

# Cement Dispatches Increased by 2.2% YoY in Dec



Tuesday, 7 January, 2025

## North Price Per Bag (Rs.)

Dec/24	Nov/24	Change	% Change
1,417	1,440	▼ -23.5	▼ -1.6%

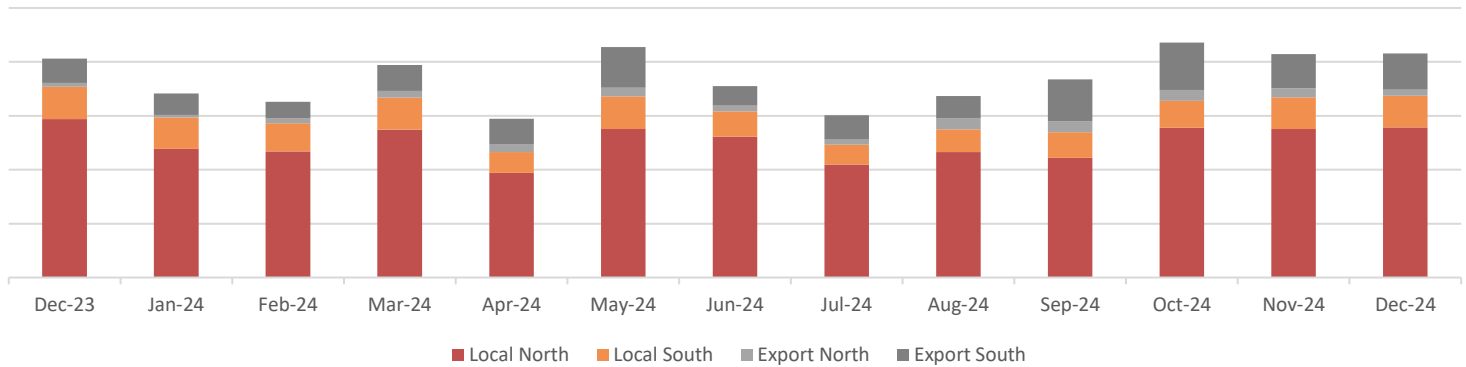
## South Price Per Bag (Rs.)

Dec/24	Nov/24	Change	% Change
1,383	1,383	▼ -0.5	▼ -0.04%

## Export Price Per Ton (USD)

Nov/24	Oct/24	Change	% Change
28.8	27.0	▲ 1.80	▲ 6.7%

## Monthly Cement Dispatches



A rise in dispatches was witnessed during the month of Dec-24 as the recent data released by APCMA shows that cement dispatches were up by 2.2% YoY and by 0.2% on a MoM basis. Overall, on a cumulative basis, 6MFY25 dispatches are down by 4.8%.

The industry dispatched 3.371mn tons of cement in the local market during Dec-24 as compared to 3.343mn tons during the same period last year, showing a decrease of 4.8% YoY. Further breaking down the local market, dispatches from the north region, decreased by 5.1% to 2.786mn tons against 2.936mn tons and dispatches from the south region decreased by 3.0% to 0.585mn tons against 0.603 mn tons in the SPLY. Furthermore, exports from the north increased by 50.2% and exports from the south region increased by 49.2% YoY in Dec-24.

Going forward, we expect cement dispatches to improve as lower interest rates drive construction activity. Additionally, declining Afghan coal prices are anticipated to reduce costs, while renewable energy installations will enhance the fuel mix for cement manufacturers. Higher retention prices have also supported profitability despite rising costs, collectively pointing to a positive growth outlook for the cement sector.

Local (000' tons)	Dec/24	Nov/24	MoM	Dec/23	YoY	6MFY25	6MFY24	YoY
North	2,786	2,757	1.1% ▲	2,936	5.1% ▼	14,962	16,771	10.8% ▼
South	585	586	0.2% ▼	603	3.0% ▼	2,934	3,435	14.6% ▼
<b>Total</b>	<b>3,371</b>	<b>3,343</b>	<b>0.8% ▲</b>	<b>3,539</b>	<b>4.8% ▼</b>	<b>17,896</b>	<b>20,206</b>	<b>11.4% ▼</b>
Export (000' tons)								
North	114	168	32.2% ▼	76	50.2% ▲	992	771	28.7% ▲
South	669	635	5.4% ▲	449	49.2% ▲	3,815	2,876	32.7% ▲
<b>Total</b>	<b>784</b>	<b>803</b>	<b>2.5% ▼</b>	<b>525</b>	<b>49.3% ▲</b>	<b>4,807</b>	<b>3,647</b>	<b>31.8% ▲</b>
Grand Total (000' tons)	<b>4,154</b>	<b>4,146</b>	<b>0.2% ▲</b>	<b>4,064</b>	<b>2.2% ▲</b>	<b>22,703</b>	<b>23,853</b>	<b>4.8% ▼</b>

Source: Cemnet.com

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<b>TP</b>	Target Price	<b>CAGR</b>	Compound Annual Growth Rate	<b>FCF</b>	Free Cash Flows
<b>FCFE</b>	Free Cash Flows to Equity	<b>FCFF</b>	Free Cash Flows to Firm	<b>DCF</b>	Discounted Cash Flows
<b>PE</b>	Price to Earnings Ratio	<b>PB</b>	Price to Book Ratio	<b>BVPS</b>	Book Value Per Share
<b>EPS</b>	Earnings Per Share	<b>DPS</b>	Dividend Per Share	<b>ROE</b>	Return of Equity
<b>ROA</b>	Return on Assets	<b>SOTP</b>	Sum of the Parts	<b>LDCP</b>	Last Day Closing Price

#### VALUATION METHODOLOGY

To arrive at our Target Price, Abbasi & Company (Private) Limited uses different valuation methods which include:

- I. Discounted Cash Flow Model
- II. Dividend Discount Model
- III. Relative Valuation Model
- IV. Sum of Parts Valuation

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