

February 17, 2026

## Prices and Capital Gains Lift Profits

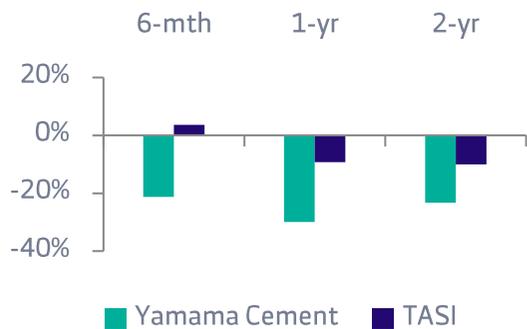
Upside to Target Price 13.9%  
 Expected Dividend Yield 3.8%  
 Expected Total Return 17.7%

Rating Buy  
 Last Price SAR 26.34  
 12-mth target SAR 30.00

Market Data	
52-week high/low	SAR 40.55/22.59
Market Cap	SAR 5,347 mln
Shares Outstanding	203 mln
Free-float	83.62%
12-month ADTV	380,969
Bloomberg Code	YACCO AB

Yamama Cement	4Q2025	4Q2024	Y/Y	3Q2025	Q/Q	RC Estimate
Sales	400	370	8%	312	28%	331
Gross Profit	150	158	(5%)	56	166%	95
Gross Margins	37%	43%		18%		29%
Operating Profit	103	135	(24%)	33	218%	72
Net Profit	184	123	49%	36	413%	65

(All figures are in SAR mln)



- Yamama reported 4Q2025 sales of SAR 400 mln (+8% Y/Y, +28% Q/Q), well above our estimate of SAR 331 mln, driven by higher-than-expected prices. Prices showed mixed movements, reaching SAR 173/ton amid lower price competition, declining -15% Y/Y (from SAR 202/ton) but rising +42% Q/Q (from SAR 122/ton), versus our SAR 143/ton estimate. Meanwhile, sales volumes rose +26% Y/Y but declined -10% Q/Q to 2,315k tons on stronger demand, in line with our estimate. Full-year 2025 revenues reached SAR 1.42 bln, up +21% on the back of a +40% surge in volumes to 8,486k tons, despite a -13% decline in prices to SAR 168/ton.
- Cost per ton came in at SAR 108/ton, compared to SAR 116/ton last year and SAR 100/ton last quarter, better than expected. As a result, gross margin stood at 38%, down from 43% last year but significantly better than 18% last quarter, and above our 29% estimate. Consequently, gross profit reached SAR 150 mln (-5% Y/Y, +166% Q/Q), above estimates.
- OPEX was double our estimate, reaching SAR 46.0 mln, up +104% Y/Y and +95% Q/Q, resulting in an operating margin of 26%, compared to 37% last year and 10% last quarter.
- Bottomline rose to SAR 184 mln (+49% Y/Y, +413% Q/Q), beating both market consensus of SAR 75 mln and our estimate of SAR 65 mln. This performance was driven by higher topline coupled with recording net other income of SAR 80 mln, stemming from capital gains from sale of certain production line accessories and gas turbines from the old factory. We estimate 4Q2025 normalized profit of around SAR 89 mln, down -28% Y/Y and up +148% Q/Q. Full-year 2025 profits rose +15% to SAR 483 mln on higher sales volume and capital gains. The company announced SAR 1.00 DPS for the year 2025. We upgrade our recommendation to Buy and maintain the 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.