Company

Saudi Cement Co.

3Q26 Result Review

Rating

Buy

Bloomberg Ticker

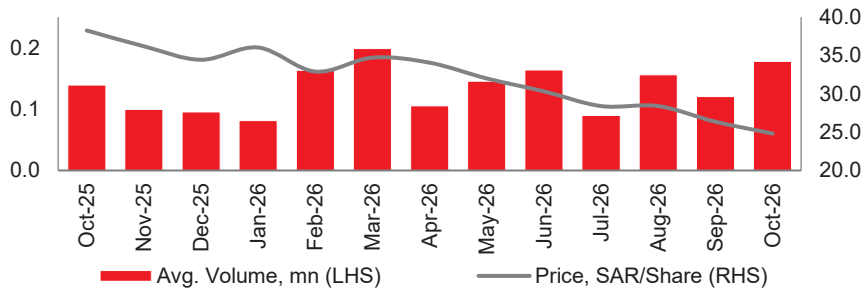
SACCO AB

Date

5 November 2026

Results

Target Price SAR	29.8
Total Return	33.6%



Current Market Price (SAR)	24.73
52-week High | Low	37.8 | 23.8
Price Perf. (1m | 3m)	-7.9% | -12.5%
Mkt. Cap. (USD/SAR mn)	986 | 3,698
Free Float	97.4%
3m ADTO (000 shares)	182.1
6m ADTO (000 shares)	171.7
3m ADTV (SAR 000)	5,000.9
6m ADTV (SAR 000)	4,951.7
P/E 27e	9.5x
P/B 27e	1.7x
DY 27e	10.1%

Higher realized prices and local volumes drive revenue growth

Saudi Cement reported revenue of SAR 378mn (+4% YoY, -13% QoQ), in line with our estimates. The YoY growth was driven by higher local volumes and an improved average selling price.

Margin expansion and cost discipline drive earnings

Net profit came in at SAR 71mn (+34% YoY, -30% QoQ). Gross margin expanded to 33.5% from 29.6% in 3Q25. Lower selling, finance, and zakat costs, coupled with a higher associate contribution, further enhanced profitability. Higher G&A expenses and lower other income partly offset the gains.

U-Capital view

The cement sector has entered another expansion cycle, with elevated inventory levels expected to weigh on prices in 4Q26e. Despite sector-wide pricing pressure, SACCO's extensive logistics infrastructure, spanning road and rail networks, provides flexibility to redirect volumes across multiple regions. The stock trades at FY27e P/E of 9.3x and offers an attractive 10.3% dividend yield. We maintain our Buy rating with a target price of SAR 29.8/share.

U Capital Research

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Financial Statements

SAR mn	3Q25	4Q25	1Q26	2Q26	3Q26	3Q26e	YoY	QoQ	Var.	9M25	9M26	YoY
P&L												
Revenue	364	457	383	435	378	379	4%	-13%	0%	1,214	1,196	-1%
Gross Profit	108	168	156	169	127	134	17%	-25%	-6%	436	452	4%
Operational Profit	65	116	109	111	81	86	25%	-27%	-7%	286	300	5%
Net Profit	53	107	100	102	71	78	34%	-30%	-8%	257	274	6%
BS												
Sh. Equity	2,115	2,220	2,320	2,147	2,218		5%	3%		2,115	2,218	5%
Ratios												
Gross Margin	29.6%	36.6%	40.9%	38.8%	33.5%	35.5%				35.9%	37.8%	
Operating Margin	17.7%	25.3%	28.4%	25.5%	21.3%	22.8%				23.6%	25.1%	
Net Profit Margin	14.6%	23.3%	26.2%	23.5%	18.9%	20.6%				21.2%	22.9%	
TTM RoE (%)					17.1							
TTm P/E (x)					9.7							
Current P/Bv (x)					1.7							

Source: Financials, Tadawul, Bloomberg, U Capital Research, n.m – not meaningful



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BUY	HOLD	SELL
Greater than 10%	Between 0% and +10%	Lower than 0%

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