

SAUDI - ITALIAN BUSINESS FORUM



SAUDI ARABIA'S CONSTRUCTION AND ENGINEERING SECTOR



Presented by;
Dr. Abdulrahman Alrabiah

KEY FIGURES IN THE CONSTRUCTION AND ENGINEERING BUDGET

- **Total Budget of Saudi Arabia in 2025: \$315 Billion.**
- **Construction and Engineering: \$75 Billion**
- **Key Drivers:** Vision 2030, Expo 2030, Football World Cup 2034, etc.

Note: Expected \$100 Billion by 2030.
Not including Oil & Gas.

GOVERNMENT'S ROLE IN SUPPORTING GROWTH

- Investment in Infrastructure
- Public-Private Partnerships (PPP)
- Regulation Improvement and Ease of Doing Business



SAUDI ARABIA'S 2025 BUDGET

- **Residential Construction:**
Housing development, new cities, and affordable housing.
- **Commercial & Retail:**
Large malls, office spaces, and business hubs.
- **Transportation Infrastructure:**
Expansion of roads, railways, airports, and ports.
- **Hospitality & Tourism:**
Hotel development, resorts, and tourist attractions.
- **Utilities:**
Power plants, water desalination, and renewable energy projects.



MAJOR CONSTRUCTION PROJECTS

- **Public Project Awards:**
 - Saudi Arabia awarded 314 public projects valued at **\$72 billion**.
- **Tourism Infrastructure:**
 - Saudi Arabia awarded 255 tourism infrastructure projects valued at **\$1.7 trillion**.
- **Utility Sector:**
 - Saudi Arabia awarded energy projects valued at **\$10 billion**.



MAJOR CONSTRUCTION PROJECTS

King Salman Park

A **\$7.2 billion** world's largest urban park in Riyadh, designed for recreation and tourism. It will feature various amenities, including green spaces, lakes, cultural centers, sports facilities, and recreational areas.



MAJOR CONSTRUCTION PROJECTS

Qiddiya

An entertainment and cultural destination near Riyadh, featuring theme parks, sports facilities, and arts centers valued at **\$1.7 trillion**



MAJOR CONSTRUCTION PROJECTS

Mukaab in New Murabba

A cube-shaped skyscraper in Riyadh, designed to be one of the largest built structures in the world, housing residential, commercial, and cultural spaces valued at **\$13 billion**



MAJOR CONSTRUCTION PROJECTS

Diriyah Project

A cultural and historical development in Riyadh, aiming to transform Diriyah into a global tourism and lifestyle destination valued at **\$63 billion**



MAJOR CONSTRUCTION PROJECTS

King Salman International Airport

A new airport in Riyadh designed to accommodate up to 185 million passengers, with a value of \$ 50 billion.



MAJOR CONSTRUCTION PROJECTS

The Red Sea Project

A luxury tourism destination spanning 28,000 km² along the west coast, featuring islands, beaches, and conservation areas valued at **\$19 billion**



KINGDOM OF SAUDI ARABIA

Saudi ARAMCO's Role

SAUDI ARAMCO'S INVESTMENT PLANS (2024-2026)

Total Projects: 110 planned projects

- **Oil, Gas, and Petrochemicals:** 67 projects
- **Pipelines:** 20 projects
- **Infrastructure:** 23 projects

- **Offshore Expansion Projects:**

- Aramco is progressing with offshore expansion projects, with contracts worth **\$2 to \$3 billion** annually.

- **Capital Investments:**

- Targeting capital investments between **\$52 billion** and **\$58 billion** in 2025 to advance its growth strategy and increase production capacity.

KINGDOM OF SAUDI ARABIA

Saudi ARAMCO's Role

Jafurah Gas Plant Development

This project focuses on developing the Jafurah gas field to produce natural gas and natural gas liquids, valued at **\$10 billion**



KINGDOM OF SAUDI ARABIA

Saudi ARAMCO's Role

Marjan Crude Oil Increment

Aimed at increasing
production capacity by
550,000 barrels per day
(bpd) of Arabian crude oil
and 2.5 billion standard
cubic feet per day (bscfd)
of gas., valued at **\$18
billion**



KINGDOM OF SAUDI ARABIA

Saudi ARAMCO's Role

Amiral Petrochemicals Complex:

Aramco and Total Energies awarded EPC contracts for the **\$11 billion** "Amiral" petrochemicals facility expansion at the SATORP refinery.



KINGDOM OF SAUDI ARABIA

Summary and Future Outlook

- **Summary:**

- Saudi Arabia's construction and engineering sectors have significant growth.
- Saudi Aramco plays a major role in the energy expansion through new projects.

- **Future Outlook:**

- Continued focus on Vision 2030 goals, ((with sustainable development and diversify economy)).
- Engineering Sector will play significant input in the construction development, ((focusing on localization and technology transfer)).

THANK YOU

