

CEMENT FOLLOW UP NOV 06

REGION WISE CEMENT DESPATCHES: SEPT 2006 & OCT 2006 ('000 TONNES)

Region	Oct' 06	Sept' 06
NORTH REGION	2760.53	2623.45
SOUTH REGION	3661.50	3807.29
EAST REGION	1932.86	1584.34
WEST REGION	2283.34	2188.63
CENTRAL REGION	1908.00	1915.50
TOTAL	12546.22	12119.21

COMPANY WISE CEMENT DESPATCHES: APR-OCT 2006 ('000 TONNES)

Company	Oct' 06	Oct' 05	YoY %	Apr-Oct'06	Apr-Oct'05	YoY%
A.C.C. Ltd.	1637.86	1506.18	8.74	10524.93	9941.16	5.87
Andhra Cements	51.76	6.59	685.43	236.63	301.70	-21.57
Birla Corp. Ltd.	438.46	421.43	4.04	2948.61	2853.65	3.33
C.C.I. Ltd.	67.24	72.27	-6.96	551.54	502.92	9.67
Century Textiles	615.86	575.89	6.94	3777.24	3836.31	-1.54
Chettinad Cement	209.21	194.22	7.72	1584.88	1417.47	11.81
Grasim Indus.	1326.93	1207.73	9.87	8609.44	8114.35	6.10
Guj Ambuja group	1427.05	1312.19	8.75	9441.99	8375.70	12.73
India Cements	627.65	668.52	-6.11	5012.88	4873.93	2.85
J.K. Group	532.23	518.47	2.65	3521.65	3522.76	-0.03
Jaypee Group	456.71	484.92	-5.82	3516.74	3168.58	10.99
Kesoram Indus.	261.16	229.37	13.86	1910.73	1686.48	13.30
Lafarge India(P) Ltd	430.27	344.89	24.76	2571.25	2511.48	2.38
Madras Cements	401.35	392.25	2.32	3030.81	2537.26	19.45
Malabar Cement	36.88	55.75	-33.85	362.00	363.99	-0.55
Mangalam Cement	111.63	145.70	-23.38	851.90	920.09	-7.41
Saurashtra Cement	82.43	107.75	-23.50	776.96	630.02	23.32
Gujarat Sidhee Cmt	83.88	85.31	-1.68	706.89	425.06	66.30
Mysore Cement	168.93	166.66	1.36	1250.59	1073.16	16.53
Orient Paper Indus.	164.64	166.09	-0.87	1251.78	1156.99	8.19
Penna Cement.	209.02	163.84	27.58	1465.43	1295.13	13.15
Tamil Nadu Cement	24.58	70.02	-64.90	411.47	468.38	-12.15
UltraTech Cement Ltd	1197.95	1124.82	6.50	8049.43	7430.61	8.33
Zuari Cement Ltd.	230.02	220.55	4.29	1784.28	1567.90	13.80
Shree Cement	442.28	269.38	64.18	2691.65	1767.10	52.32
Prism cement	156.66	181.30	-13.59	1263.94	1195.36	5.74
Others	1152.45	929.47	23.99	8163.65	6506.76	25.46
Grand Total	12545.05	11621.56	7.95	86269.27	78444.30	9.98

EXPORTS (Cement & Clinkers)	770.00	770.00	0.00	5280.00	5160.00	2.33
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CEMENT DEMAND SUPPLY: STATES PROFILE

FIGURES IN MN TONES

STATE	INSTALLED CAPACITY	PRODN FY 06	CAP UTL %	DEMAND FY 06	EXCES / DEFICIT	UPCOMING CAPACITY
NORTH REGION						
HARYANA	0.17	0.00	0	4.93	-4.76	1.00
PUNJAB	4.20	4.46	106	5.66	-1.46	0.00
RAJASTHAN	19.46	20.24	104	8.27	11.19	18.80
HIMACHAL PRADESH	4.77	4.81	101	1.60	3.17	8.00
DELHI	0.50	0.00	0	3.50	-3.00	0.00
J&K	0.20	0.16	80	1.01	-0.81	0.00
UTTARANCHAL	--	--	--	1.82	-1.82	1.00
CHANDIGARH	--	--	--	0.27	-0.27	0.00
TOTAL	29.30	29.67	101	27.06	2.24	28.80
SOUTH REGION						
Andhra Pradesh	24.89	19.94	80	11.46	13.43	16.20
Karnataka	10.89	9.98	92	9.38	1.51	6.00
Tamilnadu	14.56	14.29	98	11.13	3.43	4.00
Kerala	0.62	0.68	110	6.50	-5.88	0.00
OTHERS				0.89	-0.89	0.00
TOTAL	50.96	44.89	88	39.36	11.60	26.20
EAST REGION						
ASSAM	0.20	0.13	65	1.09	-0.89	0.00
MEGHALAYA	0.20	0.10	50		0.20	0.00
BIHAR	1.00	0.46	46	4.36	-3.36	0.00
JHARKHAND	4.66	4.16	89	2.63	2.03	4.30
ORISSA	3.04	3.31	109	4.15	-1.12	3.20
WEST BENGAL	3.46	3.25	94	6.59	-3.13	2.50
CHHATTISGARH	10.82	8.64	80	3.08	7.74	6.60
OTHERS				0.76	-0.76	0.00
TOTAL	23.38	20.05	86	22.66	0.72	16.60
WEST REGION						
MAHARASHTRA	11.80	11.38	96	16.78	-4.98	4.00
GUJARAT	17.14	13.56	79	9.12	8.02	3.95
TOTAL	28.94	24.94	86	25.90	3.04	7.95
CENTRAL REGION						
UTTARPRADESH	7.32	4.88	67	14.20	-6.88	1.50
MADHYA PRADESH	17.69	17.40	98	6.37	11.32	7.25
TOTAL	25.01	22.28	89	20.57	4.44	8.75
GR TOTAL	157.59	141.83	90	135.55	22.04	88.30

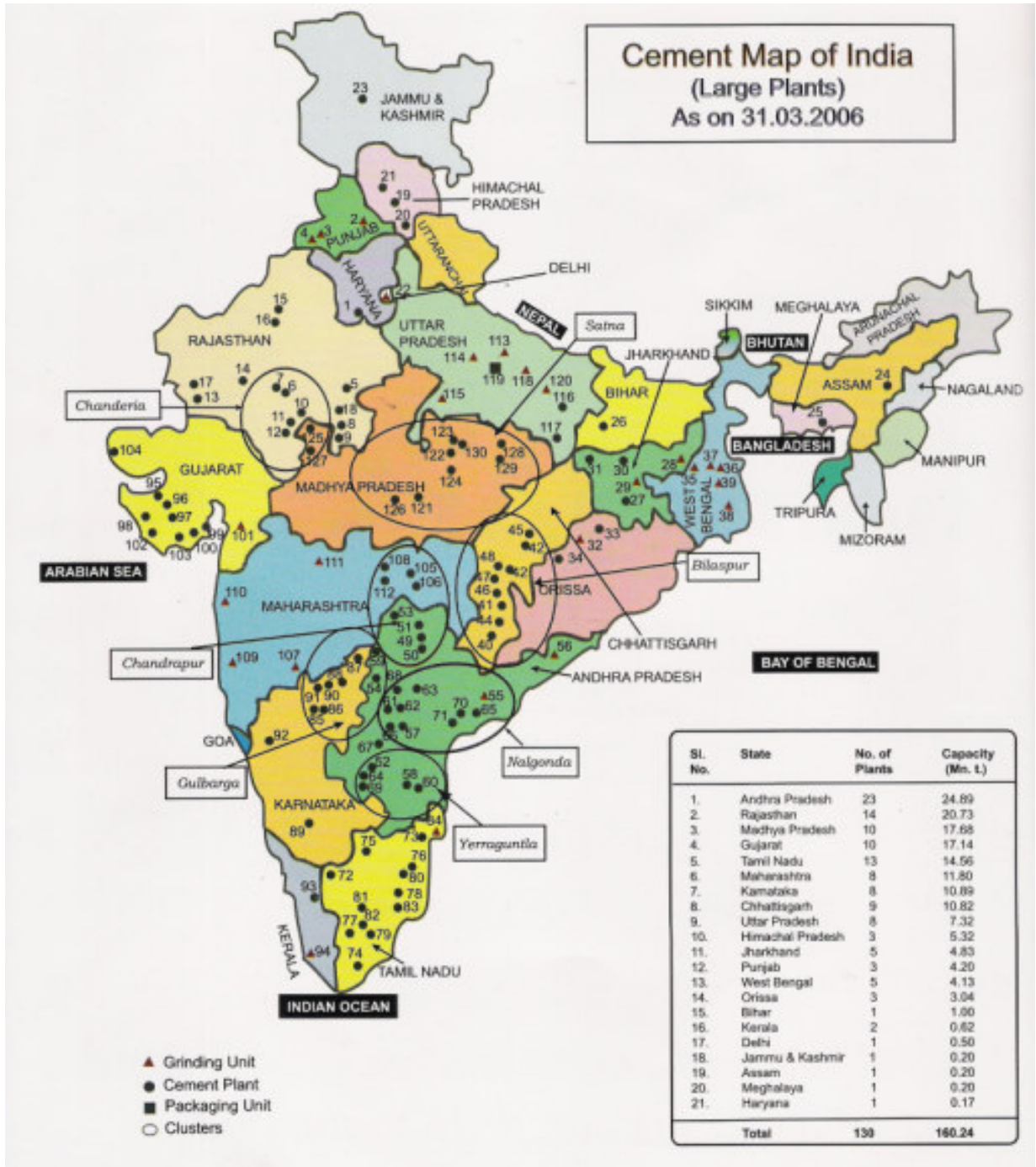
STATES RANKING IN TERMS OF CEMENT CAPACITIES

RANK	STATE	INSTALLED CAPACITY MN Tonnes
1	Andhra Pradesh	24.89
2	RAJASTHAN	19.46
3	MADHYA PRADESH	17.69
4	GUJARAT	17.14
5	Tamilnadu	14.56
6	MAHARASHTRA	11.80
7	Karnataka	10.89
8	CHHATTISGARH	10.82
9	UTTARPRADESH	7.32
10	HIMACHAL PRADESH	4.77
11	JHARKHAND	4.66
12	PUNJAB	4.20
13	WEST BENGAL	3.46
14	ORISSA	3.04
15	BIHAR	1.00
16	Kerala	0.62
17	DELHI	0.50
18	J&K	0.20
19	ASSAM	0.20
20	MEGHALAYA	0.20
21	HARYANA	0.17

STATES RANKING IN TERMS OF CEMENT DEMAND

RANK	STATE	DEMAND FY 06 MN Tonnes
1	MAHARASHTRA	16.78
2	UTTARPRADESH	14.20
3	Andhra Pradesh	11.46
4	Tamilnadu	11.13
5	Karnataka	9.38
6	GUJARAT	9.12
7	RAJASTHAN	8.27
8	WEST BENGAL	6.59
9	Kerala	6.50
10	MADHYA PRADESH	6.37
11	PUNJAB	5.66
12	HARYANA	4.93
13	BIHAR	4.36
14	ORISSA	4.15
15	DELHI	3.50
16	CHHATTISGARH	3.08
17	JHARKHAND	2.63
18	UTTARANCHAL	1.82
19	HIMACHAL PRADESH	1.60
20	ASSAM	1.09
21	J&K	1.01
24	CHANDIGARH	0.27

CLUSTER WISE LOCATION OF CEMENT PLANTS



Grasim Industries to set up Rs 1200 Crore Cement Project in Orissa

Grasim Industries Ltd and Government of Orissa concluded an MOU to set up a 3.50 million tpa integrated cement plant in the Sundergarh District in Orissa. The plant will involve an investment Rs 1200 crore and will include a 50 MW captive thermal power plant with a split, grinding unit. This is expected to be the largest cement project in Orissa and is expected to be commissioned in 3 years. The State government has agreed to assist in acquisition of the necessary limestone mines and land for the plant as well as for a rail link, apart from adequate sources of fly ash, slag and coal.

OCL India Ltd to expand cement capacity in Orissa

OCL India signs MoU with Government of Orissa OCL India Ltd has signed a Memorandum of Understanding (MoU) with Government of Orissa on November 10, 2006 for the purpose of setting up the following projects:

1. Standalone Cement Grinding unit - 0.9 MTPA (million tonnes per annum) at Jagatpur, Cuttack (Orissa).
2. 60 MW Captive Power Plant at Jagatpur, Cuttack (Orissa).
3. Expansion of Clinkerisation capacity from 1.1 MTPA to 2.5 MTPA at Rajgangpur Cement Works, Rajgangpur, Dist-Sundergarh,

Shree Cement on fast track expansion

Shree Cement has speeded up the expansion from 4.50 mn tones to 10 mn tones & will complete two years ahead i.e. by March 2008 instead of earlier plan of 2010. The company is also setting up three 18 MW captive power plants by then. The total investment envisaged is Rs 1200 crore. Though the target looks ambitious, Shree Cement's move seems to thwart competition from Grasim, which is setting up 2 plants of 4 mn tones each at Kotputli & Shambhupura in Rajasthan as also from Binani Cement, which is adding 3 mn tones capacity at Sirohi.

The industry's total capacity addition plan considering the above adds up to 92.50 m tones through October 07 to FY10.

EXPANSION UPDATES

Rain Industries Ltd. ordered plant & Machinery

Rain Industries ha contracted for supplies of machinery and equipment for a 3,800 tonnes per day cement production line. The company is expanding the cement capacity in Unit-II situated at Boinchenwupalli Village, Kurnool District, Andhra Pradesh by 1.5 mn tones to take it to 1.90 mn Tonnes. The plant is expected to come on stream at the end of 2007.

JK Cements Orders Plant & Machinery

JK Cement Limited ordered for to supply all machinery and equipment for a a 3 million tones greenfield plant at Karnataka to be built for Jay Kay Cem Ltd., a wholly-owned subsidiary of J.K.Cement Ltd. The plant is expected to come on stream in the second half of 2008.

Binani Cement Files RHP

Binani Cement Limited has filed a red Herring Prospectus to get it's shares listed on the Stock Exchanges. The offer for sale comprises divestment of 2.05 crore equity shares by JP Morgan Chase. The price band is not fixed yet & the offer is likely to hit the market by January 2007.

The company has stated in the RHP that the current expansion project of Rs 575 crore at Sirohi in Rajasthan will get commissioned by April 2007. Post expansion, the cement capacity will go up from 2.25 mn tones to 5.3 mn tones with addition of 44 MW of captive power.

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