Daily Bulletin

March 25, 2026

Kingdom Holding Co.'s net profit rose by 73% YoY in 2025 driven by investment gains, impairments reversal, and lower finance costs

Last Price: SAR 8.9 | YoY Performance: 11.9% | Consensus Target Price: SAR 10.8

Kingdom Holding Company posted a strong set of results, with net profit increasing by 73.3% YoY to SAR 2.1 bn, compared to SAR 1.2 bn in 2024. The growth in net earnings was primarily driven by higher income from domestic investments, gains on the sale of an equity-accounted investee, impairment reversals, and lower financing costs. However, the results came below consensus estimates of SAR 10.4 bn.

Revenue increased by 12.6% YoY to SAR 2.7 bn in 2025, mainly driven by a 21.0% YoY increase in dividend income to SAR 948 mn (SAR 786 mn in 2024). Gross profit also rose by 19.3% YoY to SAR 1.6 bn in 2025, supported by higher revenues, improved operating efficiency across hospitality assets, and strong dividend income. However, results from equity-accounted investees declined by 14.1% YoY in 2025, due to one-off expenses related to the Flynas employee share option plan and IPO-related fees recorded in 1H 2025.

The company reversed an impairment of SAR 500 mn on Accor in 3Q 2025. Additionally, the company disposed of a portion of its existing shareholding in Flynas, resulting in a gain on disposal of SAR 470 mn. Shareholders' equity increased by 50.0% YoY to SAR 58.4 bn, driven primarily by a SAR 18.0 bn increase in the FVOCI reserve, from negative SAR 2.4 bn in 2024 to positive SAR 15.6 bn in 2025. This was largely attributable to the xAI–SpaceX fair value uplift following its latest funding round, alongside broad-based equity market gains.

Kingdom Holding Company's NAV (SAR mn)	2025	2024	YoY (%)
Equity Investments	49,750	30,857	61.2
Hospitality Investments	21,472	21,976	-2.3
Real Estate Investments	3,529	3,166	11.5
Land Investments	15,106	15,292	-1.2
Gross Asset Value	**89,857**	**71,291**	**26.0**
Net Debt	-11,848	-11,419	3.8
NAV (FV Basis)	**78,009**	**59,872**	**30.3**
Number of Shares (mn)	3,706	3,706	-
NAV/share (FV Basis)	**21.05**	**16.16**	**30.3**

Source: Company financials, anbc research

Kingdom Holding Company's NAV increased by 30.3% YoY to SAR 78.0 bn (SAR 21.1/share) in 2025, compared to SAR 59.9 bn (SAR 16.2/share) in 2024. The growth was mainly driven by valuation gains across equities and real estate investments. The xAI–SpaceX latest funding round was the primary contributor, generating a fair value increase of SAR 11.6 bn (3x the 2024 carrying value). The Flynas IPO (2Q 2025) unlocked SAR 1.5 bn in previously unrecognized value, with the position recording a 32.0% YoY gain despite a modest mark-to-market correction in 2H 2025. The listed equity portfolio also delivered a 37.0% YoY return, led by the banking, insurance, and mobility sectors. The stock is currently trading at SAR 8.9/share, implying 136.5% discount to its NAV/share.

Kingdom Holding Company's stock price has increased by 11.9% YoY, outperforming TASI, which declined 7.0% during the same period. The stock is currently trading at a 2026e P/E of 31.9x, with a consensus target price of SAR 10.8/share, implying an upside of 21.1% from its last close. Additionally, the company is trading at 136.5% discount from its NAV/share. Along with the results company announces a cash dividend of SAR 0.28/share this implies a dividend yield of 3.1%.

Relative price chart



Source: Bloomberg, anbc research

Key financials (SAR mn)

	2025	2024	YoY (%)	Consensus *	Var. (%)
Revenue	2,692	2,391	12.6	2,622	2.7
COGS	1,099	1,055	4.1	-	-
Gross profit	**1,593**	**1,335**	**19.3**	**-**	**-**
Gross margin (%)	59.2	55.9	-	-	-
Operating exp.	-1,544	-1,054	46.5	-	-
Operating profit	**3,137**	**2,389**	**31.3**	**13,395**	**-76.6**
Opt. margin (%)	116.5	99.9	-	510.9	-
Net income	**2,143**	**1,237**	**73.3**	**10,430**	**-79.5**
Net margin (%)	79.6	51.7	-	397.8	-
EPS	***0.58***	***0.33***		***2.81***	

Source: Company financials, anbc research

**Bloomberg's consensus includes estimates from only a single firm*

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