

# Cement Dispatches Increased by 5.7% YoY in Nov



Wednesday, 4 December, 2024

## North Price Per Bag (Rs.)

Nov/24	Oct/24	Change	% Change
1,440	1,447	▼ -7.0	▼ -0.5%

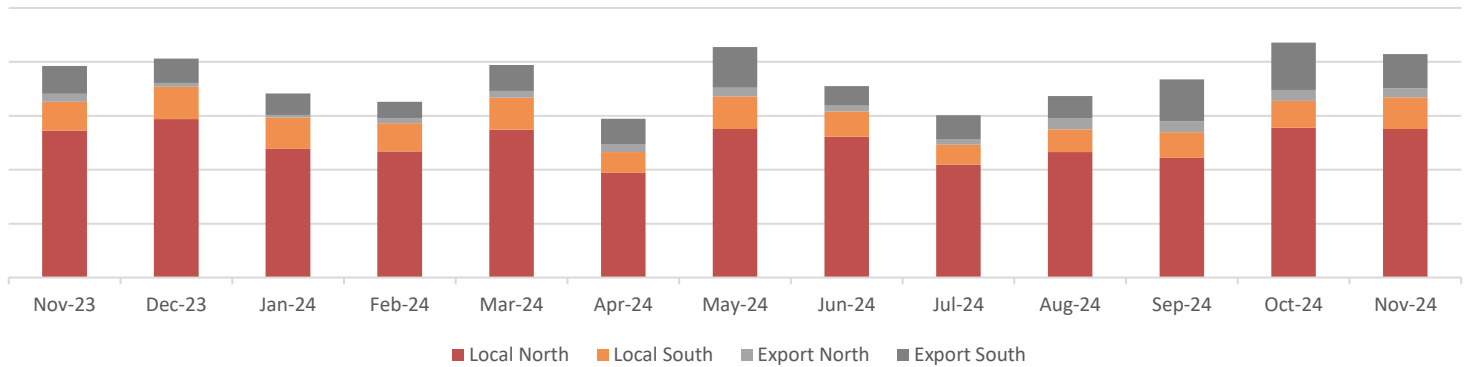
## South Price Per Bag (Rs.)

Nov/24	Oct/24	Change	% Change
1,383	1,386	▼ -3.5	▼ -0.25%

## Export Price Per Ton (USD)

Oct/24	Sep/24	Change	% Change
27.0	28.1	▼ -1.10	▼ -3.9%

## Monthly Cement Dispatches



A rise in dispatches was witnessed during the month of Nov-24 as the recent data released by APCMA shows that cement dispatches were up by 5.7% YoY and down by 4.8% on a MoM basis. Overall, on a cumulative basis, 5MFY25 dispatches are down by 6.3%.

The industry dispatched 3.343mn tons of cement in the local market during Nov-24 as compared to 3.262mn tons during the same period last year, showing a rise of 2.5% YoY. Further breaking down the local market, dispatches from the north region, increased by 1.2% to 2.757mn tons against 2.723mn tons and dispatches from the south region increased by 8.7% to 0.586mn tons against 0.539 mn tons in the SPLY. Furthermore, exports from the north increased by 16.9% and exports from the south region increased by 22.5% YoY in Nov-24.

Going forward, cement dispatches are expected to increase as the government prepares to announce a construction package, which should boost cement demand. Additionally, the expected 200-basis-point rate cut in the upcoming MPC meeting will likely benefit the construction industry overall, further stimulating demand for cement and driving higher production levels.

Local (000' tons)	Nov/24	Oct/24	MoM	Nov/23	YoY	5MFY25	5MFY24	YoY
North	2,757	2,779	0.8% ▼	2,723	1.2% ▲	12,176	13,835	12.0% ▼
South	586	497	17.9% ▲	539	8.7% ▲	2,349	2,832	17.1% ▼
<b>Total</b>	<b>3,343</b>	<b>3,276</b>	<b>2.0% ▲</b>	<b>3,262</b>	<b>2.5% ▲</b>	<b>14,525</b>	<b>16,667</b>	<b>12.9% ▼</b>
Export (000' tons)								
North	168	203	17.1% ▼	144	16.9% ▲	878	695	26.3% ▲
South	635	878	27.7% ▼	518	22.5% ▲	3,146	2,427	29.6% ▲
<b>Total</b>	<b>803</b>	<b>1,081</b>	<b>25.7% ▼</b>	<b>662</b>	<b>21.3% ▲</b>	<b>4,024</b>	<b>3,122</b>	<b>28.9% ▲</b>
Grand Total (000' tons)	<b>4,146</b>	<b>4,356</b>	<b>4.8% ▼</b>	<b>3,924</b>	<b>5.7% ▲</b>	<b>18,549</b>	<b>19,789</b>	<b>6.3% ▼</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
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#### RESEARCH ANALYST

Muhammad Umair Javed

Phone: (+92) 42 38302028; Ext 118

Email: [umairjaved@abbasiandcompany.com](mailto:umairjaved@abbasiandcompany.com)

web: [www.abbasiandcompany.com](http://www.abbasiandcompany.com)

#### HEAD OFFICE

6 - Shadman, Lahore

Phone: (+92) 42 38302028

Email: [info@abbasiandcompany.com](mailto:info@abbasiandcompany.com)

web: [www.abbasiandcompany.com](http://www.abbasiandcompany.com)