February I 2021

India's Global Rank

- Cement Production: 2
- Cement Consumption: 2

Cement Demand In FY20

- Housing and real estate: 13.0%
- Infrastructure: 10.0%
- Industrial Development: 55.0%
- Low-cost Housing: 22.0%

Top Cement Producers in India 2020 (Market Share)

- UltraTech Cement: 31%
- Ambuja Cement: 14%
- ACC Ltd.: 8%
- Shree Cement Ltd.: 5%
- Dalmia Bharat: 5%
- Birla Corporation Ltd.: 4%
- India Cement Ltd.: 4%
- The Ramco Cement Ltd.: 1%
- Others: 10.0%

Cement Consumption (million tonnes)

- FY16: 272.0
- FY17: 270.0
- FY18: 289.0
- FY19: 328.0
- FY20E: 327.0
- FY21E: 349.0
- FY22E: 379.0

Cement Production (million tonnes)

- FY16: 274.0
- FY17: 273.0
- FY18: 291.0
- FY19: 329.0
- FY20E: 329.0
- FY21E: 353.0
- FY22E: 381.0

Key Trends

- Robust demand: High cement demand to be driven by government’s focus on infrastructure and housing for all by 2022. Demand expected to grow at CAGR of 5.68% between FY16 and FY22.
- Increasing Investments: FDI inflows in the industry related to manufacturing of cement and gypsum products reached US$ 5.28 billion between April and December 2020.
- Long-term Potential: With high allocation under the Union Budget 2021-22 for infrastructure, affordable housing schemes and road projects to fuel the economy, the domestic cement industry is poised for a volume surge.
- Attractive opportunities: Government announcements in November–December 2020 regarding key infrastructure projects such as National Highway projects in Nagaland (worth US$ 560.88 million), Rajasthan (worth US$ 1.14 billion), Karnataka (worth US$ 1.49 billion) and Telangana (worth US$ 1.80 billion). 'Delhi-Ghaziabad-Meerut Regional Rapid Transit System Project’ worth US$ 500 million are expected to boost the demand for cement.

Government Initiatives

- Make in India
- Pradhan Mantri Awas Yojana – Gramin scheme
- Pradhan Mantri Awaas Yojana - Urban

Note: F – Forecast, E- Estimated

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