

Arabian Pipes Company continued to Improve its financial position during the fiscal year 2025, achieving revenues of SAR 874.06 million and a net profit of SAR 110.47 million, presenting its ability to maintain profitability despite the challenges faced by the sector from the sales decrease in the fourth quarter and the changes in supply schedule. The Company also continues to enhance operational efficiency and improve its sales strategies to support growth and Maintain performance in the coming periods.

Results FY 2025

REVENUE



23.21% ↓
(Compared to FY 2024)

₪ 874.06
(Million)

GROSS PROFIT



32.28% ↓
(Compared to FY 2024)

₪ 191.80
(Million)

EBIT



37.65% ↓
(Compared to FY 2024)

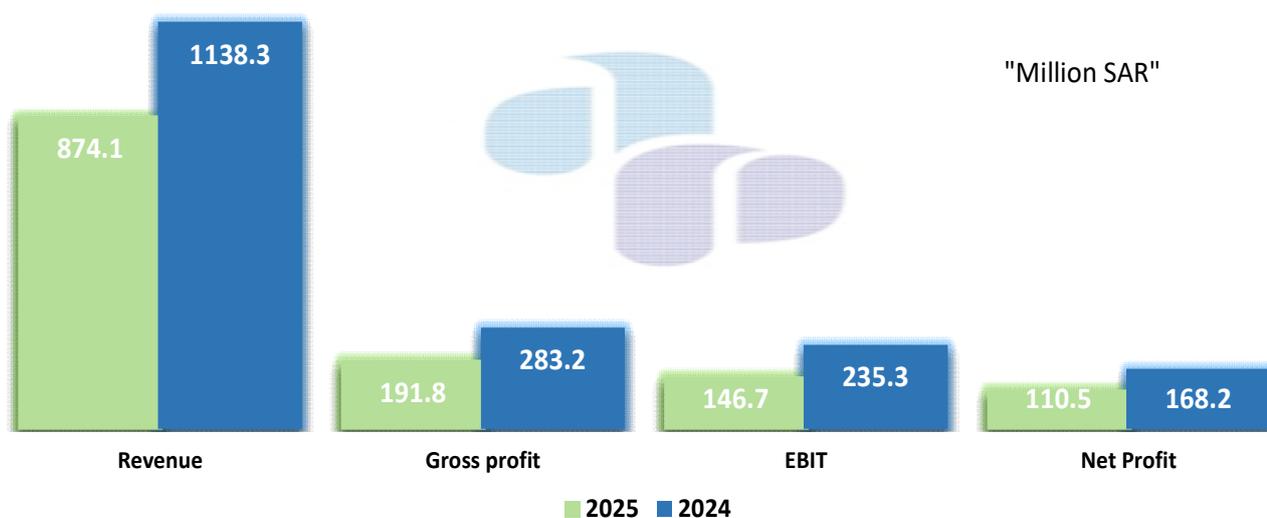
₪ 146.72
(Million)

NET PROFIT



34.31% ↓
(Compared to FY 2024)

₪ 110.47
(Million)



Some of the key performance highlights for 2025 are as follows:

Key	Description
Trade Payables 	Days Payable Outstanding (DPO) decreased by (19) % in Year 2025.compared with 2024. This decrease reflects a more structured supplier payment approach and stronger supplier relationships while maintaining solid liquidity.
Trade Receivables 	Reduced receivables through effective credit management. Days Sales Outstanding (DSO) decreased by (45) % in Year 2025 compared with 2024. The significant reduction in DSO reflects stronger collection efforts and stronger credit management, leading to materially lower receivables and improved cash flow predictability.
Loans outstanding 	Reduced short term borrowings through stronger cash flow management short term loan decreased (69) % in 2025 to 107 million SAR compared with 347 million SAR in 2024.
Cash Conversion Cycle 	Reduced Cash Conversion Cycle reflecting stronger working capital management driven by faster inventory turnover, improved collections, and optimized supplier payment terms, resulting in enhanced liquidity in 2025.
Financing expense 	Financing expenses decreased (51) % in 2025 to 29.29 million SAR compared with 59.27 million SAR in 2024. Through increased reliance on internal financing, management effort in reducing the interest rates and management fees, and early loan repayments supported by improved collections.
Retained Earnings 	The balance of retained earnings as of 2025 reached SAR 276.9 million, compared to SAR 238.9 million in 2024, an increase of 16%. This reflects the company's continued performance improvement. Note that the capital has been increased by transferring an amount of SAR 50 million from retained earnings and also an amount of 22.5 million distribute cash dividends to shareholders for the fiscal year ending 2024, based on the recommendation of the Board of Directors on February 26, 2025, and the approval of the Extraordinary General Assembly on June 3, 2025.
Inventory 	Improved inventory management Management worked on improving performance indicators related to inventory turnover and product delivery to customers in order to enhance working capital and the cash conversion cycle.
NDF 	The company made an early repayment of the entire short-term financing facility from the Saudi National Development Fund in June 2025, which amounted to 61 million Saudi Riyals as shown in 2025. This financing was intended for documentary credit purposes. This early settlement resulted in a profit of SAR 197K from the derecognition of the financial liabilities associated with the Fund's financing.
Investment deposits and financial facilities 	The company confirms that all investment deposits and financial facilities from banks and government funds are banking facilities and investment deposits compliant with Islamic Sharia law.

➤ Financial Performance Summary – 2025

- ✓ Maintaining profitability despite the decline in sales compared to the previous year.
- ✓ Effective management in continuing to improve liquidity, financing structures and financial indicators.
- ✓ Strengthened financial position and reduced debt levels.
- ✓ Continued focus on improving operational efficiency and enhancing working capital management to support growth and sustain performance.
- ✓ Ongoing execution of the Company's strategy to maximize shareholders equity and support sustainable growth.

Financial Summary

✓ Income Statement Summary

(SAR Million)	FY 2025	FY 2024	% Of change
Revenues	874.06	1,138.27	(23.21) %
Gross Profit	191.77	283.19	(32.28) %
Operating Profit	137.33	233.49	(41.18) %
EBIT	146.72	235.33	(37.65) %
Net Profit	110.47	168.18	(34.31) %
EPS (SAR)	0.55	0.84	(34.52) %
Gross Profit Margin	21.94%	24.88%	(2.94) %
Operating Profit Margin	15.71%	20.51%	(4.80) %
EBIT Margin	16.79%	20.67%	(3.89) %
Net Profit Margin	12.64%	14.77%	(2.14) %

✓ Balance Sheet Summary

(SAR Million)	FY 2025	FY 2024	% Of change
Non-current assets	282.20	299.40	(5.74) %
Current assets	443.84	632.18	(29.79) %
Total assets	726.04	931.58	(22.06) %
Shareholders equity	488.12	401.32	21.63 %
Non-current liabilities	52.92	98.02	(46.01) %
Current liabilities	185.00	432.24	(57.20) %
Total Shareholders equity & liabilities	726.04	931.58	(22.06) %

✓ Cash Flows Summary

(SAR Million)	FY 2025	FY 2024	Movement
Operating activities	235.10	95.89	139.22
Investing activities	(2.61)	(33.32)	30.71
Financing activities	(316.48)	(57.25)	(259.24)
Net change in cash and cash equivalents	(83.99)	5.32	(89.31)
Cash and cash equivalent at the beginning of the Year	99.40	94.08	5.32
Cash and cash equivalents at the end of the year	15.42	99.40	(83.99)

End

The financial statements for the 2025 will be published on the company's website and on the Tadawul (Saudi Stock Exchange) website.