

SAUDI CEMENT SECTOR

Monthly Report – May 2026

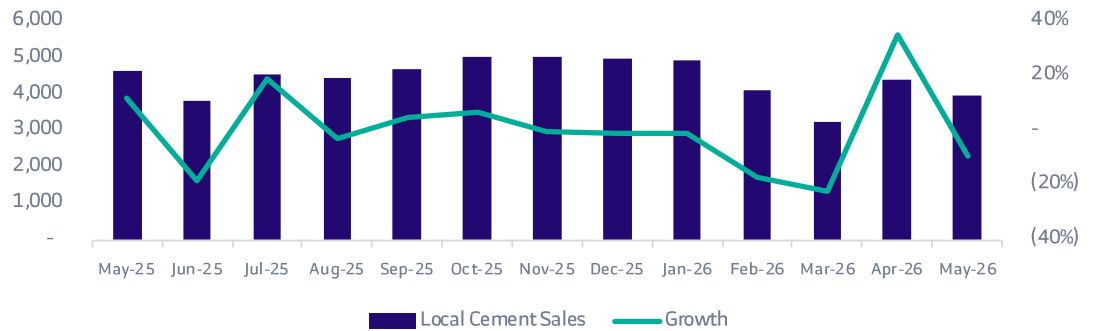
Local Cement Sales Dip on Eid Adha Holiday

In May 2026, total sector cement sales declined -13% Y/Y and -9% M/M to 4.2 million tons; as reported in Yamama Cement’s monthly bulletin. The decrease was primarily driven by Eid Al-Adha seasonality, as the holiday fell in May in 2026 versus June in 2025. On a Y/Y basis, 12 out of 17 firms reported lower sales, led by City Cement at 194k tons (down -96k tons, or -33%) and Arabian Cement at 204k tons (-96k tons, or -32%). On M/M basis, 15 companies recorded decreases, led by Yamama Cement (-77k tons, or -11%) and Arabian Cement (-56k tons, or -22%).

Local sales volumes declined to 4.0 million tons (-14% Y/Y, -9% M/M), mainly driven by seasonal factors, with declines seen across most companies.

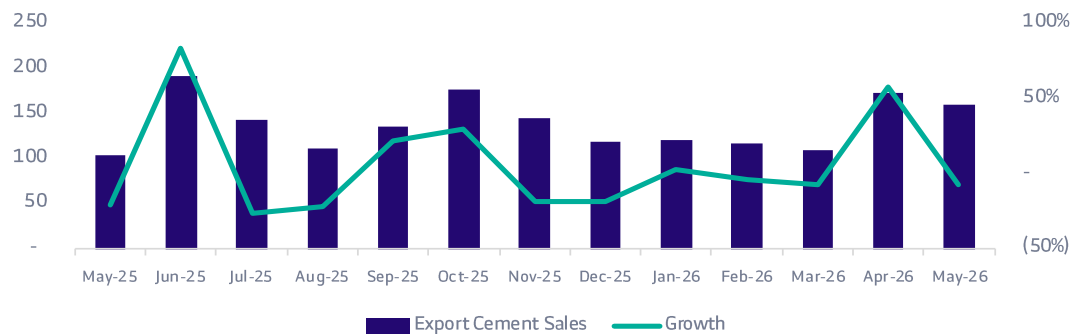
Export sales surged by +53% Y/Y and declined -7% M/M to 161k tons, versus 105k tons last year.

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-25	Apr-26	May-26	Growth Y/Y	Growth M/M
Local Sales	4,686	4,413	4,019	(14%)	(9%)
Export Sales	105	174	161	53%	(7%)
Total Cement Sales	4,791	4,587	4,180	(13%)	(9%)

Source: Riyad Capital, Yamama Cement

The local sales decreased by -14% Y/Y and -9% M/M.

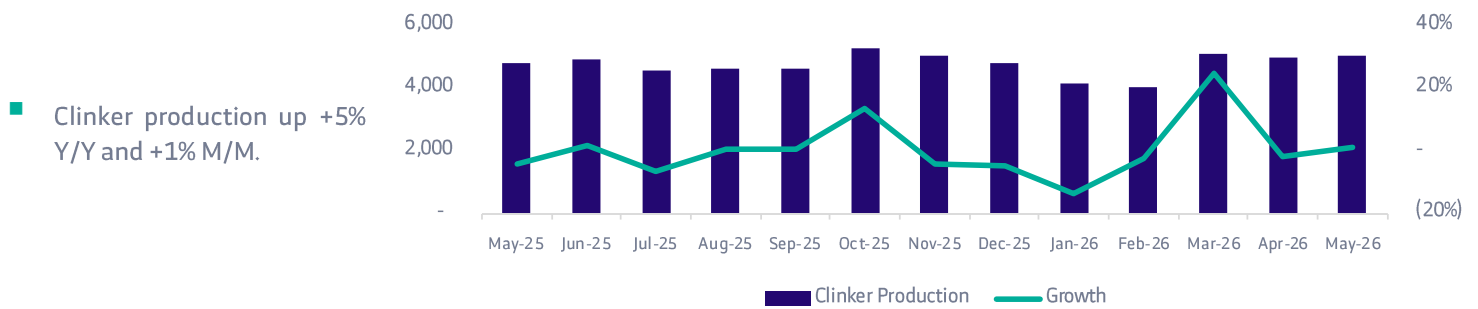
Export sales surged by +53% Y/Y and declined by -7% M/M.

Clinker Monthly Production

Clinker production increased +5% Y/Y and +1% M/M to 5.1 million tons. On a M/M basis, 10 companies reported higher production, led by Yamama Cement (up +134k tons, or +17%), and Yanbu Cement (+104k tons, or +21%). On a Y/Y basis, 9 companies recorded higher production, with the largest increases seen at Yanbu Cement (+243k tons, or +70%) and Yamama Cement (+224k tons, or +32%).

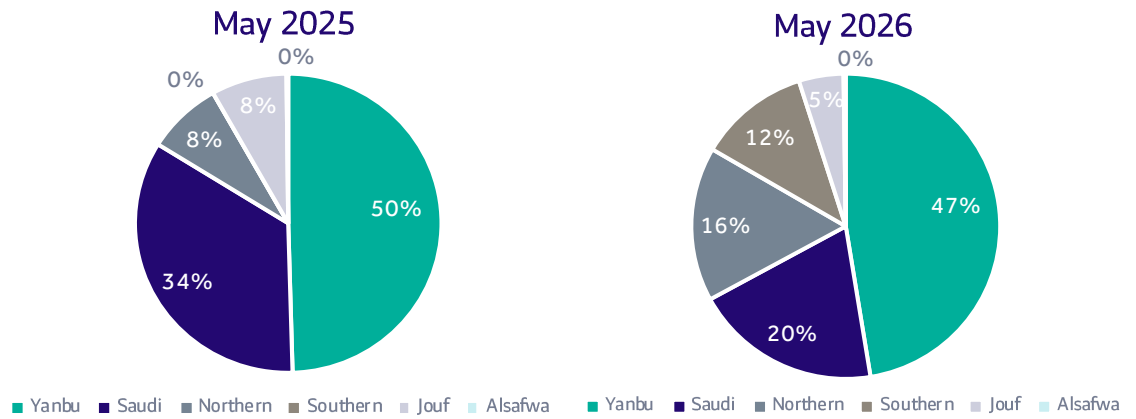
Clinker inventories slightly increased on M/M basis for the third consecutive month, driven by lower clinker utilization in cement production and lower clinker sales, reaching 44.7 million tons (+2.0% M/M, +0.8% Y/Y). The largest clinker inventory holders were Southern Cement (13.8%), Yamama Cement (12.3%), Yanbu Cement (11.9%), and Qassim Cement (10.5%).

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



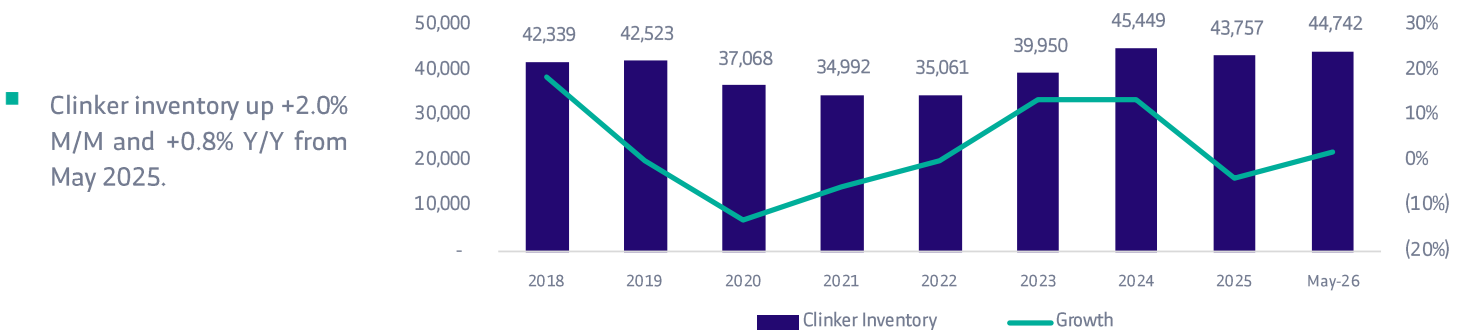
Source: Riyad Capital, Yamama Cement

Exhibit 4: Clinker Exports by Companies (%)



Source: Riyad Capital, Yamama Cement

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

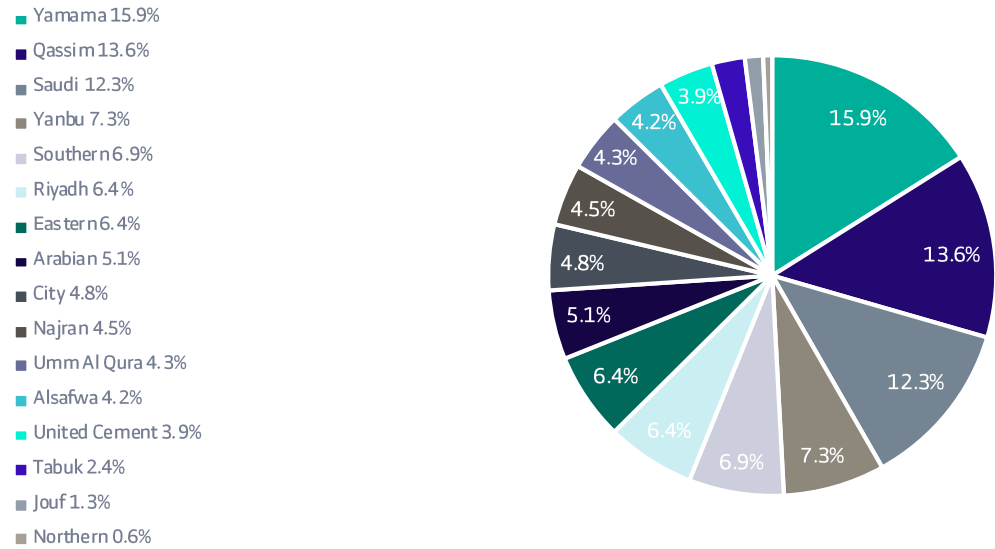


Source: Riyad Capital, Yamama Cement

Yamama Cement Leads in KSA Market Share

Yamama Cement maintained its leading position in market share for May 2026, holding a 15.9% share, followed by Qassim Cement at 13.6% (combined with Hail Cement), and closely followed by Saudi Cement at 12.3%.

Exhibit 6: Local Market Share for May 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

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