

Company

Yamama Cement

2Q25 Result Review

Rating

Under Review

Bloomberg Ticker

YACCO AB

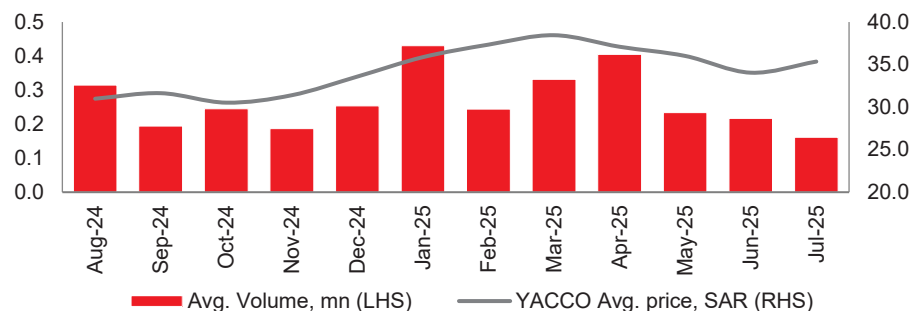
Date

31 July 2025

Results

Target Price SAR	UR
Upside/ Downside	-

Current Market Price (SAR)	34.18
52wk High / Low (SAR)	40.55/28.80
12m Average Vol. (000)	265.7
Mkt. Cap. (USD/SAR mn)	1,845/6,921
Shares Outstanding (mn)	202.5
Free Float	84%
3m ADTV (SAR mn)	7.0
6m ADTV (SAR mn)	9.7
P/E'25e (x)	15.3
EV/EBITDA'25e (x)	12.3
Dividend Yield '25e	3.5%
Price Perf. (1m/3m) (%)	0.35/-5.6

Research DepartmentEmail: ubhar-research@u-capital.net**Revenue grew 49% YoY in 2Q25, ahead of U-Capital estimates**

For 2Q25, Yamama's revenue grew 49% YoY to SAR 362.4mn ahead of U-Capital estimate of SAR 328.9mn. For 1H25, revenue increased 37% YoY to SAR 711.4mn mainly driven by the increase in average selling price and the sales volume.

Net profit increased 43% YoY in 2Q25, ahead of our expectations

For 2Q25, net profit increased by 43% YoY to reach SAR 121.0mn, ahead of our expectations. For 1H25, net profit increased 32% on a YoY basis due to the increase in average selling price and volume.

U-Capital view

Yamama delivered robust performance in 2Q25, with revenue increasing both YoY and QoQ. However, net profit declined sequentially, primarily due to lower average selling prices and a drop in other income. Moreover, the company plans to move its seventh production line from the old factory to the new factory, with completion expected in the second half of 2025. This will increase the new factory's cement capacity to 10.9mtpa from 6.7mtpa. Overall, the cement sector is showing signs of stabilisation, with domestic cement demand expected to grow steadily, supported by major infrastructure projects under Vision 2030, including NEOM, Qiddiya, and the Red Sea Project. Currently, the stock is trading at 2025e P/E multiple of 15.3x against the historical 1-year forward multiple of 16.9x.

For our
last report**Financial Summary**

SAR mn	2Q24	3Q24	4Q24	1Q25	2Q25	2Q25e	YoY	QoQ	Var.	1H24	1H25	YoY
P&L												
Revenue	243.7	285.2	370.4	349.0	362.4	328.9	49%	4%	10%	517.4	711.4	37%
Gross profit	110.4	123.8	157.9	170.8	157.0	144.7	42%	-8%	8%	247.3	327.8	33%
Op. Profit	86.8	103.9	135.3	148.5	134.1	120.7	54%	-10%	11%	204.4	282.6	38%
Net profit	84.6	97.9	123.1	142.1	121.0	108.3	43%	-15%	12%	199.7	263.1	32%
BS												
Shareholder's Equity	4,727	4,828	4,843	4,985	4,904		4%	-2%		4,727	4,904	4%
Ratios												
OP. Margin	35.6%	36.4%	36.5%	42.6%	37.0%	36.7%				39.5%	39.7%	
NPM	34.7%	34.3%	33.2%	40.7%	33.4%	32.9%				38.6%	37.0%	
EPS, SAR	0.4	0.5	0.6	0.7	0.6	0.5				1.0	1.3	
ROE, TTM					9.9%							
PE, TTM					14.3							

Source: Financials, Saudi Exchange, Bloomberg, U Capital Research



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Disclaimer

Recommendation

BUY	ACCUMULATE	HOLD	REDUCE	SELL
Greater than 20%	Between +10% and +20%	Between +10% and -10%	Between -10% and -20%	Lower than -20%

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