VASRO

Update | Materials

Saudi Aramco Base Oil Company - Luberef

WKN: A3D52Q | ISIN: SA15M1HH2NH5 | Bloomberg Symbol: LUBEREF:AB

Best nine months yet, earned through the disruption; Growth II now in 2027

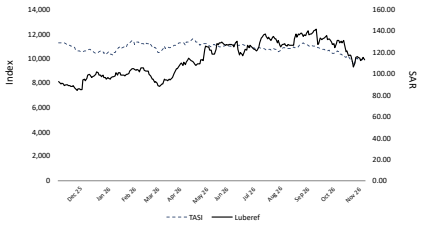
Published: 09/11/2026

BUY

Before: BUY

Target price SAR 126.0 (+12.5%)
Stock price* SAR 112.00

*last Saudi Exchange closing price, 8 November 2026



Source: Saudi Exchange

Luberef earned SAR 1,528m in the nine months to September, its highest ever and up 105%, already above our full-year estimate of SAR 1,510m. The margin drove it, at SAR 2,931 a ton against SAR 1,884, and the plants ran at 99.3% mechanical availability through the disruption. With ships to Asia rerouted round the Cape of Good Hope, tons fell 10% to 793 thousand and the full-year guide moved to 1.04m from 1.15m.

The Growth II shutdown, set for October when we wrote in August, is now planned for the first half of 2027, for two reasons: the project work needs more time, and the margin is still worth selling into. The two remaining shutdowns become one. On 4 November the Board formed a Project Execution Committee to oversee major projects. Growth II lets Luberef make its own Group III, the grade where the shortage is tightest, and Aramco has already approved Luberef's Group III for its aramcoULTRA brand. In our numbers it now arrives about a year later.

We reiterate our **BUY recommendation** and cut our target price to **SAR 126.00** from SAR 158.00, 12.5% above the share price of SAR 112.00. We raise 2026 earnings per share to SAR 11.10 from SAR 8.97, keep 2027 about where it was and trim 2028. We lower the years after 2028 more, because they decide the value and we now take fewer tons and higher fixed costs in them than in August.

What holds the BUY:

1. At SAR 112 the market pays for fewer tons than the plants can make. At 1.25m tons a year and the 10-year margin of about SAR 1,800, our cash flow value is about today's share price. Our 1.31m tons through the cycle, about nine tenths of the 1.455m tons the plants can make, add about SAR 10 a share.

2. We expect the margin to ease while the shortage lasts; a margin that stays high is upside. We take SAR 2,300 a ton in 2027 and SAR 1,850 in 2029, still above the 10-year average. If the margin stays high through 2028, 2027 earnings per share reach SAR 10.56 against our SAR 7.32 and our value rises by SAR 2, or by SAR 10 with a third strong year.

3. Steady plants and a strong balance sheet, which protect cash when margins ease. Jeddah has feedstock secured for 10 years and a land lease to 2030 that can be renewed. Luberef holds net cash with Aramco as its parent, and cash stood at SAR 2.1bn before the SAR 4.00 October dividend. We expect a 2026 dividend of SAR 7.08 a share, 70% of free cash flow, as in 2024 and 2025.

Change in our estimates
% against our last report

Change	FY2026E	FY2027E	FY2028E
Sales	+9.3%	+16.9%	+1.7%
EBIT	+23.6%	-1.3%	-4.9%
EPS	+23.7%	+1.0%	-3.3%

Stock Basic Data

Number of Shares (in million)	168.75
Free Float (in %)	29.7%
Market Cap (in million SAR)	18,900
Trading Volume, last session	254,476
High (SAR, 52-week closing)	141.40
Low (SAR, 52-week closing)	84.65

Shareholder Structure

Saudi Aramco	70.0%
Free float	29.7%
Treasury shares	489,335 shares (0.29%)

Corporate Calendar

FY2026 results	Expected February

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FY End: 31.12.; in SARm	CAGR (25A-28E)	2023A	2024A	2025A	2026E	2027E	2028E
Sales	9.7%	9,489.0	10,036.0	8,103.0	10,906.8	11,952.2	10,708.9
EBITDA		1,911.3	1,261.0	1,147.1	2,267.0	1,614.4	1,655.3
Margin		20.1%	12.6%	14.2%	20.8%	13.5%	15.5%
EBIT		1,590.0	989.6	889.5	1,916.7	1,250.0	1,290.8
Margin		16.8%	9.9%	11.0%	17.6%	10.5%	12.1%
Net result		1,510.0	972.0	855.3	1,867.6	1,232.1	1,277.4
EPS		8.98	5.78	5.08	11.10	7.32	7.59
Dividend per share		10.00	6.68	4.50	7.08	3.99	5.64
EV/Sales(x)		2.0x	1.9x	2.3x	1.7x	1.5x	1.6x
EV/EBITDA(x)		9.9x	14.9x	16.1x	8.0x	11.2x	10.6x
P/E(x)		12.5x	19.4x	22.0x	10.1x	15.3x	14.8x
Net debt/EBITDA(x)		-0.03x	-0.09x	-0.37x	-0.35x	-0.53x	-0.82x

Source: Luberef, VASRO

The nine months against our August report

WHAT HAS MOVED SINCE OUR LAST REPORT

	Our last report	Now	What it means
Nine-month net income	SAR 1,510m for the year	**SAR 1,528m**	Better: the full-year estimate is already passed
Margin, 9M	H1 SAR 2,732 a ton	**SAR 2,931 a ton**	Better, and Q3 fell to SAR 3,395
Tons, full year	1.15m guide	**1.04m guide; we take 1,048 thousand**	Below plan, with the shutdown now out of 2026
Growth II shutdown	October 2026	**H1 2027, dates in February**	Group III arrives about a year later
Free cash flow	H1 SAR 1,064m	**9M SAR 1,403m, up 132%; Q3 SAR 338m, down 7%**	Better over nine months; Q3 lower on higher capex
Jeddah	Under negotiation	**Feedstock for 10 years**	Better; feedstock to 2036, land lease to 2030, renewable

Source: Luberef; VASRO

Nine-month net income of SAR 1,528m is better than our plan: it is already above our full-year estimate of SAR 1,510m, so 2026 earnings per share rise to SAR 11.10 from SAR 8.97. Over the nine months the base oil margin, the price less freight and feed, was SAR 2,931 a ton against SAR 1,884 a year earlier. Q3 alone earned SAR 536m, up 92% on the year but below the SAR 734m of Q2, on fewer tons and a margin of SAR 3,395 a ton against SAR 3,625. For Q4 we take 255 thousand tons at SAR 2,700 a ton, because feed has risen faster than the base oil price.

Tons came in below our plan: the full-year guide is 1.04m against 1.15m, with the 30-day October shutdown now out of 2026. Ships to Asia now sail round the Cape of Good Hope, 45 to 60 days longer, and lighter crude feed lowers the base oil yield by 5% to 10%. Management expects the tons to be shifted, not lost. We place any catch-up after 2026, in line with the Q4 guide of 240 to 260 thousand, and set our long-run tons from delivered history: since 2023, delivered tons came in below the guide in 11 of 13 statements. We take 1,048 thousand tons this year and 1,090 thousand in 2027.

The Growth II shutdown is now set for H1 2027, so Luberef's own Group III reaches our numbers about a year later than we assumed in August, as the new unit also needs time to reach full output. Management gives two reasons: the project work needs more time, and the margin is still worth selling into. The two remaining shutdowns become one, with dates at the annual results. On 4 November the Board formed a Project Execution Committee to oversee major projects. We assume 65 days including restart. This lifts 2026 profit and lowers 2027, and each extra month of shutdown would cost SAR 0.5 a share.

We expect the margin to fall to SAR 2,300 in 2027, SAR 2,150 in 2028 and SAR 1,850 in 2029, still above its 10-year average of about SAR 1,800. Management expects

base oil margins to come down from today but to stay above their level before this year's disruption. Group III is where the shortage is tightest, and Luberef's own Group III production comes with Growth II; Group I and II prices are already below their May peak. After the 2022 peak the margin fell 17% in 2023 and 18% in 2024. Sales still rise in 2027 because feed and freight, which pass through Luberef's prices, stay high; they add sales, not profit.

A margin that stays high, at SAR 2,800 in 2027 and SAR 2,400 in 2028, would lift 2027 earnings per share to SAR 10.56 from SAR 7.32. Our middle value would rise by SAR 2 to SAR 130.1, or by SAR 10 to SAR 137.9 with a third strong year. This needs supply to return more slowly within the two to three years of shortage we expect; in its 18 October update the shipping advisory centre JMIC put Hormuz traffic about 70% below its level before the disruption. Value moves less than earnings because our full-cycle value rests on normal years and does not change; only the cash flow value rises. We show it as upside, not in our estimates, because we expect the margin to ease.

Each 100 thousand tons a year is worth SAR 19 a share and each SAR 100 of lasting margin SAR 13, so the years after 2028 carry more of the target than this year's record. We take about 1.31m tons a year through the cycle. The best year so far is 1.295m, and Growth II mostly changes the mix, with about 130 thousand tons of Group III in the long run. Fixed costs start at SAR 920m this year and by 2030 run about 10% above our first estimate. At about 1.25m tons and the 10-year margin our cash flow value is SAR 114.7, close to today's share price.

Valuation update

Our target falls to SAR 126.00 from SAR 158.00, because we now take fewer tons and higher fixed costs after 2028 than in August. First, the middle value: cash flow gives SAR 124.74 and a full cycle of normal years SAR 130.57, an average of SAR 127.66. Second, the weighted value: a low case of SAR 64.8 at 25%, the middle at 55% and a high case of SAR 193.3 at 20% give SAR 125.09. Third, the target: the midpoint of the two, rounded, is SAR 126.00. The discount rate stays 7.04%.

Two changes explain the SAR 32 cut from SAR 158.00: new forecast lines take about SAR 28, and dropping the peer multiple and weighting a low and a high case take the rest. In August three methods averaged SAR 157.7, or SAR 155.6 without the peer method, which used 15.6x, the March multiple of S-Oil and HF Sinclair. Refiners now trade on peak earnings at 3.2x trailing EBITDA for HF Sinclair, 4.9x for Valero and 6.2x for SK Innovation (StockAnalysis, 5 November 2026), so a fresh multiple would not fit normal earnings. At the March multiple the peer value is SAR 130.9, which we keep as a cross-check only. On today's refiner multiples, which rest on peak earnings, the share trades above its peers; that is the main counterpoint to our BUY, and our value rests on cash flow and normal years, not on peak multiples.

At a discount rate of 7.69%, which a beta of 0.75 would give, our value would be SAR 113.9, about the share price today. That makes the rate one of the three largest risks to this BUY, with long-run tons and the Jeddah land lease after 2030. Jeddah's feedstock is secured for 10 years. Our rate of 7.04% rests on net cash, an Aramco parent and a beta of 0.60 between Luberef's own 0.43 since listing and refiners at 0.5 to 0.84. Net cash and a strong parent justify a rate below the refiners', and we review it with the annual results.

Saudi Aramco Base Oil Company - Luberef

WHAT COULD MOVE OUR VALUE, MEASURED IN OUR MODEL

Risk or chance	What would show it	Effect on our value
Long-run tons 100 thousand a year lower or higher	2027 guide in February, then 2028 sales	SAR 19 per share either way
Lasting margin SAR 100 a ton lower or higher	Margin against SAR 1,800 after 2028	SAR 13 per share either way
Discount rate 7.69% instead of 7.04%	Our own review	SAR −13.7 per share
Jeddah land lease not renewed after 2030	Land lease renewal	SAR −32.5 per share
Shortage lasts two or three years	Feed and diesel through 2027	SAR +2 or +10 per share
Fast peace: margin SAR 3,000 in 2027, lower after	Route reopening	SAR −2.4 per share
2027 shutdown 30 days longer	Dates in February	SAR −0.5 per share

Source: VASRO model; effect of each risk on our middle value of SAR 127.66

DCF VALUATION: BASE CASE

	Unit	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035
EBIT	SAR mn	1,916.7	1,250.02	1,290.85	1,112.29	961.53	839.88	1,046.35	1,165.65	1,048.69	1,124.63
Less: Taxes on EBIT	SAR mn	(40.8)	-26.63	-27.50	-23.69	-20.48	-17.89	-22.29	-24.83	-22.34	-23.95
NOPAT	SAR mn	1,875.9	1,223.39	1,263.35	1,088.60	941.05	821.99	1,024.06	1,140.83	1,026.35	1,100.68
Plus: D&A	SAR mn	350.2	364.39	364.43	360.32	349.57	344.76	351.00	345.95	337.30	339.91
Less: CapEx	SAR mn	(555.0)	-365.00	-305.00	-205.00	-280.00	-435.00	-278.00	-221.00	-375.00	-290.00
Less: Change in WC	SAR mn	(29.3)	-331.68	-31.17	-6.50	1.63	-3.22	8.32	5.67	-0.05	4.40
Unlevered Free Cash Flow	**SAR mn**	**1,641.9**	**891.1**	**1,291.6**	**1,237.4**	**1,012.2**	**728.5**	**1,105.4**	**1,271.4**	**988.6**	**1,155.0**
DISCOUNTED CASH FLOWS											
Total Cash Flow	SAR mn	1,641.9	891.1	1,291.6	1,237.4	1,012.2	728.5	1,105.4	1,271.4	988.6	24,507.0
Discount period (mid-year)	yr	0.5	1.5	2.5	3.5	4.5	5.5	6.5	7.5	8.5	9.5
Discount factor	x	0.9665	0.9029	0.8435	0.7880	0.7361	0.6877	0.6424	0.6001	0.5606	0.5237
PV of Cash Flow	**SAR mn**	**1,586.9**	**804.6**	**1,089.5**	**975.1**	**745.1**	**501.0**	**710.1**	**763.0**	**554.3**	**12,835.6**

PV of FCFs (FY2026-FY2035)	SAR mn	8,334.6
PV of Terminal Value	SAR mn	12,230.6
Enterprise Value	**SAR mn**	**20,565.2**
TV as % of EV	%	59.47 %
EV-TO-EQUITY BRIDGE		
Enterprise Value	SAR mn	20,565.2
Less: Total Borrowings (FY2025)	SAR mn	(785.2)
Less: Lease Liabilities (FY2025)	SAR mn	(163.9)
Plus: Cash & Equivalents (FY2025)	SAR mn	987.4
Plus: Short-Term Investments (FY2025)	SAR mn	385.8
Equity Value	**SAR mn**	**20,989.3**
Shares Outstanding	mn	168.26
Equity Value per Share	**SAR**	**124.7**

Source: VASRO

Saudi Aramco Base Oil Company - Luberef

DCF VALUATION: BEST CASE

	Unit	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035
EBIT	SAR mn	2,016.7	2,182.75	2,021.88	1,760.17	1,511.53	1,399.80	1,611.32	1,766.79	1,638.07	1,734.73
Less: Taxes on EBIT	SAR mn	(40.3)	-43.66	-40.44	-35.20	-30.23	-28.00	-32.23	-35.34	-32.76	-34.69
NOPAT	SAR mn	1,976.3	2,139.10	1,981.44	1,724.97	1,481.30	1,371.80	1,579.10	1,731.45	1,605.31	1,700.03
Plus: D&A	SAR mn	350.2	364.05	363.42	359.03	348.37	343.64	349.96	344.98	336.40	339.07
Less: CapEx	SAR mn	(550.0)	-355.00	-300.00	-205.00	-280.00	-435.00	-278.00	-221.00	-375.00	-290.00
Less: Change in WC	SAR mn	(286.5)	61.50	-40.10	-1.43	0.75	-5.94	15.80	12.70	-3.20	9.59
Unlevered Free Cash Flow	**SAR mn**	**1,490.1**	**2,209.6**	**2,004.8**	**1,877.6**	**1,550.4**	**1,274.5**	**1,666.9**	**1,868.1**	**1,563.5**	**1,758.7**
DISCOUNTED CASH FLOWS											
Total Cash Flow	SAR mn	1,490.1	2,209.6	2,004.8	1,877.6	1,550.4	1,274.5	1,666.9	1,868.1	1,563.5	37,310.2
Discount period (mid-year)	yr	0.5	1.5	2.5	3.5	4.5	5.5	6.5	7.5	8.5	9.5
Discount factor	x	0.9665	0.9029	0.8435	0.7880	0.7361	0.6876	0.6424	0.6001	0.5606	0.5237
PV of Cash Flow	SAR mn	1,440.2	1,995.1	1,691.0	1,479.5	1,141.3	876.4	1,070.8	1,121.1	876.5	19,539.6
PV of FCFs (FY2026-FY2035)	SAR mn	12,612.8									
PV of Terminal Value	SAR mn	18,618.5									
Enterprise Value	SAR mn	31,231.3									
TV as % of EV	%	59.61 %									
EV-TO-EQUITY BRIDGE											
Enterprise Value	SAR mn	31,231.3									
Less: Total Borrowings (FY2025)	SAR mn	-785.2									
Less: Lease Liabilities (FY2025)	SAR mn	-163.9									
Plus: Cash & Equivalents (FY2025)	SAR mn	987.4									
Plus: Short-Term Investments (FY2025	SAR mn	385.8									
Equity Value	**SAR mn**	**31,655.4**									
Shares Outstanding	mn	168.3									
Equity Value per Share	**SAR**	**188.1**									

Source: VASRO. This cash flow value on our high-case tons and margin is SAR 188.1; our high case of SAR 193.3 averages it with the full-cycle value.

SENSITIVITY OF THE DCF VALUE, SAR PER SHARE

BASE CASE: Equity Value per Share (SAR)

WACC ↓ \ g →	0.5%	1.0%	1.5%	2.0%	2.5%	3.0%	3.5%
5.8%	130.8	139.1	149.4	162.4	179.4	202.4	235.4
6.3%	120.1	126.8	134.8	144.7	157.2	173.5	195.5
6.8%	111.1	116.5	122.9	130.6	140.1	152.1	167.8
7.0%	107.3	112.1	117.9	**124.7**	133.1	143.6	157.0
7.8%	96.9	100.6	104.8	109.8	115.7	122.8	131.6
8.3%	91.2	94.2	97.8	101.8	106.6	112.3	119.1
8.8%	86.1	88.7	91.7	95.0	99.0	103.5	109.0

Source: VASRO

Appendix

Reported figures for FY2023 to FY2025 and our estimates for FY2026 to FY2028, in SAR m.

P&L - IFRS (SAR m)

	FY2023A	FY2024A	FY2025A	FY2026E	FY2027E	FY2028E
Revenue	9,489.0	10,036.0	8,103.0	10,906.8	11,952.2	10,708.9
Cost of Revenue	7,630.0	8,700.0	6,925.0	8,595.8	10,270.4	9,031.0
Gross Profit	1,858.0	1,336.0	1,179.0	2,310.9	1,681.8	1,677.9
Selling, General & Admin	266.9	345.5	289.2	392.6	430.3	385.5
Other Operating Expenses	0.7	(1.0)	1.5	1.5	1.5	1.5
Operating Expenses	268.7	346.0	289.3	394.2	431.8	387.1
Operating Income (EBIT)	1,590.0	989.6	889.5	1,916.7	1,250.0	1,290.8
Interest Expense	(141.4)	(91.3)	(62.2)	(58.5)	(49.9)	(41.4)
Interest & Investment Income	130.7	79.9	46.7	50.0	58.8	55.8
Pretax Income	1,579.0	988.4	873.9	1,908.3	1,258.9	1,305.2
Income Tax Expense	69.4	16.4	18.6	40.6	26.8	27.8
Net Income	1,510.0	972.0	855.3	1,867.6	1,232.1	1,277.4
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income	**1,510.0**	**972.0**	**855.3**	1,867.6	1,232.1	1,277.4
EPS Basic (SAR/share)	8.98	5.78	5.08	11.10	7.32	7.59
EPS Diluted (SAR/share)	8.98	5.78	5.08	11.10	7.32	7.59
Depreciation & amortisation	321.3	271.3	257.6	350.2	364.4	364.4
EBITDA	1,911.3	1,261.0	1,147.1	2,267.0	1,614.4	1,655.3

Source: Luberef; VASRO

SAR m unless noted; m = millions. The Growth II shutdown moved to H1 2027.

Balance sheet - IFRS (SAR m)

	FY2023A	FY2024A	FY2025A	FY2026E	FY2027E	FY2028E
ASSETS						
Cash & Equivalents	546.0	735.2	987.4	872.5	956.2	897.8
Short-Term Investments	1,635.0	452.3	385.8	742.4	575.8	1,000.0
Accounts Receivable	1,054.0	961.1	415.6	559.4	1,047.9	938.9
Other Receivables	1.5	0.7	55.1	74.2	81.3	72.8
Inventory	623.0	670.9	643.8	730.1	872.3	767.0
Prepaid Expenses	11.5	3.8	1.3	2.2	2.4	2.1
Other Current Assets	10.8	7.4	9.1	9.1	9.1	9.1
Total Current Assets	3,885.0	2,836.0	2,504.0	2,989.7	3,544.8	3,687.7
Property, Plant & Equipment (incl. ROU assets)	4,938.0	4,867.0	5,061.0	5,265.8	5,266.4	5,207.0
Other Intangible Assets	15.3	17.2	26.6	25.2	24.0	22.8
Other Long-Term Assets	0.5	18.8	14.4	21.5	21.5	21.5
Total Assets	8,856.0	7,739.0	7,606.0	8,302.2	8,856.7	8,939.0
LIABILITIES						
Accounts Payable	1,049.0	1,447.0	1,340.0	1,436.6	1,716.4	1,509.3
Accrued Expenses	254.1	268.0	265.5	357.7	392.0	351.3
Current Portion of Debt	198.4	116.5	133.9	138.6	138.6	138.6
Current Portion of Leases	22.4	19.5	30.1	30.1	30.1	30.1
Tax Payable	79.3	31.8	24.7	40.6	26.8	27.8
Unearned Revenue	11.0	18.4	15.7	20.7	22.7	20.3
Other Current Liabilities	86.8	109.4	31.6	42.5	46.6	41.8
Total Current Liabilities	1,701.0	2,011.0	1,842.0	2,066.9	2,373.3	2,119.1
Long-Term Debt	1,744.0	785.1	651.3	507.9	369.3	230.7
Long-Term Leases	163.8	149.9	133.8	133.8	133.8	133.8
Pension & Post-Retirement	329.2	345.3	349.6	356.6	363.7	371.0
Other Long-Term Liabilities	49.6	50.9	47.6	48.0	48.5	49.0
Deferred Tax Liabilities	-	-	-	-	-	-
Provisions	-	-	-	-	-	-
Total Liabilities	3,988.0	3,342.0	3,024.0	3,113.3	3,288.6	2,903.6
EQUITY						
Common Stock	1,688.0	1,688.0	1,688.0	1,688.0	1,688.0	1,688.0
Retained Earnings	3,231.0	2,759.0	2,944.0	3,549.6	3,928.7	4,396.0
Treasury Stock	(49.2)	(49.2)	(48.7)	(48.7)	(48.7)	(48.7)
Total Shareholders' Equity	4,869.0	4,397.0	4,582.0	5,189.0	5,568.0	6,035.3
Total Liabilities & Equity	8,856.0	7,739.0	7,606.0	8,302.2	8,856.7	8,939.0

Source: Luberef; VASRO

Cash flow statement (SAR m)

	FY2023A	FY2024A	FY2025A	FY2026E	FY2027E	FY2028E
OPERATING ACTIVITIES						
Net Income	1,510.0	972.0	855.3	1,867.6	1,232.1	1,277.4
Depreciation & Amortization	318.3	267.0	251.8	350.2	364.4	364.4
Other Amortization	3.0	4.3	5.8	1.3	1.3	1.2
Stock-Based Compensation	9.0	1.9	1.6	-	-	-
Other Operating Activities	88.9	64.4	73.4	65.9	57.5	49.1
Change in Accounts Receivable	(31.9)	89.7	547.0	(143.8)	(488.5)	109.0
Change in Inventory	(32.3)	(45.0)	26.5	(86.3)	(142.2)	105.3
Change in Accounts Payable	499.3	394.4	(154.3)	96.6	279.9	(207.1)
Change in Other Working Capital	(43.7)	56.6	(88.3)	104.3	19.2	(38.3)
Income Taxes Paid (disclosure)	(99.2)	(2.1)	-	*(40.6)*	*(26.8)*	*(27.8)*
Interest Received (disclosure)	130.7	79.9	46.7	*50.0*	*58.8*	*55.8*
Operating Cash Flow	2,322.0	1,808.0	1,518.0	2,255.8	1,323.6	1,661.0
INVESTING ACTIVITIES						
Capital Expenditures	(213.1)	(196.6)	(429.3)	(555.0)	(365.0)	(305.0)
Other Investing Activities	(1,477.0)	1,179.8	66.4	-	-	-
Investing Cash Flow	(1,691.0)	976.6	(378.0)	(555.0)	(365.0)	(305.0)
FINANCING ACTIVITIES						
Net Debt Issued / (Repaid)	(163.1)	(1,056.0)	(138.6)	(138.6)	(138.6)	(138.6)
Dividends Paid	(1,683.0)	(1,447.0)	(686.5)	(1,262.0)	(853.0)	(810.1)
Interest Paid (Financing)	(151.1)	(92.6)	(62.2)	(58.5)	(49.9)	(41.4)
Financing Cash Flow	(1,997.0)	(2,596.0)	(887.3)	(1,459.1)	(1,041.6)	(990.1)
Net Cash Flow	(1,366.0)	189.2	252.2	241.8	(83.0)	365.9
Beginning Liquid Cash	1,912.0	546.0	735.2	1,373.1	1,614.9	1,531.9
Ending Liquid Cash	546.0	735.2	987.4	1,614.9	1,531.9	1,897.8

Source: Luberef; VASRO

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The following details recall such legal aspects and complete them as far as they refer to equity analyses with quarterly updates.

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a) First publication: 09/11/2026
b) Publisher: Dr. Vaseghi, Javad
c) Time conditions of expected updates: quarterly
d) Previous analyses: No analysis was published in the 12 months before publication of this analysis that contains a recommendation for a specific investment decision which contradicts this analysis.
e) The analysis was, if applicable, made available to the targeted company, to the extent that is legally permissible, before publication and was not amended thereafter.
f) All prices and price developments listed in the analysis are based on closing prices insofar as no contradictory details were provided about prices and price developments.

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Company	Disclosure (s)
Saudi Aramco Base Oil Company - Luberef	h)

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HOLD: In our opinion, the stock will not exceed or fall below an absolute price gain or loss of 10% in a 12-month period.
SELL: In our opinion, the stock will demonstrate an absolute price loss of at least 10 % in a 12-month period.

9. Recommendation History for the Last 12 Months:

Date	Recommendation	Stock Price at Publication (SAR)	Price Target (SAR)	Target Price Change
07/04/2026	BUY	110.60	123.00	-
22/05/2026	BUY	127.30	136.00	+10.6%
04/08/2026	BUY	126.90	158.00	+16.2%
09/11/2026	BUY	112.00	126.00	-20.3%

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