

CCI in Saudi Arabia rises by 1.4% in January 2026

The Construction Cost Index (CCI) recorded a 1.4% increase in January 2026, compared with the corresponding month of the previous year (January 2025). This increase is mainly attributed to a 1.4% rise in construction costs for the residential sector and a 1.5% rise in construction costs for the non-residential sector (Figure1).

Annual increase in CCI for residential sector in January 2026

CCI for the residential sector recorded a year-on-year increase of 1.4% as a result of 2.5% rise in labor costs compared with January 2025. In addition, the cost of renting equipment and machinery rose by 1.9% driven by a 2.4% increase in the rental of equipment and machinery with operators. In parallel, energy prices recorded an increase by 3.0% due to a rise in diesel prices. The prices of basic materials also increased by 0.3% due to the increase in the prices of timber and joinery by 1.6% and plastic and glass products by 1.4% (Figure2).

Annual increase in CCI for non-residential sector in January 2026

CCI for non-residential sector recorded a year-on-year increase of 1.5% compared with the corresponding month in 2025. This rise was driven by a 2.6% increase in labor costs, as well as a 2.3% increase in the cost of renting equipment and machinery, driven by a 3.1% increase in the rental of equipment and machinery with operators. Energy costs also increased by 3.0% In addition, the costs of basic materials increased by 0.3% driven by a 2.1% rise in plastic and glass products, and a 1.5% increase in wood and carpentry prices (Figure3).

Monthly changes of CCI for residential and non-residential sectors for January 2026

CCI for January 2026 increased by 0.6% compared with December 2025. This rise was mainly driven by a 0.6% increase in residential sector costs and a 0.7% increase in non-residential sector costs.

Figure1: Annual change in general construction for January 2026 (%)



Figure2: Annual change in CCI for residential sector by section for January 2026

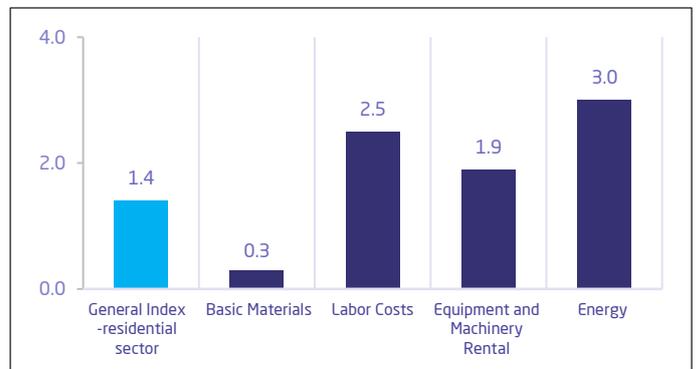
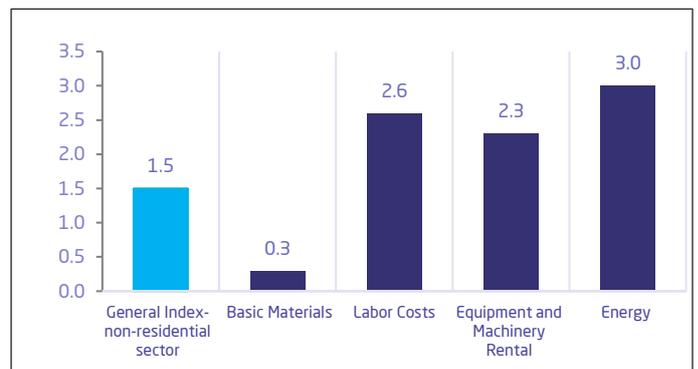


Figure3: Annual change in CCI for non-residential sector by section for January 2026



Methodology and quality

The Construction Cost Index (CCI) reflects the movements of construction input costs, consisting of 51 items. The prices of which are collected monthly from thirteen regions through field visits to contractors' offices, engineering offices, and construction material sales establishments. The year 2023 has been set as the base year, and the construction cost index statistics are published monthly. For more details, please refer to: [Methodology and Quality, Table](#)