

Ramadan Pressures Local Cement Sales

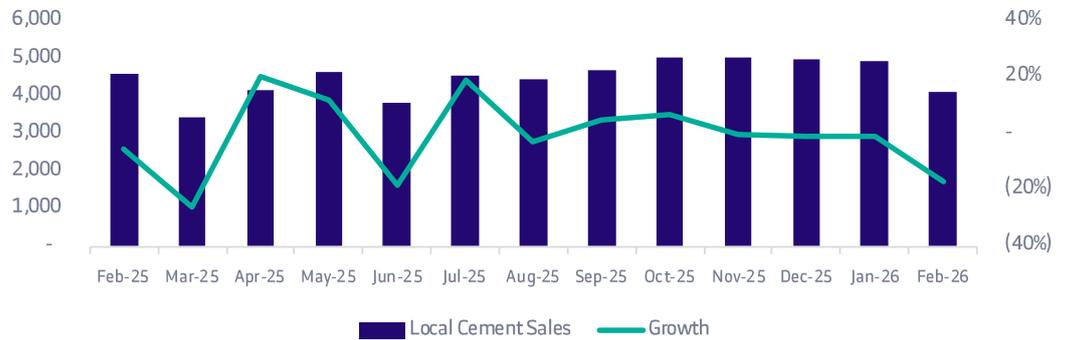
In February 2026, total sector cement sales fell -11% Y/Y and -16% M/M to 4.3 million tons; as reported in Yamama Cement's monthly bulletin. The decline was mainly driven by Ramadan seasonality, with 11 days of Ramadan falling in February 2026 versus none in February 2025. On a Y/Y basis, 13 out of 17 firms reported lower sales, led by Arabian Cement at 298k tons (deducting -119k tons, or -29%) and Qassim Cement at 346k tons (-111k tons, or -24%). On M/M basis, most companies also posted declines, led by Riyadh Cement at 262k tons (-111k tons, or -30%), and Qassim Cement at 346k tons (-73k tons, or -17%).

Local sales volumes declined to 4.2 million tons (-10% Y/Y, -17% M/M), due to Ramadan seasonality. The Y/Y decline was led by Arabian Cement, while Riyadh Cement recorded the largest M/M drop.

Export sales fell by -17% Y/Y and -3% M/M to 118k tons, down from 143k tons last year.

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

- The local sales decreased by -10% Y/Y and -17% M/M.



Source: Riyad Capital, Yamama Cement

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

- Export sales decreased by -17% Y/Y and -3% M/M.



Source: Riyad Capital, Yamama Cement

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

	Feb-25	Jan-26	Feb-26	Growth Y/Y	Growth M/M
Local Sales	4,638	4,992	4,160	(10%)	(17%)
Export Sales	143	122	118	(17%)	(3%)
Total Cement Sales	4,781	5,114	4,278	(11%)	(16%)

Source: Riyad Capital, Yamama Cement

Clinker Monthly Production

Clinker production decreased -1% Y/Y and -2% M/M to 4.1 million tons. On a M/M basis, 10 companies reported lower production, led by Yanbu Cement (down -85k tons, or -24%), and Eastern Cement (-80k tons, or -18%). On a Y/Y basis, 6 companies saw lower production, with the sharpest drops recorded by Qassim Cement, Yanbu Cement, and Umm AlQura, while the main gainers were Yamama Cement and Saudi Cement.

Clinker inventories continued their sequential decline for the eighth consecutive month, falling to 42.7 million tons (-0.3% M/M, -1.3% Y/Y), versus 43.2 million tons in the same month last year. The largest clinker inventory holders were Southern Cement (15.3%), Yanbu Cement (11.6%), Qassim Cement (11.4%) and Yamama Cement (10.8%).

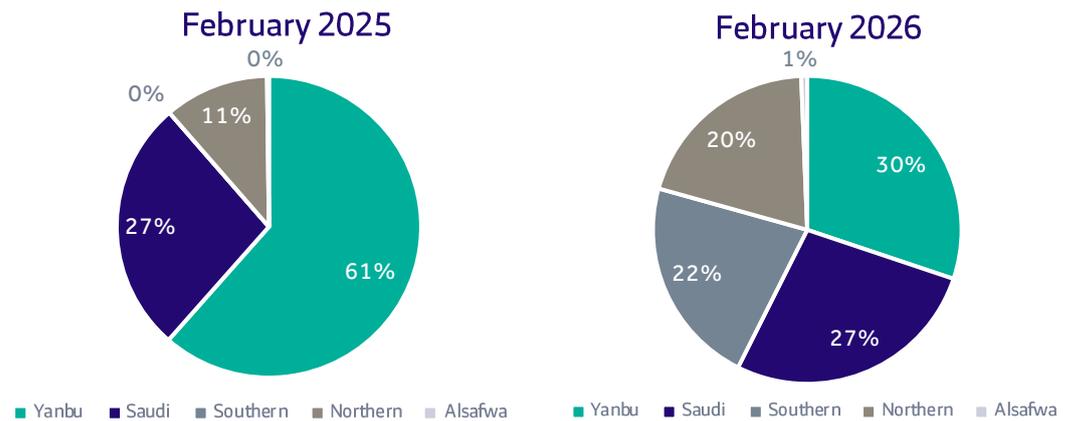
Exhibit 3: Clinker Production of Saudi Cement Sector (000's tons)

Clinker production is down -1% Y/Y and -2% M/M.



Source: Riyad Capital, Yamama Cement

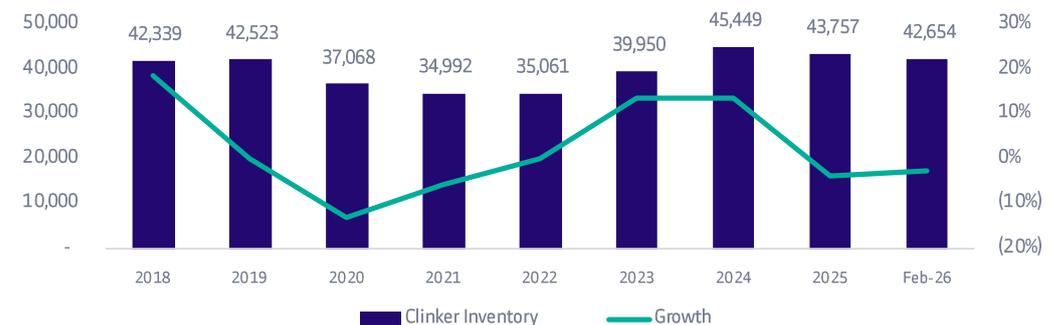
Exhibit 4: Clinker Exports by Companies (%)



Source: Riyad Capital, Yamama Cement

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

Clinker inventory is down -0.3% M/M and -1.3% Y/Y from February 2025.

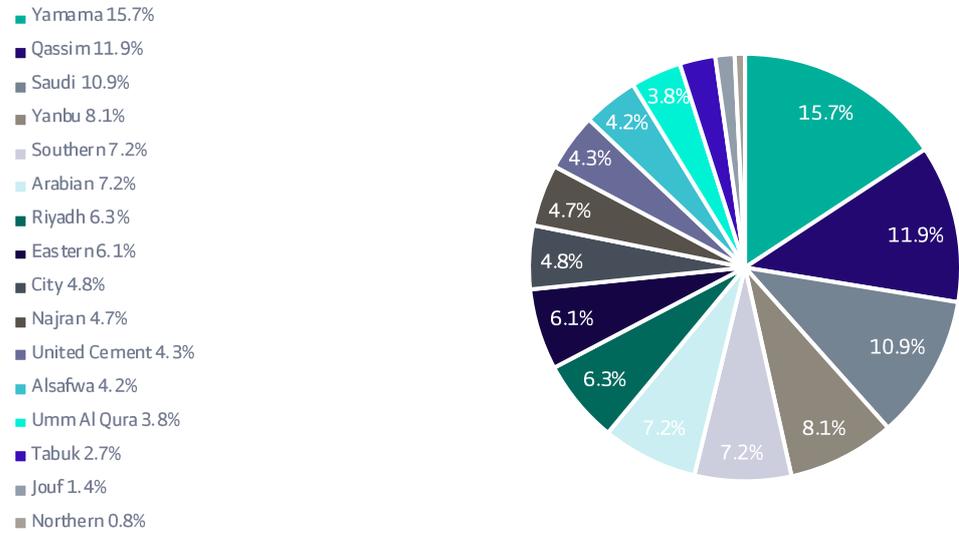


Source: Riyad Capital, Yamama Cement

Yamama Cement Leads in KSA Market Share

Yamama Cement maintained its leading position in market share for February 2026, holding a 15.7% share, followed by Qassim Cement at 11.9% (combined with Hail Cement), and closely followed by Saudi Cement at 10.9%.

Exhibit 6: Local Market Share for February 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

For any feedback on our reports, please contact research@riyadcapital.com

Disclaimer

Riyadh Capital is a Saudi closed joint stock company with paid-up capital of SAR 500 million. Licensed by the Saudi Arabian Capital Market Authority (No. 07070-37). Commercial Registration No. 1010239234. Head Office: 3128 Financial Boulevard, 6671 Al Aqeeq Dist., Riyadh 13519, Kingdom of Saudi Arabia.

The information in this report was compiled in good faith from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts stated in this report are accurate and that the forecasts, opinions and expectations contained herein are fair and reasonable. Riyadh Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Riyadh Capital does not represent that the information in this report is complete or free from any error. This report is not, and is not to be construed as, an offer to sell or solicitation of an offer to buy any financial securities. Accordingly, no reliance should be placed on the accuracy, fairness or completeness of the information contained in this report. Riyadh Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents, and neither Riyadh Capital nor any of its respective directors, officers or employees, shall be in any way responsible for the contents hereof. Riyadh Capital or its employees or any of its affiliates or clients may have a financial interest in securities or other assets referred to in this report. Opinions, forecasts or projections contained in this report represent Riyadh Capital's current opinions or judgment as at the date of this report only and are therefore subject to change without notice. There can be no assurance that future results or events will be consistent with any such opinions, forecasts or projections which represent only one possible outcome. Further, such opinions, forecasts or projections are subject to certain risks, uncertainties and assumptions that have not been verified and future actual results or events could differ materially. The value of, or income from, any investments referred to in this report may fluctuate and/or be affected by changes. Past performance is not necessarily an indicative of future performance. Accordingly, investors may receive back less than originally invested amount. This report provides information of a general nature and does not address the circumstances, objectives, and risk tolerance of any particular investor. Therefore, it is not intended to provide personal investment advice and does not take into account the reader's financial situation or any specific investment objectives or particular needs which the reader may have. Before making an investment decision the reader should seek advice from an independent financial, legal, tax and/or other required advisers due to the investment in such kind of securities may not be suitable for all recipients. This research report might not be reproduced, nor distributed in whole or in part, and all information, opinions, forecasts and projections contained in it are protected by the copyright rules and regulations.