

Daily Bulletin

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Tameeni Electronic Insurance Broker Co., a subsidiary of Rasan Information Technology Co., has been awarded a tender to provide insurance products for domestic workers via the Musaned platform. The agreement entails offering mandatory insurance coverage for domestic workers and is anticipated to contribute 5% to the company's total revenue, based on its latest audited financials. In 2024, the company recorded revenue of SAR 358.3 mn, making the expected impact of the new deal approximately SAR 17.9 mn. The agreement is expected to be signed on August 15, 2025.

As of 1Q25, 4.1 mn domestic workers are registered in the Kingdom, marking an increase of 840.4 thousand workers since Dec-21. Current tender strengthens Rasan's footprint in the domestic worker segment.

For 2Q25, company reported a net profit of SAR 124 mn, reflecting an increase of 410.3% YoY and 50.0% QoQ. During 1H25, net profit was recorded at SAR 75 mn, up 309.8% YoY, driven by an 87.5% YoY surge in revenue, higher gross margins of 72.0% (vs 59.4% in 1H24), and absence of non-cash ESOP expenses.

Topline growth was supported by strong performance in the Motor and Health segments, and successful launch of four new products comprising of Motor SME, Health Individual, Home, and Protection & Savings insurance. Motor segment continued its strong performance on the back of growth in both motor retail and motor leasing segments.

Rasan is currently trading at the price of SAR 86.5/share, up 2.4% YTD, compared to TASI's YTD performance of -9.6%. The scrip is currently trading at a P/E of 58.2x with a consensus target price of SAR 93.0/share, implying a potential upside of 7.5%, from the close of 28th July, 2025.

Rasan financials (SAR mn)

	2Q25	2Q24	YoY(%)	1Q25	QoQ(%)
Revenue	124	64	96	121	3
COGS	(34)	(26)	30	(35)	-3
Gross profit	90	37	141	86	5
Gross margin (%)	73	59		71	
Operating expense	(45)	(26)	76	(56)	-19
Operating profit	45	12	284	30	52
Opt. margin (%)	36	19		25	
Net income	45	9	410	30	50
Net margin (%)	36	14		25	
EPS	0.58	0.11	410	0.39	50

Source: Company financials, anbc research

Relative price chart



Source: Bloomberg, anbc research

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