

March 10, 2025

SAUDI CEMENT SECTOR
Monthly Report – February 2025

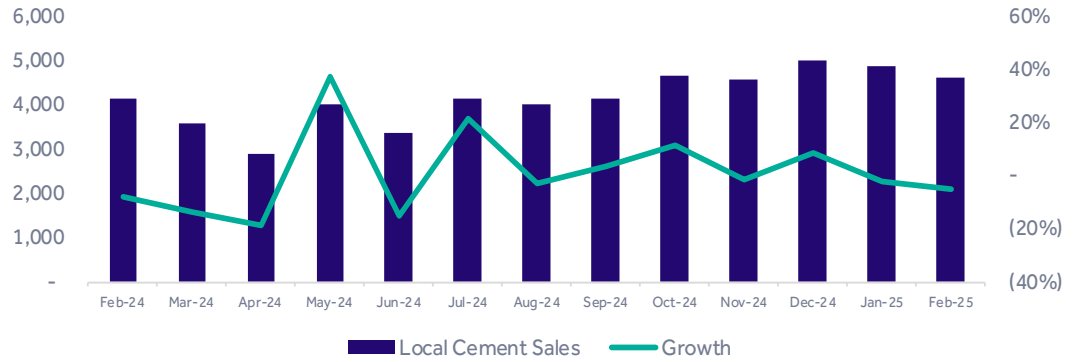
Total Cement Sales Up +13% Y/Y

In February 2025, the total cement sales for the sector continued to show Y/Y growth with 4.8 million tons sold, up +13% Y/Y but down -4% M/M, as reported in Yamama Cement's monthly bulletin. 12 companies went up on Y/Y basis, led by Arabian Cement Co. (+132k tons, or +46%) and Yamama Cement Co. (+126k tons, or +28%). Meanwhile, only 5 companies went up on M/M basis, led by Saudi Cement Co. (+26k tons, or +5%), with modest gains for the rest.

Local sales volume reached 4.9 million tons, up +12% Y/Y but down -5% M/M. 11 companies grew on Y/Y basis, also spearheaded by Arabian Cement Co., while 4 showed a M/M incline led by Arabian Cement Co. (+14k tons, or +3%).

Export sales for the month rose +78% Y/Y and +34% M/M to 143k tons compared to 80k tons in February 2024.

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



The local sales increased by +12% Y/Y, but decreased -5% M/M.

Source: Riyad Capital, Yamama Cement

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



Export sales increased by +78% Y/Y, and +34% M/M.

Source: Riyad Capital, Yamama Cement

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

	Feb-24	Jan-25	Feb-25	Growth Y/Y	Growth M/M
Local Sales	4,149	4,894	4,638	12%	(5%)
Export Sales	80	107	143	78%	34%
Total Cement Sales	4,229	5,001	4,781	13%	(4%)

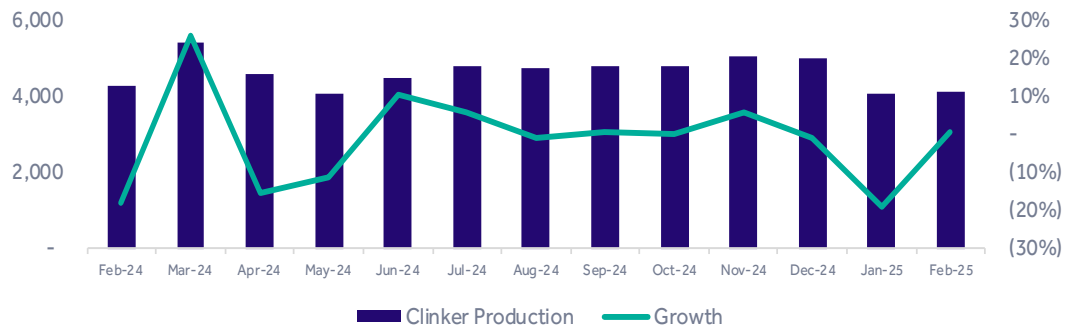
Source: Riyad Capital, Yamama Cement

Clinker Monthly Production

The clinker production declined -4% Y/Y but remained flat M/M, reaching 4.1 million tons. 8 companies in the sector showed a decrease in production levels on a M/M basis, led by Saudi Cement Co. (-409k tons, or -53%), with only minimal declines for the rest. On a Y/Y basis, 11 companies saw a decline, led by Yamama Cement Co. (-181k tons, or -31%), Southern Cement Co. (-147k tons, or -27%), and Jouf Cement Co. (-95k tons, or -68%).

Clinker inventories for the month continued declining on M/M basis for the second consecutive month, reaching 43.2 million tons, down -1.4% M/M but up +5.2% Y/Y, compared to 40.7 million tons in the same month last year. This was mainly driven by higher clinker sales.

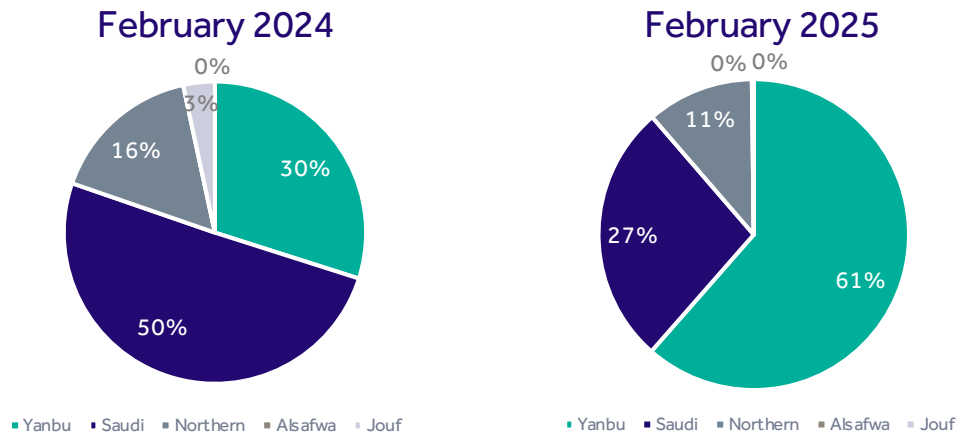
Exhibit 3: Clinker Production of Saudi Cement Sector (000's tons)



Clinker production is down by -4% Y/Y but flat 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)



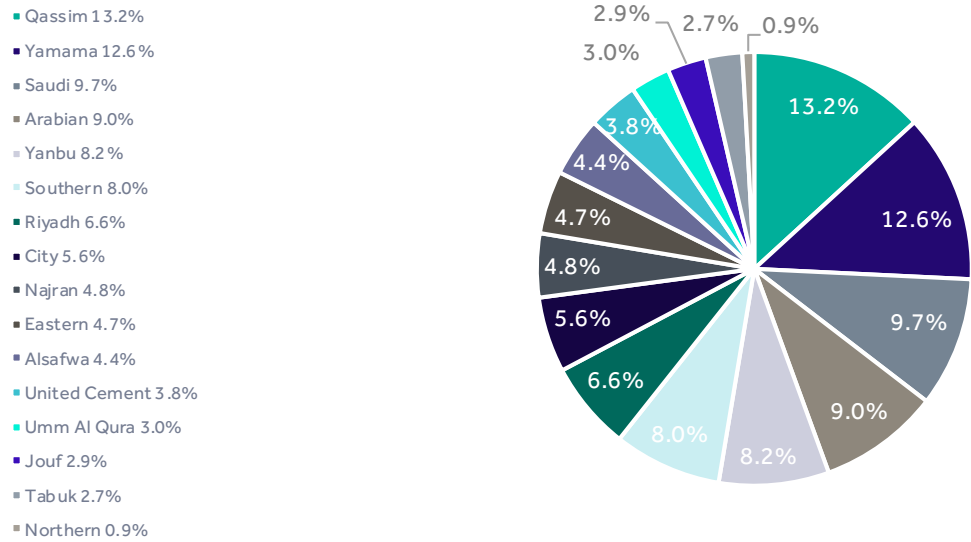
Clinker inventories are down by -1.4% M/M but up +5.2% Y/Y from February 2024.

Source: Riyad Capital, Yamama Cement

Qassim Cement Leads in KSA Market Share

Qassim Cement Co. was the frontrunner in market share in February 2025, holding 13.2% share (combined after consolidation with Hail Cement Co.), followed by Yamama Cement Co. that secured a market share of 12.6%, and Saudi Cement Co. at 9.7%.

Exhibit 6: Local Market Share for February 2025



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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