

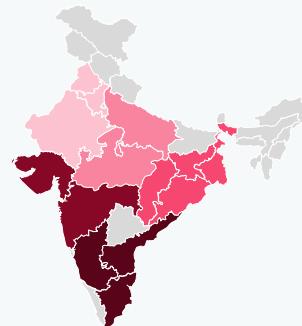


CEMENT



Ranking and Region-wise Capacity

India's Global Rank

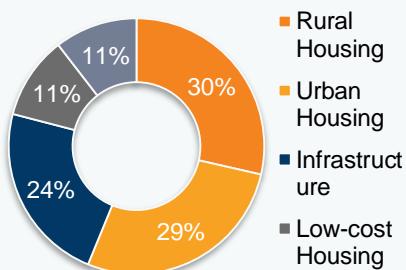


- North India: 127 MTPA
- Central India: 91 MTPA
- East India: 135 MTPA
- West India: 89 MTPA
- South India: 221 MTPA



SECTOR COMPOSITION

Cement Demand In FY24E



Top Cement Producers in India (Net Sales in Q1 FY26) (in US\$ million)



KEY TRENDS

Cement Consumption (Million Tonnes)



Cement Production (Million Tonnes)



GOVERNMENT INITIATIVES



Make in India

Pradhan Mantri Gati Shakti - National Master Plan (NMP)



Pradhan Mantri Awas Yojana



ADVANTAGE INDIA

- Robust demand:** India's cement sector is set for robust growth in FY26, with operating profit expected to rise 12-18% to Rs. 900-950 (US\$ 10.14-10.71) per metric tonne (MT), according to ratings agency ICRA. Strong demand from housing and infrastructure, better realisations, and stable input costs will drive the improvement. The GST revamp announced in September 2025 is expected to reduce cement prices by Rs. 30-35 (US\$ 0.34-0.40) per 50-kg bag, lowering construction costs and potentially stimulating demand further in the sector.
- Increasing Investments:** FDI inflows in the industry, related to the manufacturing of cement and gypsum products, reached Rs. 51,135 crore (US\$ 7.92 billion) between April 2000-June 2025. India's top cement producers are set to invest about Rs. 1,20,000 crore (US\$ 13.53 billion) in capital expenditure between FY26 and FY28, nearly 50% higher than the previous three years, according to Crisil Ratings. The investments will focus primarily on capacity expansion, with the 17 companies covered in the report representing 85% of the country's total 668 million tonnes (MT) of installed capacity as of March 2025.
- Long-term Potential:** Indian cement companies are among the world's greenest cement manufacturers. Indian cement makers plan to invest around Rs. 1.25 lakh crore between FY25 and FY27 to add 130 million tonnes of grinding capacity about 20% more than current levels. The government's infrastructure push is a significant catalyst, with projects like the Mumbai-Ahmedabad Bullet Train Corridor significantly boosting cement demand. This project alone uses around 20,000 cubic meters of cement daily, generating large-scale employment.
- Attractive opportunities:** The Mumbai-Ahmedabad Bullet Train Corridor is significantly boosting the cement and construction industry, utilizing around 20,000 cubic meters of cement daily, equivalent to eight 10-story buildings. This project, spanning 508 km with multiple stations and tunnels, has generated substantial employment, with about 20,000 workers engaged daily. Karnataka approved investment proposals worth Rs. 17,183 crore (US\$ 2.01 billion) in cement manufacturing, which are expected to generate around 12,500 jobs.