

Investment case

solutions by stc plays a pivotal role in driving the digital transformation and growth of hundreds of public and private organizations across the Kingdom. With a strong foundation of market leadership, promising growth potential, and exceptional returns, the Company continues to deliver unmatched value to its shareholders.

Our key strengths

Market leadership

solutions by stc is the undisputable leader in the Saudi Arabian ICT services market. The Company is well-positioned to capitalize on lucrative consolidation opportunities in the fragmented IT market of KSA. With a strong local content score of 42.6%, solutions by stc continues to reinforce its role as a key driver of digital transformation in the region.

Sizeable and diversified portfolio

With a strong pipeline of projects and a long-standing partnership with stc, solutions by stc has built a strong and diversified portfolio that underpins its sustained growth. The Company boasts an impressive winning ratio of over 77% in 2025, reflecting its ability to secure and execute high-value contracts. This momentum is further highlighted by the signing of more than 220 customer contracts in 2025 across various industries.

Superior value creation

solutions by stc consistently delivers strong financial performance, achieving a return on invested capital (ROIC) of 31.5% in 2025, which is well above its cost of capital. This exceptional value creation highlights the Company's ability to generate high returns for its stakeholders while maintaining a disciplined approach to investment and growth.

Asset-light business model

With an organic CAPEX-to-revenue ratio of just 1.5% in 2025, solutions by stc operates an asset-light business model that enables scalability and operational efficiency. This strategic approach allows the Company to maximize profitability while maintaining flexibility in a rapidly evolving digital landscape.

Free cash flow generation

solutions by stc maintains a solid track record of sustainable free cash flow generation, supported by a resilient business model and strong execution.

Generous dividends

For 2025, the Board of Directors has recommended an ordinary dividend of ₪ 8.0 per share. This implies a payout of 63% of net profit for the year, in line with the Company's progressive dividend policy and reinforcing its commitment to sustainable shareholder value.

Robust balance sheet

solutions by stc maintains a healthy financial position, ending 2025 with a net cash balance of ₪ 1.3 billion, which represents 0.7x its last twelve months (LTM) EBITDA. This solid balance sheet provides the Company with the financial resilience to pursue strategic investments while maintaining financial stability.

Efficient capital allocation

The Company follows a disciplined capital allocation strategy focused on high-return organic capex, value-accretive M&As, and high-potential partnerships and PPP projects. With a commitment to progressively rising dividends, solutions by stc continues to enhance long-term value creation for its stakeholders.

Our key sectors

