volumes and improved selling prices across both refined and petrochemical products. Pricing and volumes of petrochemical products were supported by favorable market conditions and supply and demand imbalances across global markets. The increase in revenue in 2Q26 was amplified by a depressed base, as 2Q25 included a comprehensive scheduled periodic maintenance program across all operating facilities and production units, which lasted approximately 60 days, impacting production and sales volumes.

Gross profit came in at SAR 3,259 mn in 2Q26 against a gross loss of SAR 1,026 mn a year earlier, with gross margin at 16.0% against negative 26.0%. Operating profit reached SAR 3,023 mn in 2Q26 against an operating loss of SAR 1,104 mn in 2Q25, with operating margin of 14.8% against negative 28.0%.

On a sequential basis, net profit rose 81.5% QoQ from SAR 1,466 mn in 1Q26, while revenue grew 37.2% QoQ from SAR 14,850 mn. The improvement was led by improved selling prices across refined and petrochemical products.

Petro Rabigh has increased 107.6% YoY, outperforming TASI, which declined 1.6% during the same period. The stock is currently trading at a 2026e P/E of 15.4x, with a consensus target price of SAR 16.0/sh, implying an upside of 4.7% from last close.

Relative price chart



Source: Tadawul, anbc research

Petro Rabigh financials (SAR mn)

	2Q26	2Q25	YoY (%)	1Q26	QoQ (%)	Consensus	Var. (%)
Revenue	20,367	3,947	416	14,850	37	17,224	18
COGS	17,108	4,973	244	12,864	33	14,488	18
Gross profit	3,259	(1,026)	-	1,986	64	2,736	19
GM (%)	16.0	(26.0)	-	13.4	-	0.2	-
Operat. exp.	236	78	203	193	22	1,676	(86)
Operat. profit	3,023	(1,104)	-	1,793	69	1,060	185
OM (%)	14.8	(28.0)	-	12.1	-	6.2	-
Net profit	2,661	(1,366)	-	1,466	82	-	-
NM (%)	13.1	(34.6)	-	9.9	-	-	-
EPS	***1.6***	***(0.8)***	-	***0.9***	-	-	-

Source: Company financials, anbc research

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