



Monthly Cement Dispatches Saudi Cement Sector | July 2024



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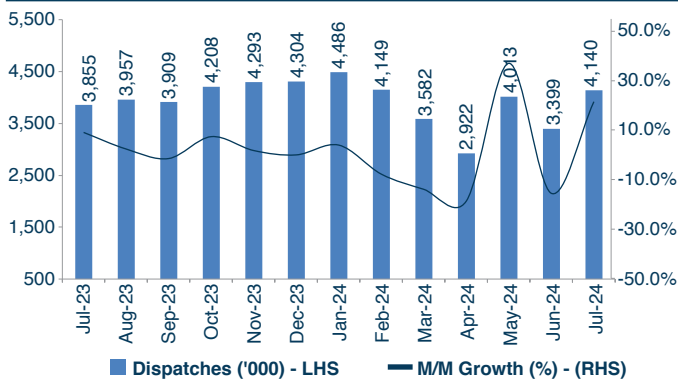
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Cement Dispatches for July 2024

July-24 shows the highest local sales in 5 months, while demand stays stable Y/Y during 7M-24: Domestic cement dispatches for the month of July-24 stood at 4.14mn tonnes, posting a 7.4%Y/Y increase from July-23 level of 3.86mn tonnes. Dispatches increased by 21.8% M/M. Total export dispatches stood at 508k tonnes compared to 944k tonnes in July-23, recording a decrease of 46.2% on Y/Y basis. Clinker inventories stood at 44.44mn tonnes in July-24; showing an increase by 13.8%Y/Y and by 1.3% M/M, recording another new high. In 7M-24, local sales stayed stable with a marginal decline of 0.61% Y/Y, reaching to 26.69mn tonnes, compared to 26.86mn tonnes in 7M-23. Meanwhile, export sales in 7M-24 reached 3.63mn tonnes, a decrease of 28% from the 5.1mn tonnes recorded of 7M-23. Sales/clinker production ratio stood at 97% during July-24, where AlJouf Cement registered the highest ratio at 226%.

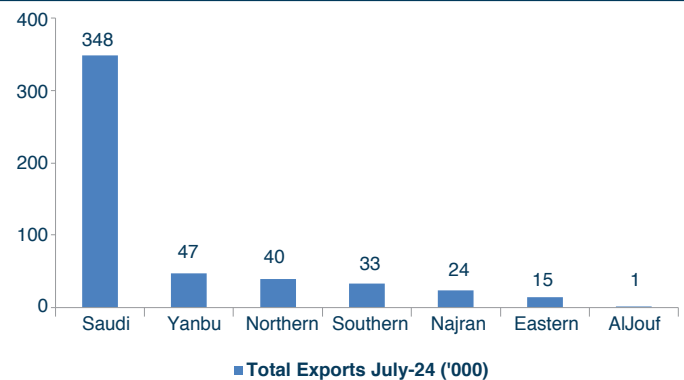
Change in Cement Dispatches (Domestic Sales)



Source: Yamama Cement, AlJazira Capital

Domestic cement dispatches increased by 7.4%Y/Y, and by 21.8% on monthly basis in July 2024.

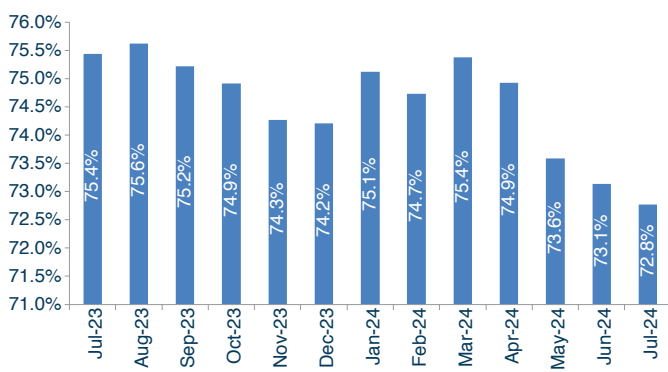
Cement and Clinker Exports for July-24



Source: Yamama Cement, AlJazira Capital

Cement and clinker exports reached to 508k tonnes in July-24 compared to 944k tonnes in July-23, recording a 46.2% decrease on Y/Y basis.

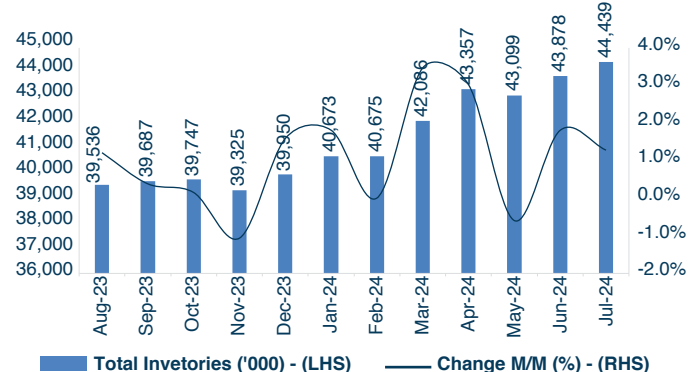
Utilization Rate (TTM)



Source: Yamama Cement, AlJazira Capital

The total utilization rate (TTM) of the cement sector in Saudi Arabia stood at 72.8%, a decrease by 36.56bps M/M, and a decrease by 266.4bps compared to July-23.

Change in Clinker Inventories



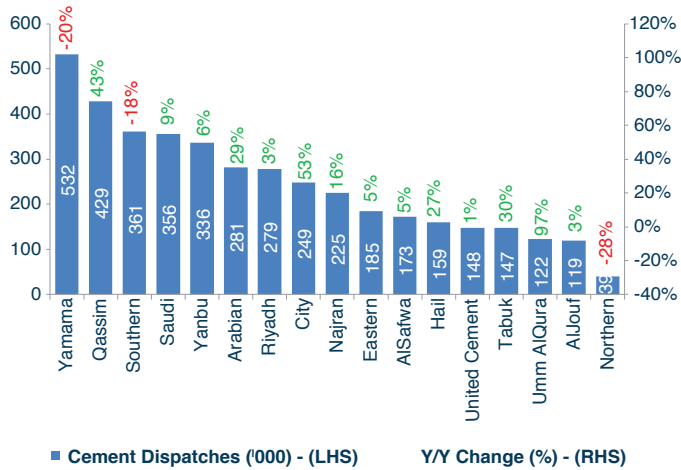
Source: Yamama Cement, AlJazira Capital

At the end of July-24, clinker inventories stood at 44.44mn tonnes, recording an increase of 13.8%Y/Y, and a 1.3% M/M increase.





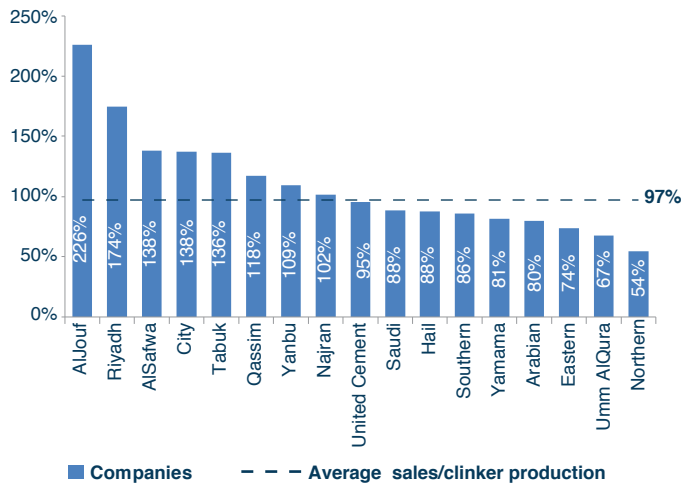
Cement and Clinker Dispatches for July-24 (Domestic Sales)



Source: Yamama Cement, AlJazira Capital

Umm AlQura Cement and City Cement recorded the highest increases in dispatches by 97.0%Y/Y and 53.0%Y/Y, respectively. On the other hand, Northern Cement and Yamama Cement recorded the largest declines of 28.0%Y/Y and 20.0%Y/Y, respectively.

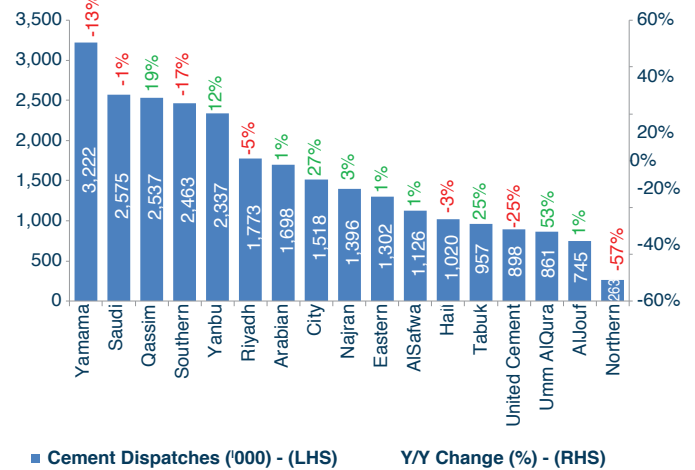
Sales / Clinker Production for July-24



Source: Yamama Cement, AlJazira Capital

AlJouf Cement and Riyadh Cement showed the highest sales/clinker production ratios of 226% and 174%, respectively. On the other hand, Northern Cement and Umm AlQura Cement recorded the lowest sales/clinker production ratios of 54% and 67%, respectively.

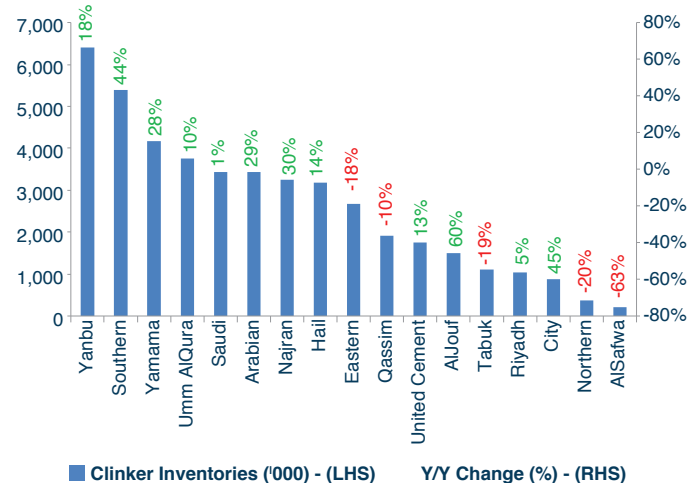
Cement and Clinker Dispatches for 7M-24 (Domestic Sales)



Source: Yamama Cement, AlJazira Capital

For 7M-24, Umm AlQura Cement and City Cement recorded the highest increase in dispatches by 53.0%Y/Y and 27.0%Y/Y, respectively. Meanwhile, Northern Cement and United Cement posted declines of 57.0% Y/Y and 25.0%Y/Y, respectively.

Clinker Inventories – July-24



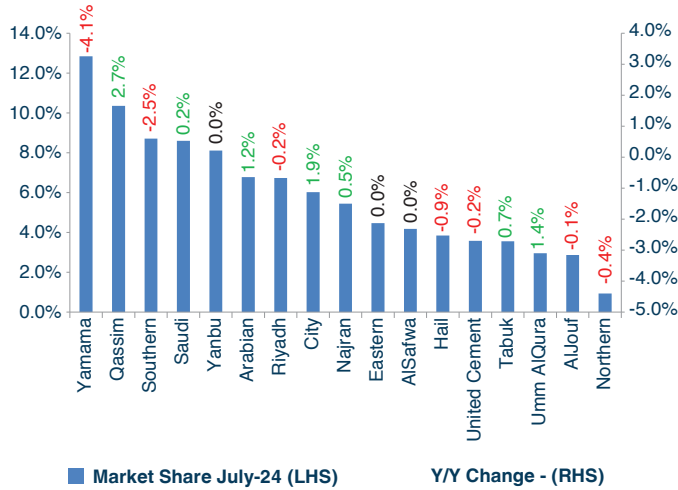
Source: Yamama Cement, AlJazira Capital

Inventory levels of AlSafwa Cement and Northern Cement declined by 63%Y/Y, 20%Y/Y respectively. On the other hand, AlJouf Cement and City Cement both posted the highest increase in their inventory levels of 60%Y/Y and 45%, respectively.





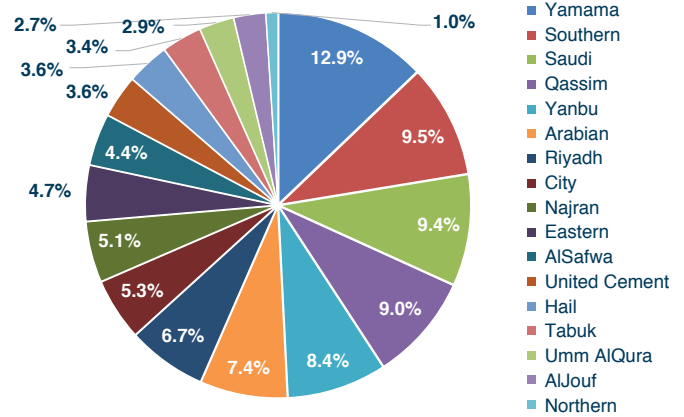
Market Share – July -24 (Domestic Sales)



Source: Yamama Cement , AlJazira Capital

Yamama Cement and Qassim Cement recorded the highest market share in July-24 of 12.9% and 10.4%, respectively. Meanwhile, Northern Cement bottomed the list with market share of 0.9%, followed by AlJouf and Umm AlQura with a market share of 2.9%; each. Yamama Cement's market share decreased by 413.6pbs Y/Y while Qassim Cement's market share increased by 269.95pbs Y/Y.

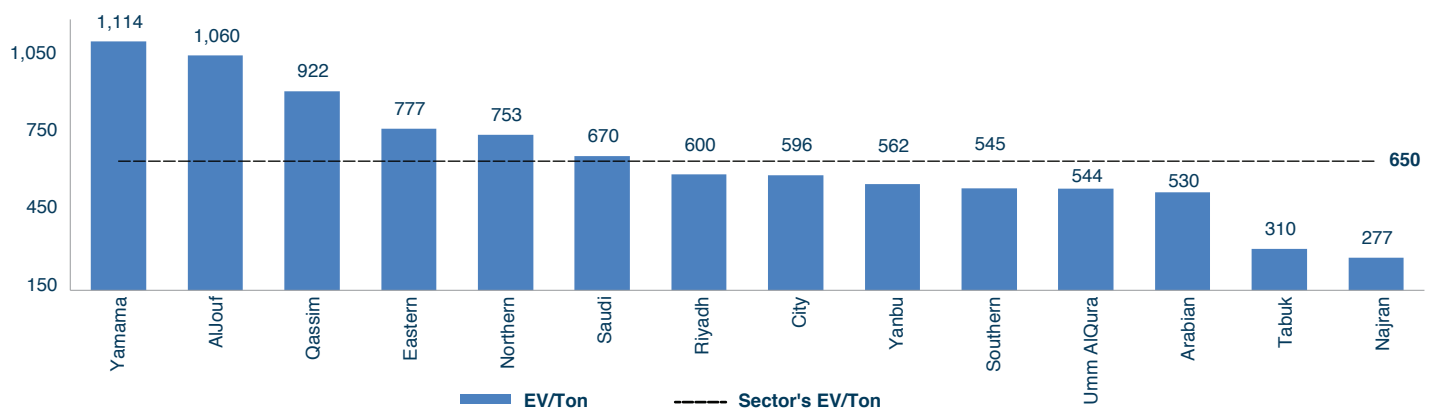
Market Share TTM



Source: Yamama Cement , AlJazira Capital

On a TTM basis, Yamama and Southern Cement recorded the highest market share of 12.9% and 9.5%, respectively. Followed by Saudi Cement with a market share of 9.4%.

EV / Tonne



Source: Bloomberg, Yamama Cement , AlJazira Capital

Yamama Cement recorded the highest EV/Ton of SAR 1,114, followed by AlJouf Cement with an EV/Ton of SAR 1,060. Meanwhile, Najran Cement and Tabuk Cement both recorded the lowest EV/Ton of SAR 277 and 310, respectively.





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4. **Suspension of rating or rating on hold (SR/RH):** This basically implies suspension of a rating pending further analysis of a material change in the fundamentals of the company.

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