Company
Qassim Cement Company
3Q25 Result Review

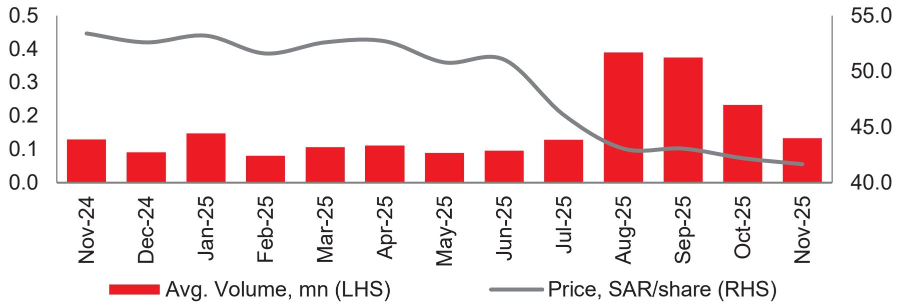
Rating
Hold

Bloomberg Ticker
QACCO AB

Date
5 November 2025

Results

Target Price (SAR)	44.7
Upside/ Downside	7.2%



Current Market Price (SAR)	41.7
52wk High / Low (SAR)	54.6/40.5
12m Average Vol. (mn)	0.2
Mkt. Cap. (USD/SAR mn)	1,228/4,606
Shares Outstanding (mn)	110.6
Free Float (%)	75.5%
3M ADTV (SAR mn)	13.1
6M ADTV (SAR mn)	9.5
P/E'26e (x)	15.5
EV/EBITDA'26e (x)	11.2
Dividend Yield '26e (%)	7.1%
Price Perf. (1m/3m) (%)	-2.5/-9.0%

Research Department
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Revenue declined 7% YoY in 3Q25 due to lower selling prices

Revenue declined to SAR 247mn in 3Q25 (−7% YoY, −16% QoQ), as a sharp drop in average selling prices outweighed the growth in sales volume.

Higher operating costs weigh on the net profit in 3Q25

Lower average selling prices and higher operating costs, amid fuel price hikes from early 2025, offset the gains from reduced general and administrative (G&A) and zakat expenses, leading to weaker gross and operating profit in 3Q25. As a result, net profit for 3Q25 fell to SAR 41mn, down 37% YoY.

U-Capital view

Qassim Cement posted a sharp decline in net profit for 3Q25, both YoY and QoQ, primarily due to sustained pressure on average selling prices. While robust cement demand supported volume growth, pricing weakness more than offset the benefit, weighing on overall profitability. We maintain our Hold rating on the stock with a target price of SAR 44.7/share.

For our last report click HERE

Financial Summary

SAR mn	3Q24	4Q24	1Q25	2Q25	3Q25	3Q25e	YoY	QoQ	Var.	9M24	9M25	YoY
P&L												
Sales/Revenue	265	303	303	293	247	303	-7%	-16%	-19%	665	843	27%
Gross profit	73	94	94	73	33	75	-55%	-54%	-56%	234	197	-16%
Operating profit	70	74	94	73	36	75	-48%	-50%	-51%	210	199	-6%
Net profit / (loss)	66	82	94	61	41	67	-37%	-32%	-38%	212	191	-10%
BS												
Shareholders' Equity	2,744	2,764	2,770	2,724	2,678		-2%	-2%		2,744	2,678	-2%
Ratios												
Gross margin	27.6%	31.1%	30.9%	24.8%	13.5%	24.8%				35.2%	23.3%	
Operating margin	26.5%	24.4%	31.1%	25.0%	14.7%	24.6%				31.6%	23.6%	
Net profit margin	24.9%	27.0%	31.1%	20.8%	16.8%	22.1%				31.8%	22.7%	
EPS, SAR	0.6	0.7	0.9	0.6	0.4	0.6				2.2	1.7	
P/E (TTM)					16.6							
RoE (TTM)					10.2%							
P/Bv					1.7							

Source: Financials, Tadawul, 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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