

### **INDIAN CEMENT SECTOR**

Cement volumes higher by 3% YoY in October 2024

**DECEMBER 2024** 



## **Agenda**













#### **Overview**



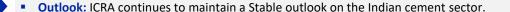


#### Click to see full report

In October 2024, cement volumes stood at 35.8 million MT, an increase of 3% YoY.

In 7M FY2025, the volumes increased by 2% to 248.0 million MT on a YoY basis.







Cement volumes higher by 3% YoY in October 2024: In October 2024, cement volumes were 35.8 million metric tonnes (MT), up 3% YoY. In 7M FY2025, the volumes increased by 2% YoY to 248.0 million MT. ICRA expects cement volumes to grow by 4-5% YoY to 445-450 million MTPA in FY2025 and further by 6-7% YoY to 475-480 million MT in FY2026, backed by sustained demand from the housing and infrastructure sectors.



• Average cement prices declined by 11% YoY in November 2024: In November 2024, the average cement prices decreased by 11% YoY to Rs. 335/bag. However, they were stable on a MoM basis. In 8M FY2025, they declined by 11% YoY to Rs. 330/bag. In FY2024, the average prices stood at ~Rs. 365/bag over Rs. 375/bag in FY2023.



Slight increase in coal prices; pet coke and diesel prices lower in December 2024 on YoY basis: In December 2024, coal prices increased by 4% YoY to \$123/MT on a lower base and pet coke prices were down 20% YoY to Rs. 10,640/MT. Diesel prices also declined by 2% YoY to Rs. 88/litre. In 9M FY2025, the prices of coal, pet coke and diesel were lower by 29%, 17% and 2%, respectively, on a YoY basis, resulting in reduced input costs.



• Moderation in operating margins: The operating margins are likely to moderate by 130-180 bps to 15.6-16.1% in FY2025 due to a decline in cement prices.



Name	Designation	Email	Contact Number
Ashish Modani	Senior Vice President & Group Head	ashish.modani@icraindia.com	020 – 6606 9912
Anupama Reddy	Vice President & Co Group Head	anupama.reddy@icraindia.com	040 – 6939 6427
Tushar Bharambe	Assistant Vice President & Sector Head	tushar.bharambe@icraindia.com	040 – 6169 3347
Hemanth Vasishta Attaluri	Senior Analyst	vasishta.attaluri@icraindia.com	040 – 6939 6419

















## **ICRA Business Development/Media Contact Details**

Name	Designation	Email	Contact Number
L Shivakumar	Chief Business Officer	shivakumar@icraindia.com	022-61693304
Neha Agarwal	Head – Research Sales	neha.agarwal@icraindia.com	022-61693338
Rohit Gupta	Head Business Development – Infrastructure Sector	rohitg@icraindia.com	0124-4545340
Vivek Bhalla	Head Business Development – Financial Sector	vivek.bhalla@icraindia.com	022-61693372
Vinita Baid	Head Business Development – Corporate Sector - West & East	vinita.baid@icraindia.com	033-71501131
Shivam Bhatia	Head Business Development – Corporate Sector - North & South	shivam.bhatia@icraindia.com	0124-4545803
Naznin Prodhani	Head - Group Corporate Communications & Media Relations, ICRA Ltd	communications@icraindia.com	0124-4545860



















#### © Copyright, 2024 ICRA Limited. All Rights Reserved.

All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable. Although reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies, while publishing or otherwise disseminating other reports may have presented data, analyses and/or opinions that may be inconsistent with the data, analyses and/or opinions in this publication. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.



# **Thank You!**

