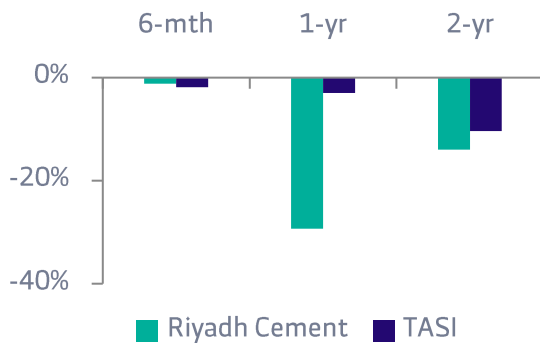


Market Data	
52-week high/low	SAR 34.00/22.10
Market Cap	SAR 2,850 mln
Shares Outstanding	120 mln
Free-float	63.08%
12-month ADTV	220,659
Bloomberg Code	SAWCEM AB



## ■ Volume Weakness Outweighs Price Recovery

May 06, 2026

Upside to Target Price	5.3%	Rating	Neutral
Expected Dividend Yield	5.5%	Last Price	SAR 23.75
Expected Total Return	10.7%	12-mth target	SAR 25.00

Riyadh Cement	1Q2026	1Q2025	Y/Y	4Q2025	Q/Q	RC Estimate
Sales	200	225	(11%)	223	(10%)	178
Gross Profit	73	86	(15%)	73	0%	50
Gross Margins	37%	38%		33%		28%
Operating Profit	62	77	(19%)	64	(3%)	40
Net Profit	60	76	(21%)	60	0%	39

(All figures are in SAR mln)

- Riyadh Cement reported 1Q revenues of SAR 200 mln (-11% Y/Y, -10% Q/Q), above our SAR 178 mln estimate driven by higher-than-expected prices. Y/Y decline reflected lower prices and volumes, while the Q/Q decline was due to lower volumes despite price improvement. Grey cement sales declined to SAR 182 mln (-11% Y/Y, -11% Q/Q), above our SAR 138 mln estimate, and white cement sales declined to SAR 37 mln (-12% Y/Y, -8% Q/Q), slightly below our SAR 44 mln estimate. Average selling prices (ASP) improved sequentially to SAR 239/ton (-4% Y/Y, +8% Q/Q), driven by higher grey cement prices of SAR 194/ton (-4% Y/Y, +7% Q/Q), with both coming in above estimates. Sales volume decreased to 836k tons (-8% Y/Y, -17% Q/Q), due to Ramadan season, in line with estimates.
- Cost per ton stood at SAR 152/ton (-1% Y/Y, +2% Q/Q), roughly flat versus the 2025 average and in line with our estimates. Driven by ASP movements, profitability margins contracted Y/Y and improved Q/Q. Gross margin came in at 37%, compared to 38% last year and 33% last quarter, above our 28% estimate. OPEX slightly increased to SAR 11 mln, compared to SAR 9 mln in both comparable periods.
- Net profit of SAR 60 mln (-21% Y/Y, flat Q/Q), came in above market consensus of SAR 48 mln and our SAR 39 mln estimate. Earnings performance was mainly driven by pricing movements. We maintain our target price at SAR 25.00 per share, and a Neutral rating.

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## ■ 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](mailto:research@riyadcapital.com)

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