

2381



Governance: C

# ARABIAN DRILLING

Arabian Drilling Co.

## 87.10 SAR / Share

As of: May 28, 2026

 <p><b>P/E RATIO</b></p> <p>Trailing 12 Months</p>	<p><b>1.3x</b></p> <p><b>P/B RATIO</b></p> <p>Price to Book Value</p>	 <p><b>DIVIDEND YIELD</b></p> <p>Annual Dividend / Share</p>	<p><b>7.75B SAR</b></p> <p><b>MARKET CAP</b></p> <p>Total Valuation</p>	<p><b>1.00</b></p> <p><b>BETA</b></p> <p>Systematic Risk Index</p>	<p><b>-4.3%</b></p> <p><b>NET MARGIN</b></p> <p>Net Profit / Revenue</p>
---	---	---	---	--	--

## Company Profile

Arabian Drilling Company (the "Company" or "ADC") and its subsidiary (collectively the "Group") are principally engaged in the drilling of oil and natural gas wells, operations, maintenance and hauling of rigs and related activities. The Company is a Saudi Joint Stock Company licensed under foreign investment license number 2031047241 issued by the Ministry of Investment and operating under commercial registration number 2051026089. The Company was listed on the Saudi Stock Exchange (Tadawul) on 7 November 2022 with a free float of 30% of the Company's share capital. The Group operates land and offshore rigs, and has recently expanded operations with a branch in Sharjah, United Arab Emirates, which started commercial operations during the quarter ended 31 March 2026.

## The Story

"Arabian Drilling Company is facing a challenging period of declining revenues, net losses, and a major debt maturity, despite its strong historical reinvestment and strategic expansion into the UAE."

Financial Metric	Value
Return on Capital (ROIC)	6.6%
Debt-to-Equity Ratio	37.6%
Sustainable Growth Rate	+8.7%

## Growth Story

Arabian Drilling's revenue trajectory shows a contraction, falling from SAR 3.62 billion in FY 2024 to SAR 3.43 billion in FY 2025, and further down to a TTM level of SAR 3.34 billion. This decline is highlighted by Q1 2026 revenues of SAR 821.6 million compared to SAR 911.1 million in Q1 2025, driven by lower land... [\[Read full story\]](#)

## Corporate Governance Profile

### Rating: C

We track 11 key governance disclosures in our database.

## Profitability Dynamics

Profitability has deteriorated significantly, with TTM EBIT dropping to SAR 91.38 million, representing a thin operating margin of 2.73%, down from an operating income of SAR 801.23 million in FY 2023. This margin compression, exacerbated by a SAR 114.3 million rig impairment in FY 2025 and rising finance costs, has... [\[Read full story\]](#)

## Risk & Capital Structure Factors

The company's risk profile is dominated by a looming liquidity squeeze and regional volatility. Total debt stands at SAR 2.92 billion, primarily consisting of a SAR 2.0 billion Sukuk due in February 2027. Because this Sukuk is contractually repayable within twelve months, its reclassification to current liabilities... [\[Read full story\]](#)

