



# Monthly Cement Dispatches Saudi Cement Sector | August 2024

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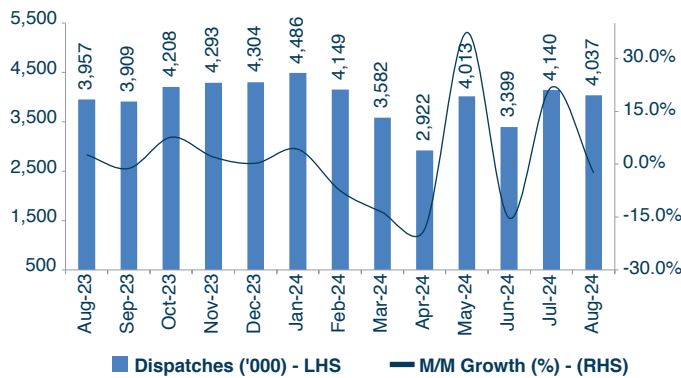
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## Cement Dispatches for August 2024

**Local cement sales show a 2% Y/Y growth in August-24, and 0.6% Y/Y increase during 8M-24. However, the inventory level reached the highest since inception at 44.8MT:** Domestic cement dispatches for the month of August-24 stood at 4.04mn tonnes, posting a 2.0% Y/Y increase from August-23 level of 3.96mn tonnes. Dispatches dropped by 2.5% M/M. Total export dispatches stood at 615K tonnes compared to 620K tonnes in August-23, recording a decrease of 0.8% on Y/Y basis. Clinker inventories stood at 44.76mn tonnes in August-24; showing an increase by 13.2% Y/Y and by 0.7% M/M, recording another new high. In 8M-24, local cement sales has slightly grown by 0.6% Y/Y, reaching to 30.73mn tonnes, compared to 30.54mn tonnes in 8M-23. Meanwhile, Cement and Clinker export sales in 8M-24 reached 4.25mn tonnes, a decrease of 25.1% from the 5.67mn tonnes recorded of 8M-23. Sales/clinker production ratio stood at 98% during August-24, where Riyadh Cement registered the highest ratio at 226%.

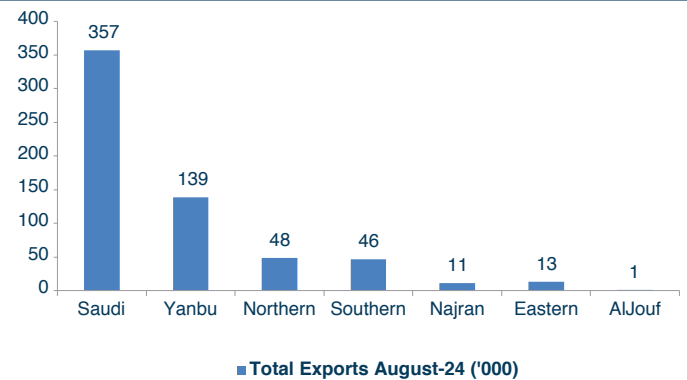
**Figure 1: Change in Cement Dispatches (Domestic Sales)**



Source: Yamama Cement, AlJazira Capital Research

Domestic cement dispatches increased by 2.0% Y/Y, but declined by 2.5% on monthly basis in August 2024.

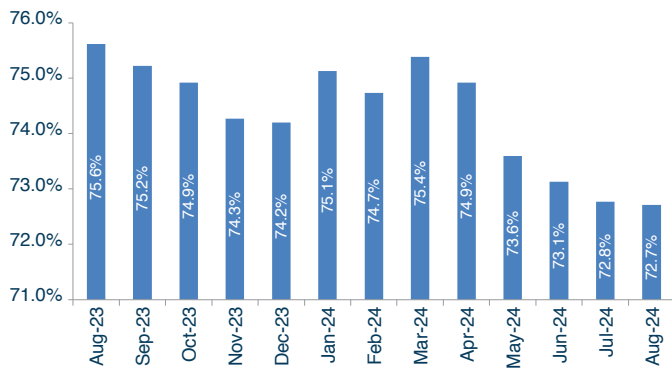
**Figure 2: Cement and Clinker Exports for August-24 ('000)**



Source: Yamama Cement, AlJazira Capital Research

Cement and clinker exports has reached 615K tonnes in August-24 compared to 620K tonnes in August-23, recording a 0.8% decrease on Y/Y basis. **Saudi cement** and **Yanbu Cement** recorded the highest export sales at 357KT and 139KT, respectively.

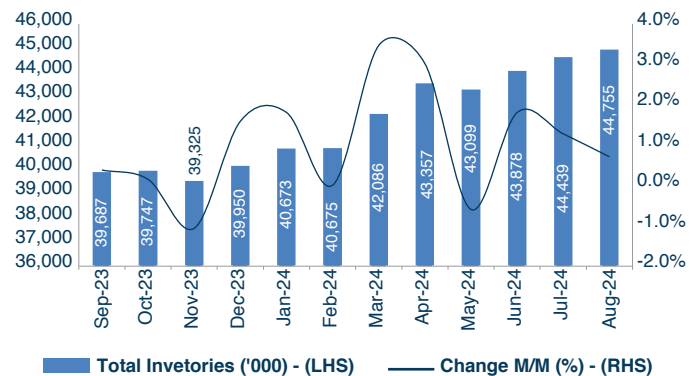
**Figure 3: Utilization Rate (TTM)**



Source: Yamama Cement, AlJazira Capital Research

The total utilization rate (TTM) of the cement sector in Saudi Arabia stood at 72.7%, a decrease by 6.1bps M/M, and a decrease by 291.6bps compared to August-23.

**Figure 4: Change in Clinker Inventories ('000)**



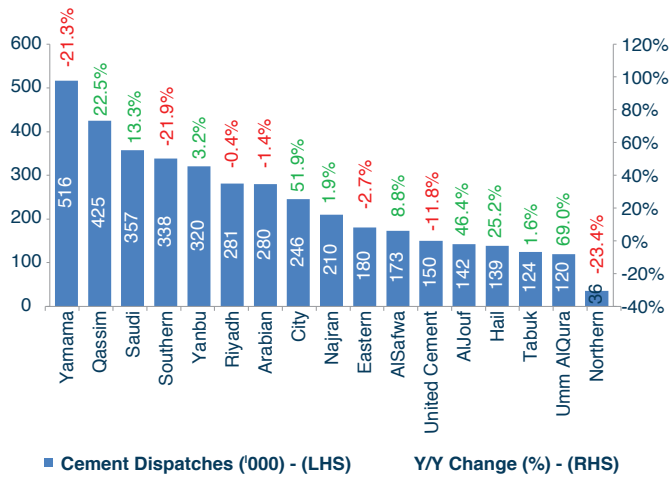
Source: Yamama Cement, AlJazira Capital Research

At the end of August-24, clinker inventories stood at 44.76mn tonnes, recording an increase of 13.2% Y/Y and 0.7% M/M.





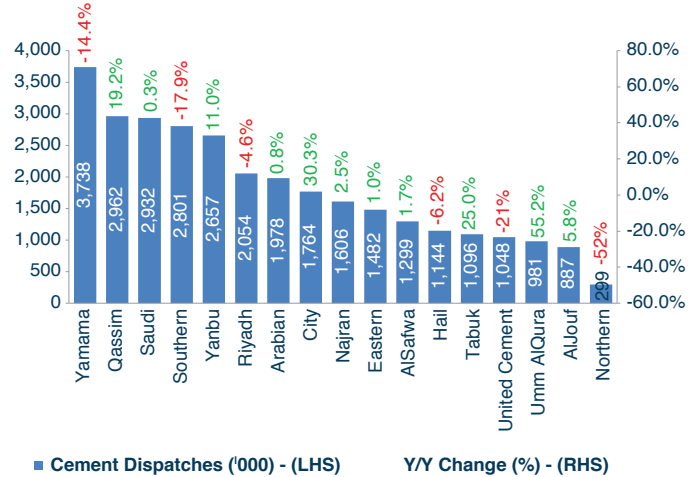
Figure 5: Cement and Clinker Dispatches for August-24 (Domestic Sales)



Source: Yamama Cement, AlJazira Capital Research

Umm Al-Qura Cement and City Cement recorded the highest increases in dispatches by 69.0% Y/Y and 51.9% Y/Y, respectively. On the other hand, Northern Cement and Southern Cement recorded the largest declines of 23.4% Y/Y and 21.9% Y/Y, respectively.

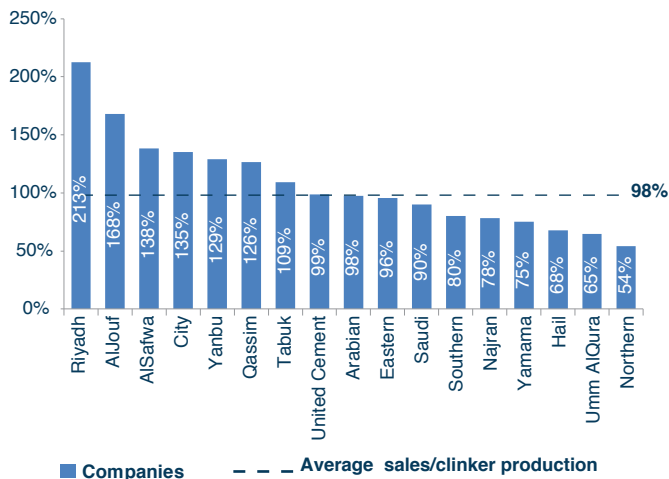
Figure 6: Cement and Clinker Dispatches for 8M-24 (Domestic Sales)



Source: Yamama Cement, AlJazira Capital Research

For 8M-24, Umm Al-Qura Cement and City Cement recorded the highest increase in dispatches by 55% Y/Y and 30.3% Y/Y, respectively. Meanwhile, Northern Cement and United Cement posted declines of 51.7% Y/Y and 20.5% Y/Y, respectively.

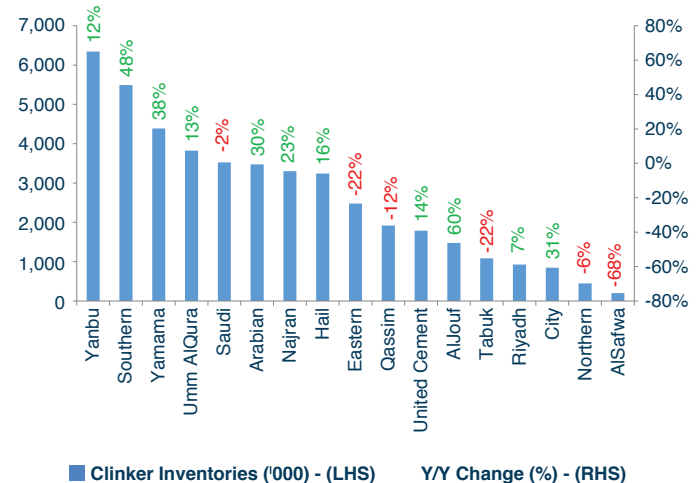
Figure 7: Sales / Clinker Production for August-24



Source: Yamama Cement, AlJazira Capital Research

Riyadh Cement and AlJouf Cement showed the highest sales/clinker production ratios of 213% and 168%, respectively. On the other hand, Northern Cement and Umm Al-Qura Cement recorded the lowest sales/clinker production ratios of 54% and 65%, respectively.

Figure 8: Clinker Inventories – August-24 ('000)



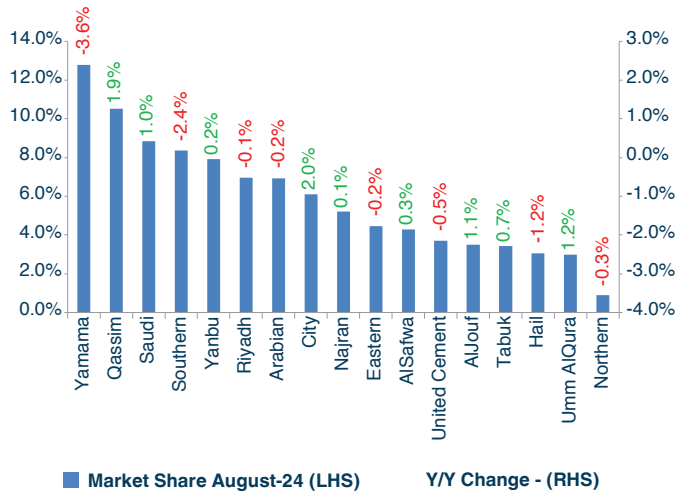
Source: Yamama Cement, AlJazira Capital Research

Inventory levels of AlSafwa Cement and Eastern Cement declined by 68% Y/Y, 22% Y/Y respectively. On the other hand, AlJouf Cement and Southern Cement both posted the highest increase in their inventory levels of 60% Y/Y and 48%, respectively.





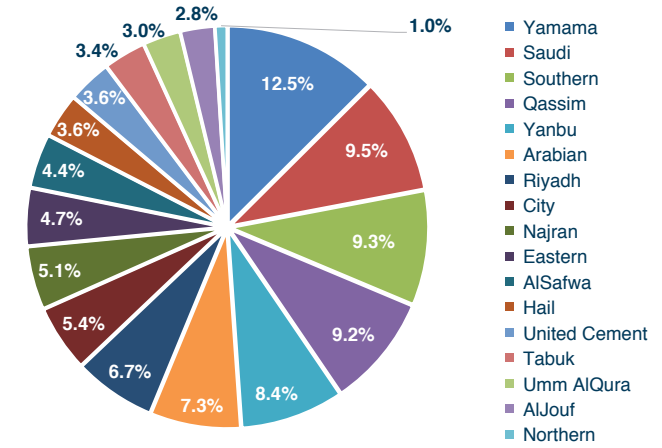
Figure 9: Market Share – August -24 (Domestic Sales)



Source: Yamama Cement , AlJazira Capital Research

**Yamama Cement** and **Qassim Cement** recorded the highest market share in August-24 of 12.8% and 10.5%, respectively. Meanwhile, **Northern Cement** bottomed the list with market share of 0.9%, followed by **Umm Al-Qura** with a market share of 3.0%. **Yamama Cement's** market share decreased by 359.4pbs Y/Y while **Qassim Cement's** market share increased by 186.6pbs Y/Y.

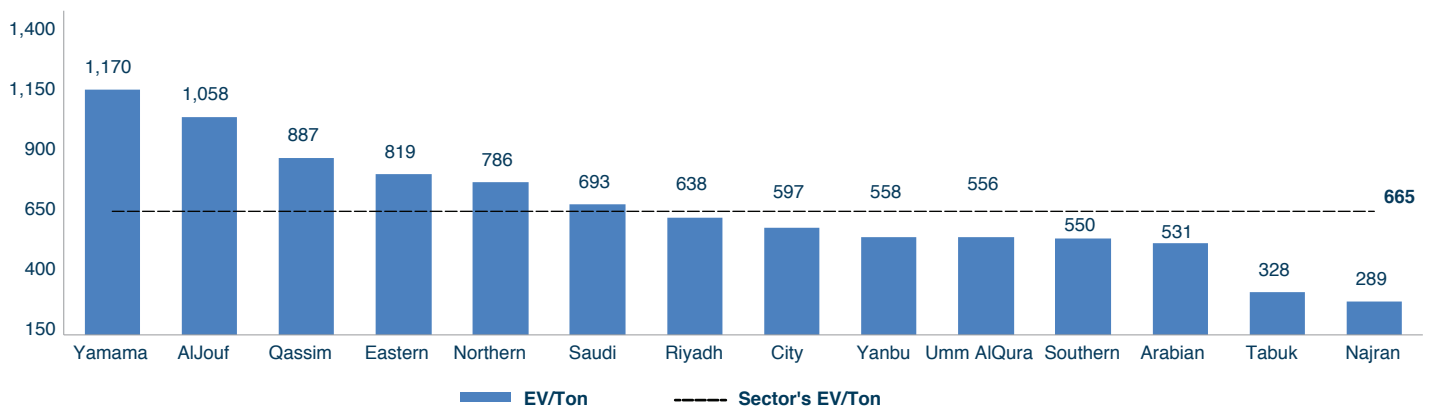
Figure 10: Market Share TTM



Source: Yamama Cement , AlJazira Capital Research

On a TTM basis, **Yamama cement** and **Saudi Cement** recorded the highest market share of 12.5% and 9.5%, respectively. Followed by **Southern Cement** with a market share of 9.3%.

Figure 11: EV / Tonne



Source: Bloomberg, Yamama Cement , AlJazira Capital Research

**Yamama Cement** recorded the highest EV/Ton of SAR 1,170, followed by **AlJouf Cement** with an EV/Ton of SAR 1,058. Meanwhile, **Najran Cement** and **Tabuk Cement** both recorded the lowest EV/Ton of SAR 289 and 328, respectively.





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