

## ■ Solid Earnings Beat on Higher Prices & Capital Gains

April 28, 2026

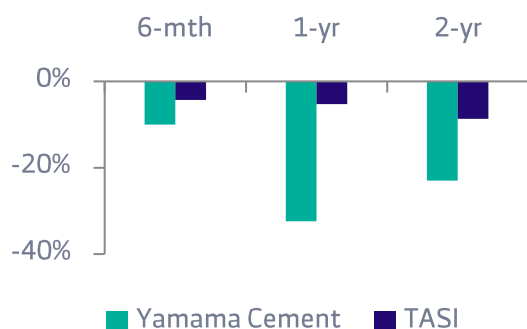
Upside to Target Price 21.4%  
 Expected Dividend Yield 4.0%  
 Expected Total Return 25.4%

Rating Buy  
 Last Price SAR 24.72  
 12-mth target SAR 30.00

Market Data	
52-week high/low	SAR 37.25/22.59
Market Cap	SAR 5,018 mln
Shares Outstanding	203 mln
Free-float	83.62%
12-month ADTV	426,832
Bloomberg Code	YACCO AB

Yamama Cement	1Q2026	1Q2025	Y/Y	4Q2025	Q/Q	RC Estimate
Sales	340	349	(3%)	400	(15%)	299
Gross Profit	155	171	(9%)	150	3%	105
Gross Margins	46%	49%		37%		35%
Operating Profit	132	149	(11%)	103	28%	82
Net Profit	144	142	1%	184	(22%)	66

(All figures are in SAR mln)



- Yamama reported 1Q2026 sales of SAR 340 mln (-3% Y/Y, -15% Q/Q), above our estimate of SAR 299 mln due to higher-than-expected prices. Prices showed mixed movements, reaching SAR 187/ton, up +8% Q/Q (from SAR 173/ton) but down -10% Y/Y (from SAR 208/ton), versus our SAR 165/ton estimate. Meanwhile, sales volumes rose +8% Y/Y on stronger demand and declined -22% Q/Q due to seasonality to 1,813k tons, in line with our estimate.
- Cost per ton came in at SAR 102/ton, compared to SAR 106/ton last year and SAR 108/ton last quarter, coming in better than expected. As a result, gross margin stood at 46%, down from 49% last year but improving from 37% last quarter, and above our 35% estimate. Consequently, gross profit reached SAR 155 mln (-9% Y/Y, +3% Q/Q), above estimates.
- OPEX reverted to normal levels sequentially following a one-off ECL of SAR 20 mln recorded in previous quarter, reaching SAR 22.4 mln (+1% Y/Y, -51% Q/Q) and was in line with our estimate of SAR 23.3 mln, resulting in an operating margin of 39%, compared to 43% last year and 26% last quarter.
- Bottomline came in at SAR 144 mln (+1% Y/Y, -22% Q/Q), beating both market consensus of SAR 78 mln and our SAR 66 mln estimate. This performance was supported by the sale of certain production line accessories from the old plant and investment income, which resulted in Net Other Income of SAR 12 mln this quarter, compared to Net Other Expenses of SAR (6) mln last year and Net Other Income of SAR 80 mln in previous quarter. We maintain our Buy recommendation and target price at SAR 30.00 per share.

**Abdulrahman M Barghouth**  
 abdulrahman.barghouth@riyadcapital.com  
 +966-11-203-6815

## ■ 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)

Riyad 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. Riyad Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Riyad 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. Riyad Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents, and neither Riyad Capital nor any of its respective directors, officers or employees, shall be in any way responsible for the contents hereof. Riyad 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 Riyad 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.