Riyad Capital

September 08, 2026

SAUDI CEMENT SECTOR
Monthly Report – August 2026

Steady Demand Despite Summer Slowdown

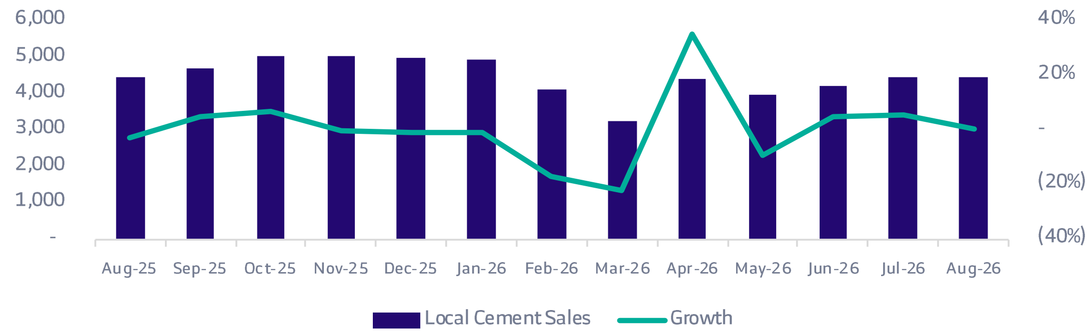
In August 2026, the sector's **local** cement sales inched up to 4.5 million tons (+0.4% Y/Y, +0.5% M/M); as reported in Yamama Cement's monthly bulletin. Sales volumes remained broadly stable despite the ongoing summer slowdown, reflecting steady demand conditions. On a Y/Y basis, 9 out of 17 firms reported higher sales, led by Yamama Cement at 835k tons (up +90k tons, or +12%) and Eastern Cement (+48k tons, or +23%), while the strongest decrease was recorded by Jouf Cement (down -43k tons, or -43%) followed by Tabuk Cement (-43k tons, or -33%). On a M/M basis, 9 companies recorded higher sales, led by Najran Cement at 225k tons (+29k tons, or +15%) and Yamama Cement (+24k tons, or +3%).

Export cement sales down to 92k tons (-18% Y/Y, -43% M/M), with 57% share for Saudi Cement.

Total cement sales came in relatively stable at 4.6 million tons (flat Y/Y, -1% M/M) in August.

- Local cement sales inched up +0.4% Y/Y and +0.5% M/M.

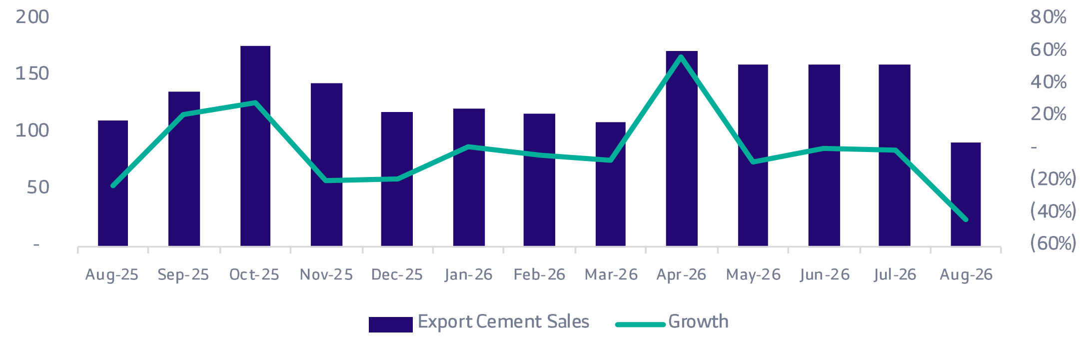
Exhibit 1: Local Cement Sales (000's tons)



Source: Riyad Capital, Yamama Cement

- Export cement sales declined -18% Y/Y and -43% M/M.

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



Source: Riyad Capital, Yamama Cement

- The total cement sales were relatively stable.

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

	Aug-25	Jul-26	Aug-26	Growth Y/Y	Growth M/M
Local Sales	4,473	4,469	4,492	0%	1%
Export Sales	112	162	92	(18%)	(43%)
Total Cement Sales	**4,585**	**4,631**	**4,584**	**(0%)**	**(1%)**

Source: Riyad Capital, Yamama Cement

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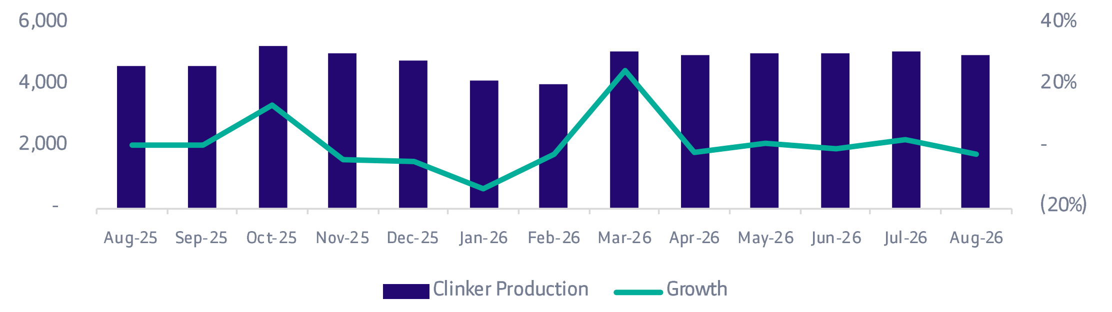
Clinker Monthly Production

Clinker production in August came in at 5.2 million tons (+8% Y/Y, -3% M/M). On a M/M basis, 10 companies reported lower production, led by Arabian Cement (down -176k tons, or -45%), while 7 companies reported increases, led by Umm AlQura Cement (+117k tons, or +731%) and Southern Cement (+75k tons, or +18%). On a Y/Y basis, 11 companies recorded higher production, with a sharp increase recorded by Yanbu Cement (+397k tons, or +258%) followed by Riyadh Cement (+88k tons, or +34%), while declines were also led by Arabian Cement (-164k tons, or -43%).

Clinker inventories increased on a M/M basis for the sixth consecutive month, driven by clinker production exceeding both clinker utilization in cement production and clinker sales, reaching a record high of 45.9 million tons (+2% M/M, +3% Y/Y). The largest clinker inventory holders were Southern Cement (13.5%), Yanbu (12.9%), Yamama (11.7%), and Arabian (10.4%).

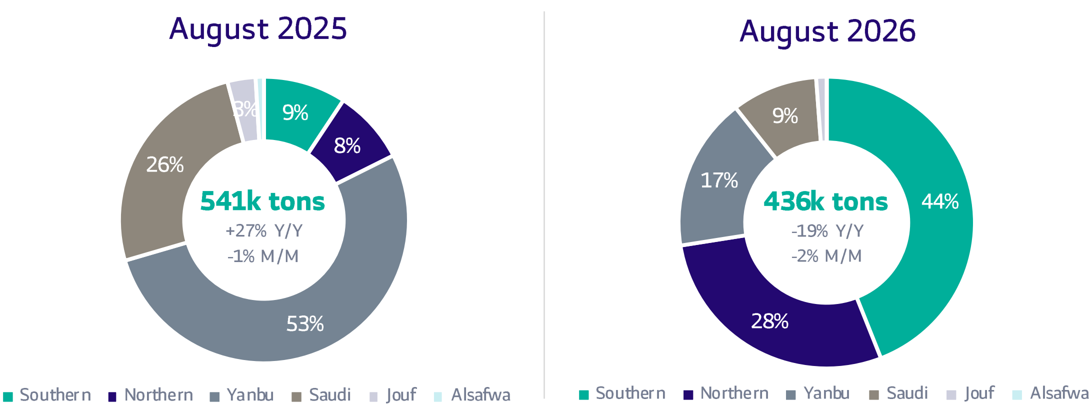
- Clinker production is up +8% Y/Y and down -3% M/M.

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

- Clinker inventory up +1.7% M/M and +3.0% Y/Y from August 2025.

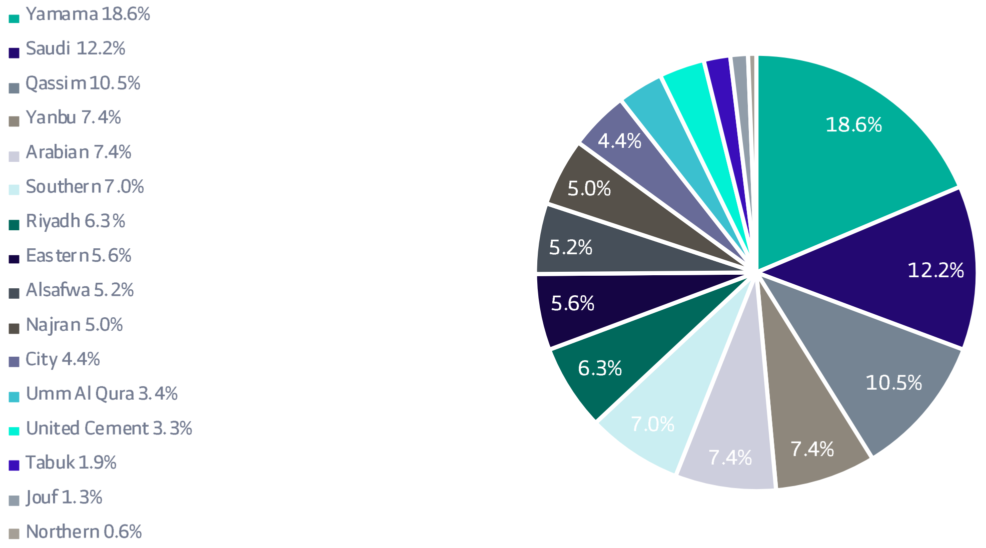
Exhibit 5: Clinker Inventory Levels (000's tons)

Source: Riyad Capital, Yamama Cement

Yamama Cement Leads in KSA Market Share

Yamama Cement maintained its leading position for August 2026, holding a 18.6% market share, followed by Saudi Cement at 12.2%, and closely followed by Qassim Cement at 10.5% (combined with Hail Cement).

Exhibit 6: Local Market Share for August 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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