Daily Bulletin

March 4, 2026

Yanbu Cement posted a revenue of SAR 1,084 mn up 23.6% YoY, in line with consensus estimates

Last Price: SAR 13.9 | Consensus Target Price: SAR 17.6 | YoY Performance: -38.5%

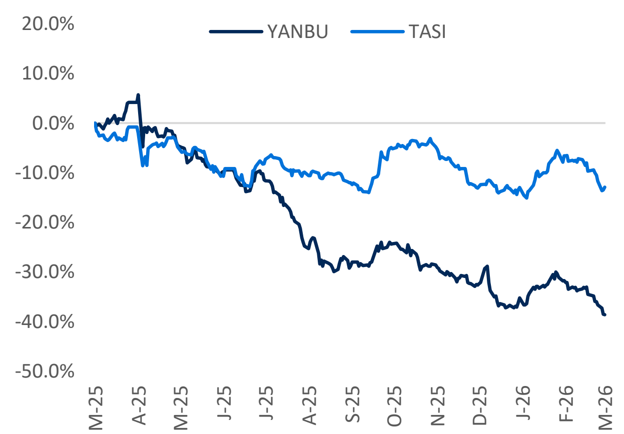
Yanbu Cement Co. reported a revenue of SAR 1,084 mn up 23.6% YoY in 2025, compared to SAR 877 mn in 2024. The growth was primarily driven by stronger export sales, which helped offset weaker domestic revenues amid lower average selling prices. Reported revenue came broadly in line with the consensus estimate of SAR 1,095 mn.

Notably, gross profit decreased by 3.2% YoY to SAR 283 mn in 2025, compared to SAR 293 mn in 2024, with gross margin contracting to 26.1% in 2025 from 33.4% in 2024, reflecting margin pressure from lower domestic pricing and a less favorable export mix. However, operating expenses increased 37.1% YoY to SAR 155 mn, leading to a 28.5% YoY decline in operating profit to SAR 128 mn in 2025 vs. SAR 180 mn in 2024. Operating margin narrowed to 11.8% from 20.5% in the prior year. Operating profit came slightly ahead of the consensus estimate of SAR 120 mn.

Despite topline growth, net profit declined 33.5% YoY to SAR 104 mn in 2025, compared to SAR 157 mn in 2024, broadly in line with the consensus estimate of SAR 105 mn. Net margin contracted to 9.6% in 2025 from 17.9% in 2024. The decline in bottom-line performance was mainly attributable to lower domestic revenues due to reduced average selling prices, weaker margins on export sales, and higher production costs, particularly driven by rising fuel expenses.

Yanbu Cement Co. has declined 38.5% YoY, underperforming TASI, which declined 12.9% during the same period. The stock is currently trading at a 2026e P/E of 15.5x, with a consensus target price of SAR 17.6/sh, implying an upside of 26.6% from its last close.

Relative price chart



Source: Tadawul, anbc research

YNCCO's financials (SAR mn)

	2025	2024	*YoY (%)*	Consensus	*Var (%)*
Revenue	1,084	877	*23.6*	1,095	*-1.0*
COGS	801	584	*37.1*	806	*-0.7*
Gross profit	**283**	**293**	***-3.2***	**289**	***-2.0***
Gross margin (%)	26.1	33.4	-	26.4	-
Operating exp.	155	113	*37.1*	169	*-8.4*
Operating profit	**128**	**180**	***-28.5***	**120**	***7.0***
Opt. margin (%)	11.8	20.5	-	11.0	-
Net income	**104**	**157**	***-33.5***	**105**	***-0.2***
Net margin (%)	9.6	17.9	-	9.6	-
EPS	***0.66***	***1.00***	-	***0.67***	-

Source: Company financials, Bloomberg, anbc research

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