

4031

Governance: A

SGS

Saudi Ground Services Co.

31.32 SAR / Share

As of: May 28, 2026

16.0x

P/E RATIO

Trailing 12 Months

2.2x

P/B RATIO

Price to Book Value

3.2%

DIVIDEND YIELD

Annual Dividend / Share

5.89B SAR

MARKET CAP

Total Valuation

0.93

BETA

Systematic Risk Index

13.5%

NET MARGIN

Net Profit / Revenue

Company Profile

Saudi Ground Services Company is a Saudi Joint Stock Company engaged in providing ground handling services, aircraft cleaning, passenger handling, baggage, and fuel to Saudi Airlines Air Transport Company, other local and foreign airlines, and other customers in the Kingdom of Saudi Arabia. The Company's parent is Saudi Arabian Airlines Corporation (the "Ultimate Parent Company"), which holds 52.5% of the shares in the Company. The Company's Ultimate Controlling Party is the Government of Saudi Arabia.

The Story

"Saudi Ground Services Company operates as the critical operational backbone of the Kingdom's aviation sector, demonstrating steady revenue recovery alongside a conservative capital structure, though historical returns have struggled to outpace its cost of capital."

Financial Metric	Value
Return on Capital (ROIC)	5.0%
Debt-to-Equity Ratio	3.1%
Sustainable Growth Rate	-0.2%

Growth Story

SGS has demonstrated consistent top-line expansion, with revenues rising from SR 2.46 billion in FY 2023 to SR 2.68 billion in FY 2024, and reaching SR 2.73 billion in FY 2025, a level maintained in the TTM period at SR 2.73 billion. Despite this steady post-pandemic recovery in flight volumes, the company's long-term... [\[Read full story\]](#)

Corporate Governance Profile

Rating: A

We track 7 key governance disclosures in our database.

Profitability Dynamics

While SGS has maintained positive profitability, with a TTM operating margin of 9.63% and a net profit margin of 13.46% (supported by SR 367.53 million in TTM net income), its historical capital efficiency reveals a value-destruction gap. Although recent operating income grew from SR 228.23 million in FY 2023 to SR... [\[Read full story\]](#)

Risk & Capital Structure Factors

SGS exhibits a highly conservative financial risk profile, characterized by a net cash position with SR 308.32 million in cash against SR 184.32 million in total debt. This low leverage is complemented by a moderate re-levered beta of 0.93, reflecting its defensive utility-like profile. However, the company faces... [\[Read full story\]](#)