Company

Yamama Cement Co.

2Q26 Result Review

Rating

Buy

Bloomberg Ticker

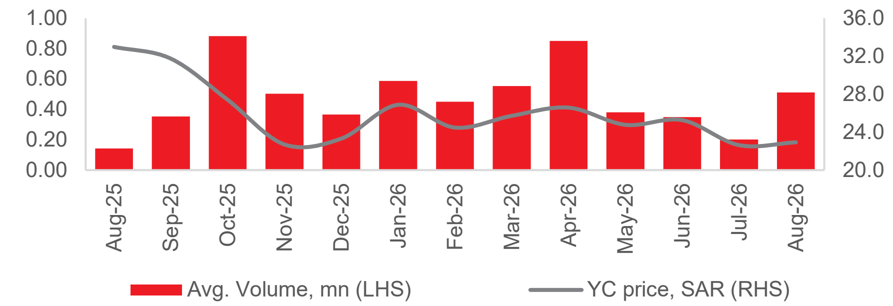
YACCO AB

Date

5 August 2026

Results

Target Price (SAR)	33.2
Total Return	47.1%



Current Market Price (SAR)	23.3
52-week High | Low	34.5 | 22.1
Price Perf. (1m | 3m)	-6.2% | -9.3%
Mkt. Cap. (USD/SAR mn)	1,271 | 4,708
Free Float	83.6%
3m ADTO (000 shares)	303.6
6m ADTO (000 shares)	462.6
3m ADTV (SAR 000)	7,649.9
6m ADTV (SAR 000)	11,560.9
P/E 27e	9.7x
P/B 27e	0.8x
DY 27e	4.3%

U Capital Research

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Revenue decreased 2% YoY, in line with our estimates

Yamama Cement's revenue declined 2% YoY to SAR 355.0mn, in line with our estimates. The decline was primarily due to lower average selling prices, which more than offset the increase in sales volumes during the quarter.

Net profit increased marginally in 2Q26

Net profit increased YoY despite the decline in revenue. The improvement was mainly driven by higher other income arising from the sale of fully depreciated production line accessories, along with lower finance costs, offsetting the impact of softer pricing.

U-Capital View

The cement sector is currently in an expansion phase, with recent capacity additions continuing to weigh on pricing. Despite softer selling prices impacting margins in 2Q26, Yamama Cement is well positioned to capitalize on improving demand through its newly commissioned 12,500 tpd production line. Backed by the Vision 2030-driven construction pipeline, we expect volume growth to remain healthy over the medium term. We maintain our Buy rating on YACCO with a target price of SAR 33.2/share.

Financial Statements

SAR mn	2Q25	3Q25	4Q25	1Q26	2Q26	2Q26e	YoY	QoQ	Var.	1H25	1H26	YoY
P&L												
Revenue	362.4	311.8	400.0	339.8	355.0	370.6	-2%	4%	-4%	711.4	694.8	-2%
Gross profit	157.0	56.2	149.5	154.7	150.2	150.0	-4%	-3%	0%	327.8	304.9	-7%
Operating profit	134.1	32.6	103.5	132.3	123.1	126.9	-8%	-7%	-3%	282.6	255.4	-10%
Net profit	121.0	35.9	183.9	143.9	121.5	111.9	0%	-16%	9%	263.1	265.4	1%
BS												
Shareholders' Equity	4,903.7	4,939.6	4,969.7	5,114.5	5,034.0		3%	-2%		4,903.7	5,034.0	3%
Ratios												
Gross margin	43.3%	18.0%	37.4%	45.5%	42.3%	40.5%				46.1%	43.9%	
Operating margin	37.0%	10.5%	25.9%	38.9%	34.7%	34.3%				39.7%	36.8%	
Net profit margin	33.4%	11.5%	46.0%	42.3%	34.2%	30.2%				37.0%	38.2%	
RoE (TTM)					9.7%							
P/E (TTM)					9.6x							
Current P/B					0.9x							

Source: Financials, Tadawul, Bloomberg, U Capital Research. n.m – not meaningful

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