

SAUDI CEMENT SECTOR

Monthly Report – May 2025

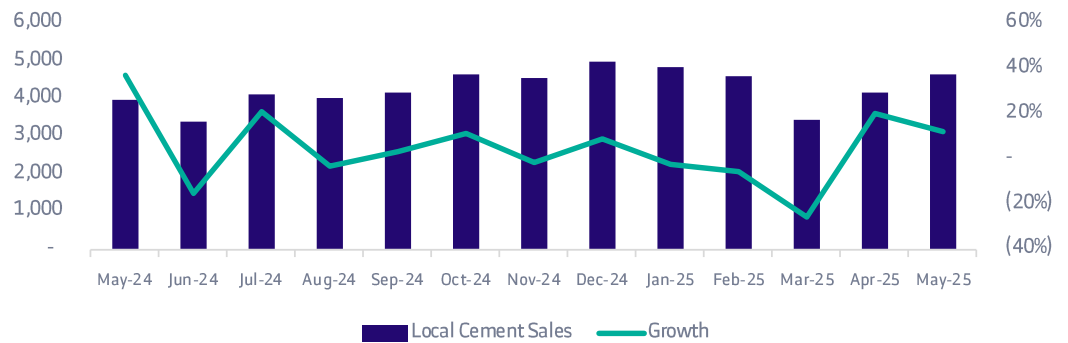
Local Cement Sales Up +17% Y/Y in May

In May 2025, total cement sales for the sector increased by +14% Y/Y and +11% M/M to 4.8 million tons, primarily driven by an increase in local sales despite lower exports; as reported in Yamama Cement's monthly bulletin. 11 out of 17 companies saw Y/Y growth (minimal declines for the remaining 6), led by impressive performance by Yamama Cement Co. (+232k tons, or +47%), Saudi Cement Co. (+121k tons, or +25%), and Alsafwa Cement Co. (+82k tons, or +47%). Almost all companies also increased M/M, led by Yamama Cement Co. (+110k tons, or +18%), Yanbu Cement Co. (+62k tons, or +19%), and Southern Cement Co. (+62k tons, or +22%).

Local sales jumped to 4.7 million tons, up +17% Y/Y and +12% M/M. 12 companies showed Y/Y growth, again led by Yamama Cement Co., Saudi Cement Co., and Alsafwa Cement Co. On M/M basis, almost all companies also recorded increases, topped by Yamama Cement and Saudi Cement Co.

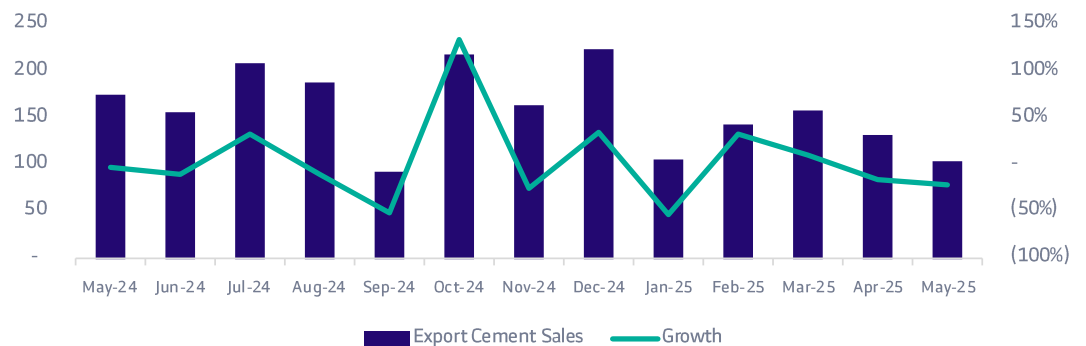
Export sales fell -40% Y/Y and -21% M/M to 105k tons versus 175k tons in May 2024.

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



Source: Riyad Capital, Yamama Cement

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



Source: Riyad Capital, Yamama Cement

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

	May-24	Apr-25	May-25	Growth Y/Y	Growth M/M
Local Sales	4,013	4,176	4,686	17%	12%
Export Sales	175	133	105	(40%)	(21%)
Total Cement Sales	4,188	4,309	4,791	14%	11%

Source: Riyad Capital, Yamama Cement

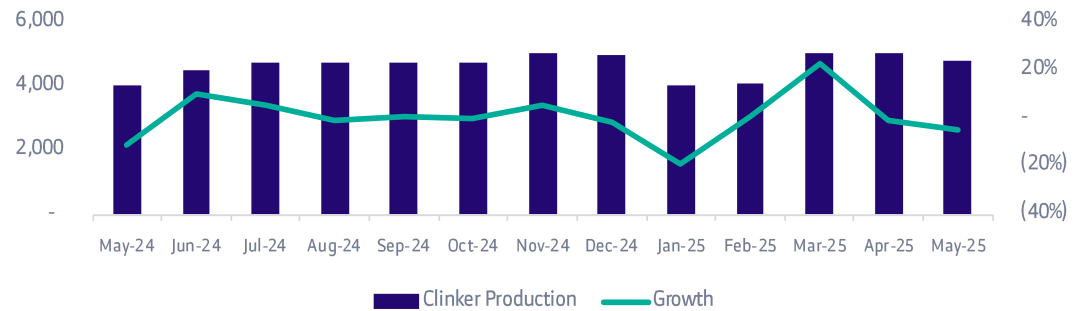
Clinker Monthly Production

Clinker production increased +18% Y/Y but decreased -4% M/M, to reach 4.8 million tons. 8 companies in the sector recorded higher production M/M, led by Northern Cement Co. (+72k tons, or +71%) and Hail Cement Co. (+41k tons, or +30%). On a Y/Y basis, 9 companies recorded increases, led by Yamama Cement Co. (+319k tons, or +85%) and Northern Cement Co. (+174k tons, compared to nil production last year).

Clinker inventories for the month declined -1% M/M but up +3% Y/Y, reaching 44.4 million tons compared to 43.1 million tons in the same month last year. Southern Cement Co. had the largest inventory share at 15%, followed by Yanbu Cement Co. at 13% and Yamama Cement Co. at 11%.

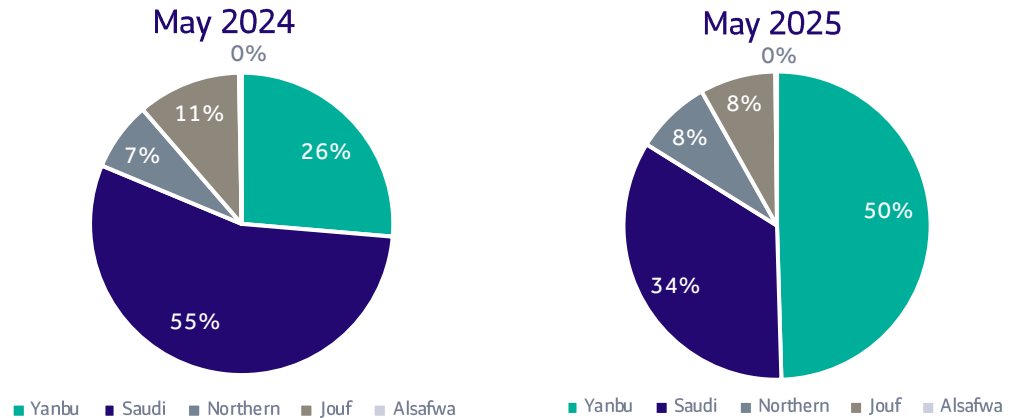
Exhibit 3: Clinker Production of Saudi Cement Sector (000's tons)

Clinker production is up by +18% Y/Y but down -4% 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% M/M but up +3% Y/Y from May 2024.

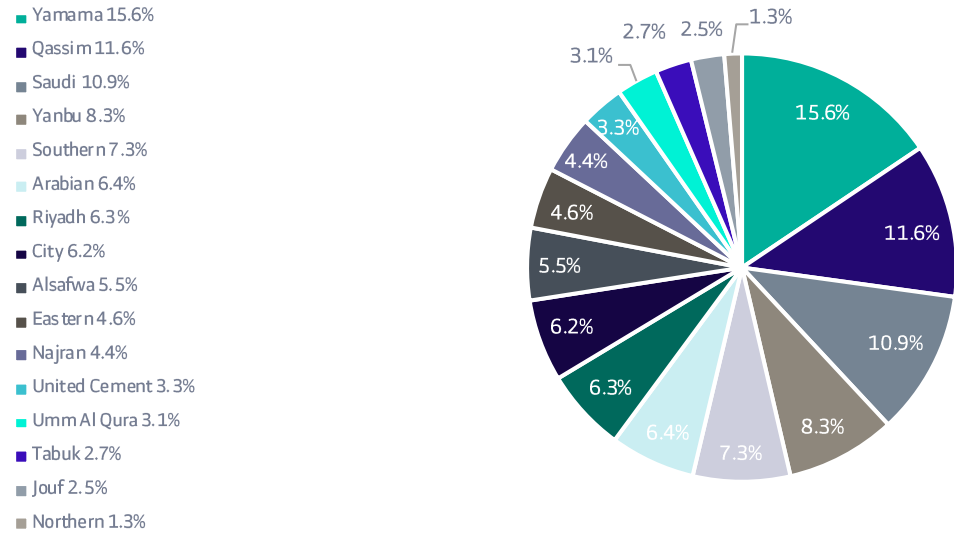


Source: Riyad Capital, Yamama Cement

Yamama Cement Leads in KSA Market Share

Yamama Cement Co. maintained its leading position in market share for May 2025, holding a 15.6% share, followed by Qassim Cement Co. at 11.6% (combined after consolidation with Hail Cement Co.), and closely by Saudi Cement Co. at 10.9%.

Exhibit 6: Local Market Share for May 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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