KSA Cement sector monthly update: July 2026

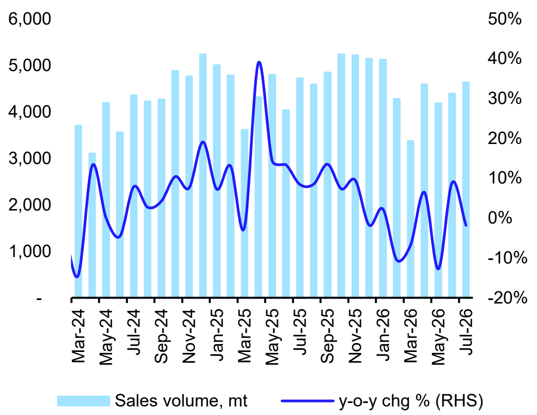
- ***Cement sales volume in July 2026 declined 1.8% y-o-y but increased 5.5% m-o-m to 4.63mt.***
- ***Yamama continues lead the market share with a 15.3% share (YTD Jul'26), followed by Saudi Cement at 13.7% (see figure 9).***
- ***Clinker inventory rose 0.7% m-o-m to 45.1mt; Inventory levels have increased in the Eastern, Western, and Northern regions in July 2026.***

Sales: In July 2026, total cement sales volume fell 1.8% y-o-y but grew 5.5% m-o-m, reaching 4.63 mt. The m-o-m sales expansion reflects a healthy beginning of the 3Q/2H26, which is a seasonally stronger period. Among our coverage companies, Qassim Cement and Southern Cement recorded the highest decline in sales volume for the month of July 2026, down ~16% and ~15% y-o-y, respectively. On the other hand, Saudi Cement and Riyadh Cement reported the highest growth of ~22% and ~16% y-o-y, respectively.

In terms of exports, the sector-level cement exports were up 13% y-o-y (flat m-o-m) and clinker exports were down 19% y-o-y (+38% m-o-m). The exports' performance remained resilient despite the challenging regional geopolitical environment.

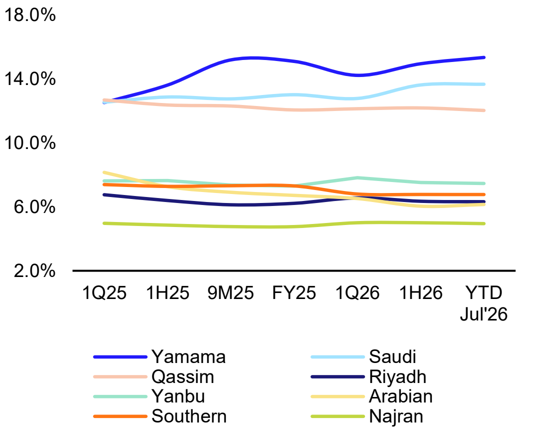
Clinker inventory: Clinker inventory grew 0.7% m-o-m to 45.1 mt. (as of July 2026). On LTM basis, inventory levels have increased in all regions, barring the Northern region (see Figure 8). Within our coverage companies, Riyadh Cement holds the lowest inventory level (5 months), followed by Saudi Cement at 6 months. Yamama Cement and Qassim Cement have an inventory level of 8 months and 9 months, respectively (see Figure 7).

Cement sales y-o-y growth (%)



Source: Yamama Cement, Al Rajhi Capital

Market share (%)



Source: Yamama Cement, Al Rajhi Capital

Figure 1 **Cement sales performance of coverage companies**

Cement sales	Jul'2026 ('000 tons)	y-o-y Growth	m-o-m Growth
Yamama Cement	811	-9.6%	16.0%
Saudi Cement	644	22.0%	0.2%
Qassim Cement	516	-15.8%	6.2%
Riyadh Cement	285	15.9%	4.4%
Yanbu Cement	331	1.8%	1.2%
Arabian Cement	312	-0.6%	16.0%
Southern Cement	312	-15.2%	5.1%
Najran Cement	215	1.9%	-4.9%

Source: Yamama Cement, Al Rajhi Capital

Figure 2 **Local sales vs. Export sales contribution**

Cement sales	Jul'2026	
	Local	Export
Yamama Cement	100.0%	0.0%
Saudi Cement	82.1%	17.9%
Qassim Cement	100.0%	0.0%
Riyadh Cement	100.0%	0.0%
Yanbu Cement	100.0%	0.0%
Arabian Cement	100.0%	0.0%
Southern Cement	97.4%	2.6%
Najran Cement	91.2%	8.8%

Source: Yamama Cement, Al Rajhi Capital

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Figure 3 **Sales performance by region (Jul'26)**

Cement sales	Jul'2026 ('000 tons)	y-o-y Growth	m-o-m Growth
Central	1,650	-7.9%	10.1%
West	1,221	1.8%	7.4%
East	908	31.8%	-0.2%
South	527	-9.0%	0.8%
North	325	-29.2%	1.2%
Total	**4,631**	**-1.8%**	**5.5%**

Source: Yamama Cement, Al Rajhi Capital

Figure 4 **Sales performance of coverage companies (YTD)**

Cement sales	YTD Jul'26 ('000 tons)	y-o-y Growth
Yamama Cement	4,682	4.0%
Saudi Cement	4,171	5.9%
Qassim Cement	3,671	-5.7%
Riyadh Cement	1,929	-0.6%
Yanbu Cement	2,280	-2.9%
Arabian Cement	1,876	-16.2%
Southern Cement	2,066	-10.1%
Najran Cement	1,511	0.9%

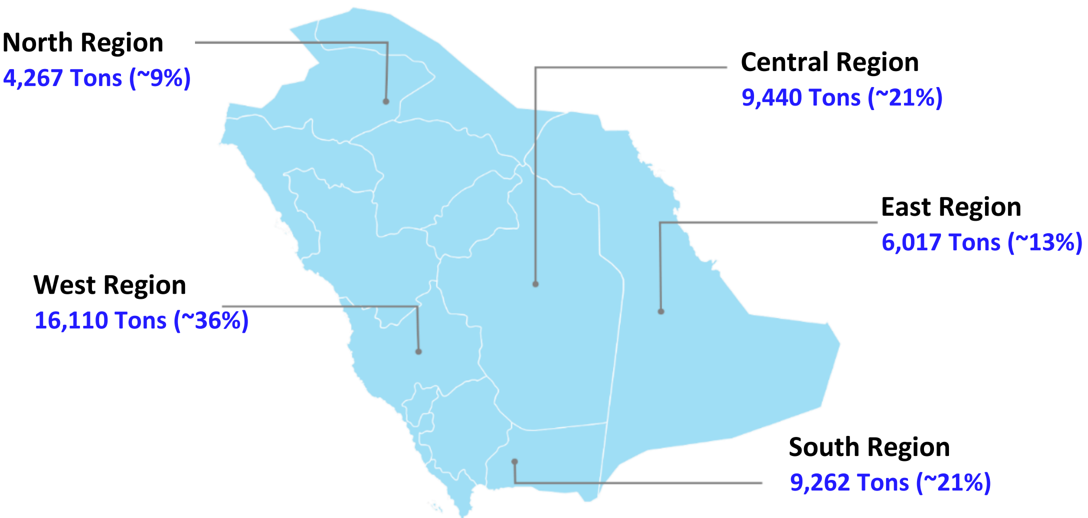
Source: Yamama Cement, Al Rajhi Capital

Figure 5 **Sales performance by region (YTD)**

Cement sales	YTD Jul'26 ('000 tons)	y-o-y Growth
Central	10,575	14.9%
West	7,941	15.8%
East	5,983	27.3%
South	3,577	11.2%
North	2,472	-3.1%
Total	**30,548**	**-2.2%**

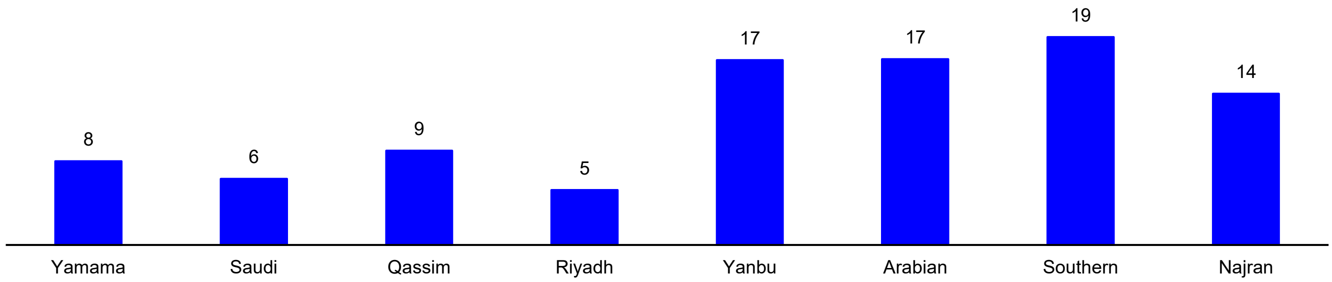
Source: Yamama Cement, Al Rajhi Capital

Figure 6 **Clinker Inventory by Geography ('000 Tons and percentage of total KSA) – Jul'26**



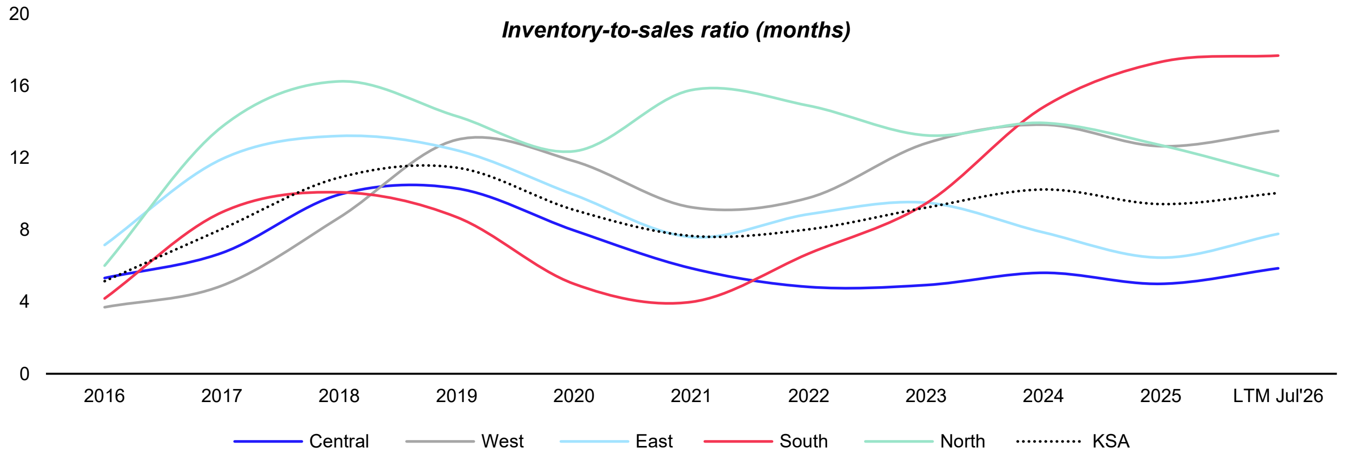
Source: Yamama Cement, Al Rajhi Capital

Figure 7 **Inventory-to-sales ratio* (Jul'26, months)**



Source: Yamama Cement, Al Rajhi Capital, *Clinker inventory/Avg. monthly cement sales, LTM, Note – Qassim inventory includes Hail

Figure 8 **Central and Eastern regions have lower inventory compared to Western, Southern, and Northern**



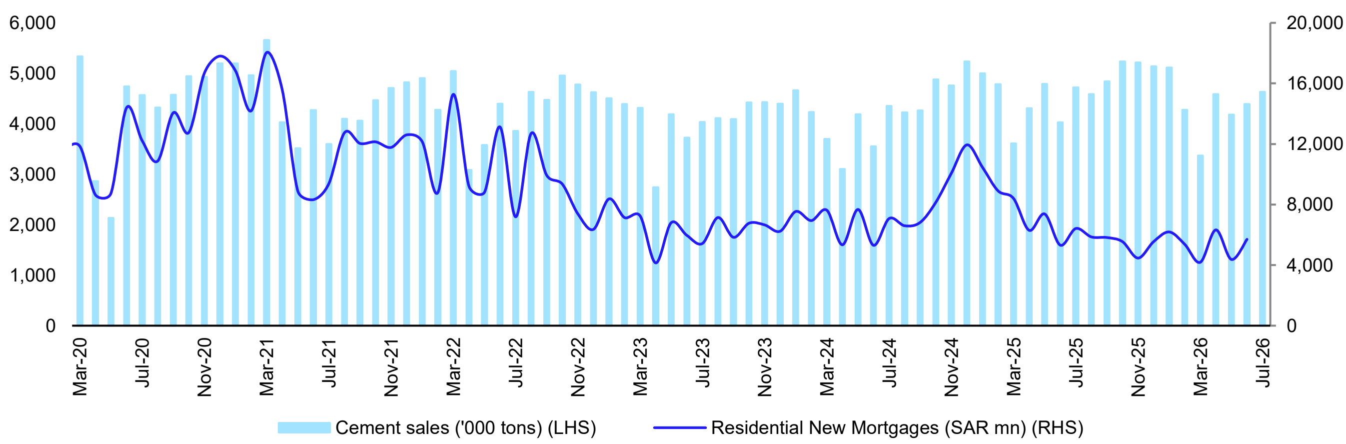
Source: Yamama Cement, Al Rajhi Capital

Figure 9 **Market share (%)**

Market share	1Q25	1H25	9M25	FY25	1Q26	1H26	YTD Jul'26
Yamama	12.5%	13.6%	15.2%	15.1%	14.2%	14.9%	15.3%
Saudi	12.5%	12.9%	12.7%	13.0%	12.8%	13.6%	13.7%
Qassim	12.7%	12.4%	12.3%	12.0%	12.1%	12.2%	12.0%
Riyadh	6.7%	6.4%	6.1%	6.2%	6.6%	6.3%	6.3%
Yanbu	7.6%	7.6%	7.4%	7.3%	7.8%	7.5%	7.5%
Arabian	8.1%	7.3%	6.9%	6.7%	6.5%	6.0%	6.1%
Southern	7.4%	7.3%	7.3%	7.3%	6.8%	6.8%	6.8%
Najran	5.0%	4.9%	4.8%	4.8%	5.0%	5.0%	4.9%

Source: Yamama Cement, Al Rajhi Capital

Figure 10 **Cement sales vs Residential new mortgage volume**



Source: Yamama Cement, SAMA, Al Rajhi Capital

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