Company

Yamama Cement

3Q25 Result Review

Rating

Buy

Bloomberg Ticker

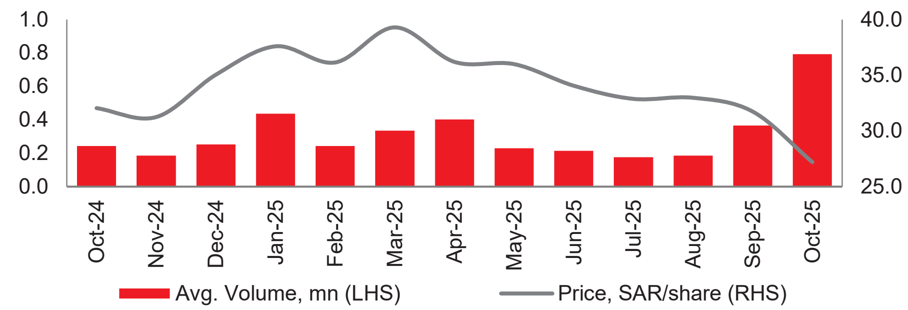
YACCO AB

Date

26 October 2025

Results

Target Price SAR	35.1
Upside/ Downside	29.0%



Current Market Price (SAR)	27.2
52wk High / Low (SAR)	40.5/26.9
12m Average Vol. (mn)	0.3
Mkt. Cap. (USD/SAR mn)	1,469/5,508
Shares Outstanding (mn)	202.5
Free Float	83.6%
3m ADTV (SAR mn)	12.8
6m ADTV (SAR mn)	10.4
P/E'26e (x)	11.2
EV/EBITDA'26e (x)	9.2
Dividend Yield '26e	3.9%
Price Perf. (1m/3m) (%)	-10.8/-22.6%

Research Department
Email: ubhar-research@u-capital.net

Revenue rose 9% YoY in 3Q25, driven by higher sales volume

For 3Q25, Yamama's revenue grew 9% YoY to SAR 311.8mn, driven by higher sales volume. For 9M25, revenue increased 27% YoY to SAR 1,023.2mn, driven by the aforementioned factor.

Lower average selling prices drag net profit in 3Q25

For 3Q25, net profit decreased both on a YoY (-63%) and QoQ (-70%) basis to reach SAR 35.9mn. The YoY decline in net profit is mainly due to lower average selling prices and higher administrative and selling expenses.

U-Capital view

Yamama Cement reported a decline in net profit on both a YoY and QoQ basis in 3Q25, primarily driven by pressure on average selling prices. Despite this margin compression, sector fundamentals are beginning to stabilize. Domestic cement demand is poised for gradual recovery, underpinned by large-scale infrastructure initiatives under Vision 2030, namely NEOM, Qiddiya, and the Red Sea Project. Operationally, Yamama Cement is set to benefit from capacity expansion, with its new production line expected to come online in 1H26. Given these structural tailwinds and Yamama's strategic positioning, we maintain our target price of SAR 35.1 per 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												
Revenue	285	370	349	362	312	395	9%	-14%	-21%	803	1,023	27%
Gross profit	124	158	171	157	56	171	-55%	-64%	-67%	371	384	4%
Operating Profit	104	135	149	134	33	147	-69%	-76%	-78%	308	315	2%
Net profit	98	123	142	121	36	132	-63%	-70%	-73%	298	299	0%
BS												
Shareholder's Equity	4,828	4,843	4,985	4,904	4,940		2%	1%		4,828	4,940	2%
Ratios												
OPM	36.4%	36.5%	42.6%	37.0%	10.5%	37.3%				38.4%	30.8%	
NPM	34.3%	33.2%	40.7%	33.4%	11.5%	33.5%				37.1%	29.2%	
EPS, SAR	0.5	0.6	0.7	0.6	0.2	0.7				1.5	1.5	
ROE, TTM					8.6%							
PE, TTM					13.0							
P/Bv					1.1							

Source: Financials, Tadawul, Bloomberg, U Capital Research

Investment Research

Ubhar-Research@u-capital.net

Head of Research

Tahir Abbas

+968 2494 9036 | tahir@u-capital.net

Research Team

Ahlam Al-Harthi

+968 2494 9024 | ahlam.harthi@u-capital.net

Sandesh Shetty

+968 2494 9059 | sandesh@u-capital.net

Amira Al Alawi

+968 2494 9012 | amira.alalawi@u-capital.net

Dua Al Mawali

+968 2494 9021 | dua@u-capital.net

Head of Brokerage

Talal Al Balushi

+968 2494 9051 | talal@u-capital.net

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%

Ubhar Capital SAOC (U Capital)

Website: *www.u-capital.net*

PO Box 1137, PC 111, Sultanate of Oman

Tel: +968 2494 9036 | **Fax:** +968 2494 9099 | **Email:** research@u-capital.net