

Local Cement Sales Up +2% Y/Y

In January 2026, total cement sales in the sector increased by +2% Y/Y but marginally declined by -0.5% M/M to 5.1 million tons; as reported in Yamama Cement’s monthly bulletin. The increase was likely driven by stronger construction activity and demand. 10 out of 17 firms reported Y/Y growth, led by Saudi Cement Co. at 620k tons (adding +68k tons, or +12%) and Umm Al-Qura Co. at 211k tons (+65k tons, or +45%). On M/M basis, 9 companies recorded increases, led by Yamama Cement Co. at 662k tons (+38k tons, or +6%), with marginal increases for the remaining companies.

Local sales volume reached 5.0 million tons (+2.0% Y/Y, -0.6% M/M). Y/Y growth was led by Saudi Cement Co., while M/M losses were led by Southern Cement Co.

Export sales increased by +14% Y/Y and +3% M/M to 122k tons, up from 107k tons last year.

Exhibit 1: Local Cement Sales (000's tons)



The local sales increased by +2.0% Y/Y and declined -0.6% M/M.

Source: Riyad Capital, Yamama Cement

Exhibit 2: Exports of Saudi Cement Sector (000's tons)



Export sales increased +14% Y/Y and +3% M/M.

Source: Riyad Capital, Yamama Cement

Table 1: Total Cement Sales (000's tons)

	Jan-25	Dec-25	Jan-26	Growth Y/Y	Growth M/M
Local Sales	4,894	5,022	4,992	2%	(1%)
Export Sales	107	119	122	14%	3%
Total Cement Sales	5,001	5,141	5,114	2%	(1%)

Source: Riyad Capital, Yamama Cement

Clinker Monthly Production

Clinker production increased +3% Y/Y but declined -14% M/M to 4.2 million tons. On M/M basis, 8 companies reported lower production, mainly led by Saudi Cement Co. (-205k tons, or -28%), Yanbu Cement Co. (-204k tons, or -36%), and Southern Cement Co. (-188k tons, or -57%). On a Y/Y basis, 11 companies saw higher production, led by Yamama Cement Co. (+339k tons, or +92%) and Eastern Cement Co. (+148k tons, or +49%).

Clinker inventories continued their sequential decline for the seventh consecutive month to 42.8 million tons (-2.2% M/M, -2.4% Y/Y), compared to 43.8 million tons in the same month last year. The largest inventory holders were Southern Co. (16%), Qassim Co. (12%), Yanbu Co. (12%) and Yamama Co. (11%).

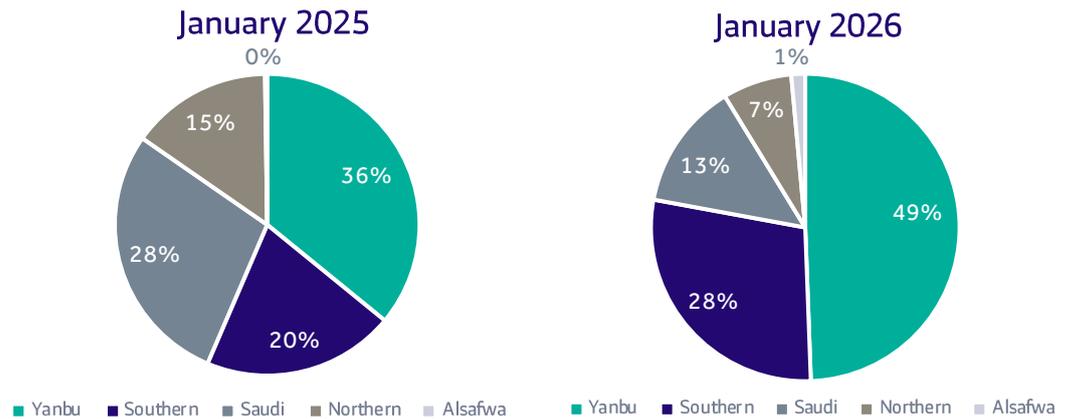
Exhibit 3: Clinker Production of Saudi Cement Sector (000's tons)



Clinker production is down -14% Y/Y, but up +3% M/M.

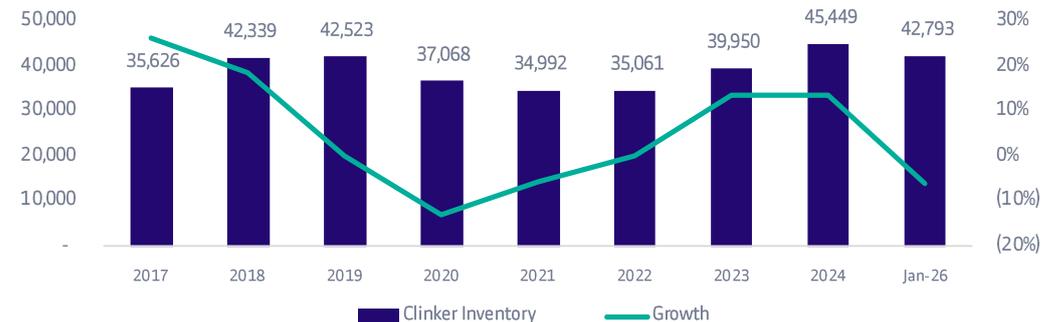
Source: Riyad Capital, Yamama Cement

Exhibit 4: Clinker Exports by Companies (%)



Source: Riyad Capital, Yamama Cement

Exhibit 5: Clinker Inventory Levels (000's tons)



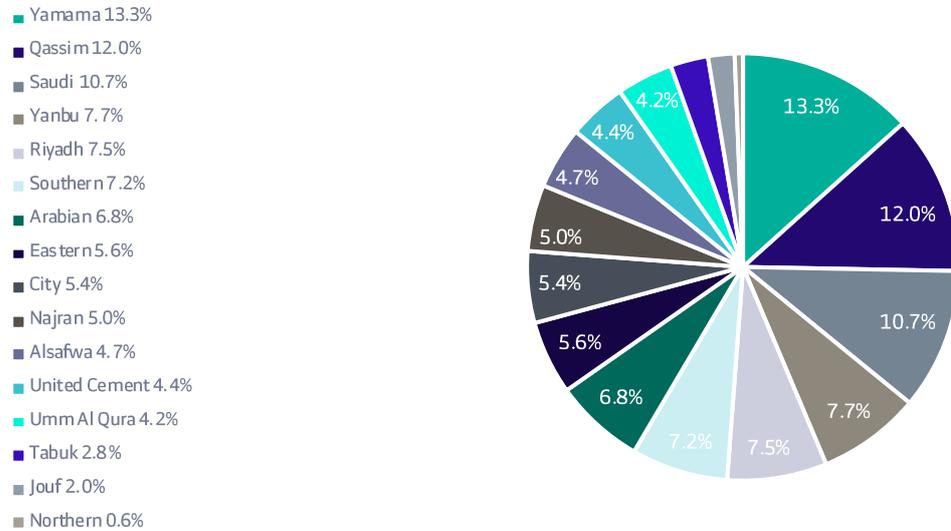
Clinker inventory is down -2.2% M/M and -2.4% Y/Y from January 2025.

Source: Riyad Capital, Yamama Cement

Yamama Cement Leads in KSA Market Share

Yamama Cement Co. maintained its leading position in market share for January 2026, holding a 13.3% share, followed by Qassim Cement Co. at 12.0% (combined with Hail Cement Co.), and closely followed by Saudi Cement Co. at 10.7%.

Exhibit 6: Local Market Share for January 2026



Source: Riyad Capital, Yamama Cement

■ Stock Rating

Buy	Neutral	Sell	Not Rated
Expected Total Return Greater than +15%	Expected Total Return between -15% and +15%	Expected Total Return less than -15%	Under Review/ Restricted

*The expected percentage returns are indicative, stock recommendations also incorporate relevant qualitative factors

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