

# Cement Dispatches Increased by 14.1% YoY in Jan-25



Tuesday, 4 February, 2025

## North Price Per Bag (Rs.)

Jan/25	Dec/24	Change	% Change
1,370	1,417	▼ -46.5	▼ -3.3%

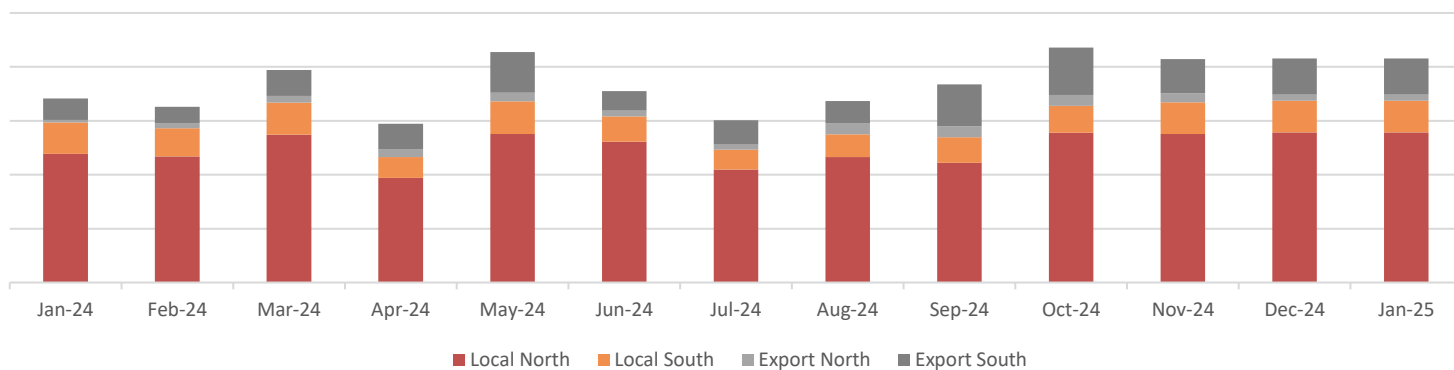
## South Price Per Bag (Rs.)

Jan/25	Dec/24	Change	% Change
1,382	1,383	▼ -0.5	▼ -0.04%

## Export Price Per Ton (USD)

Jan/25	Dec/24	Change	% Change
29.8	28.8	▲ 1.00	▲ 3.5%

## Monthly Cement Dispatches



A rise in dispatches was witnessed during the month of Jan-25 as the recent data released by APCMA shows that cement dispatches were up by 14.1% YoY and were down by 6.2% on a MoM basis. Overall, on a cumulative basis, 7MFY25 dispatches are down by 2.5%.

The industry dispatched 3.313mn tons of cement in the local market during Jan-25 as compared to 2.967mn tons during the same period last year, showing an increase of 11.7% YoY. Further breaking down the local market, dispatches from the north region, increased by 11.9% to 2.669mn tons against 2.385mn tons and dispatches from the south region decreased by 10.6% to 0.644 mn tons against 0.582 mn tons in the SPLY. Furthermore, exports from the north increased by 21.4% and exports from the south region increased by 31.3% YoY in Jan-25.

The recent surge in dispatches has been primarily driven by exports. However, with the recent reduction in interest rates, we anticipate a revival in domestic economic activity, which is likely to accelerate infrastructure development and construction projects. This, in turn, is expected to drive higher demand for cement, further supporting the sector's growth in the coming months.

Local (000' tons)	Jan/25	Dec/24	MoM	Jan/24	YoY	7MFY25	7MFY24	YoY
North	2,669	2,786	4.2% ▼	2,385	11.9% ▲	17,631	19,156	8.0% ▼
South	644	585	10.2% ▲	582	10.6% ▲	3,578	4,017	10.9% ▼
<b>Total</b>	<b>3,313</b>	<b>3,371</b>	<b>1.7% ▼</b>	<b>2,967</b>	<b>11.7% ▲</b>	<b>21,209</b>	<b>23,173</b>	<b>8.5% ▼</b>
Export (000' tons)								
North	59	114	48.0% ▼	49	21.4% ▲	1,052	820	28.2% ▲
South	522	669	22.0% ▼	398	31.3% ▲	4,337	3,273	32.5% ▲
<b>Total</b>	<b>582</b>	<b>784</b>	<b>25.8% ▼</b>	<b>447</b>	<b>30.3% ▲</b>	<b>5,389</b>	<b>4,093</b>	<b>31.7% ▲</b>
Grand Total (000' tons)	<b>3,895</b>	<b>4,154</b>	<b>6.2% ▼</b>	<b>3,414</b>	<b>14.1% ▲</b>	<b>26,598</b>	<b>27,267</b>	<b>2.5% ▼</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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