

Ambuja Cement

ACL:SEC:

20 February 2020

BSE Limited, Phiroz Jeejeebhoy Towers, DalalStreet, Mumbai –400023 corp.relations@bseindia .com	National Stock Exchange of India Ltd., Plot No.C/1 'G' Block Bandra- Kurla Complex Bandra East, Mumbai 400 051 cm1ist@nse .co.in
Deutsche Bank Trust Company Americas Winchester House 1 Great Winchester Street London EC2N 2DB	Societe de la Bourse de Luxembourg, Avenue de la Porte Neuve L-2011 Luxembourg, B.P 165

Dear Sir,

Sub: Investor Presentation on the Financial Results for the year ended December 31 2019.

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, please find enclosed the Investor presentation on financial results for the year ended 31st December 2019.

Kindly take the same on record.

Thanking you,

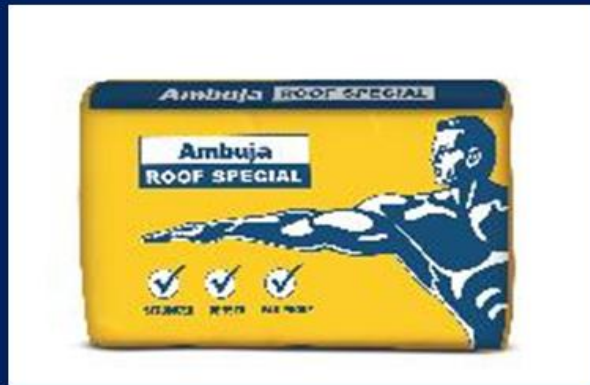
Yours faithfully,
For Ambuja Cements Limited



Rajiv Gandhi
Company Secretary
Membership No. A11263

AMBUJA CEMENTS LIMITED

Elegant Business Park, MIDC Cross Road 'B', Off Andheri Kurla Road, Andheri (E), Mumbai 400059.
Tel.: 022- 4066 7000 / 6616 7000, Fax: 022 - 6616 7711 / 4066 7711. Website: www.ambujacement.com
Regd. Off. : P. O. Ambujanagar, Taluka - Kodinar, Dist. Gir Somnath, Gujarat.
CIN: L26942GJ1981PLC004717



Fourth quarter and Full year results - 2019

February 2020



Ambuja Cement among the top 4 in global Dow Jones Sustainability Index (DJSI) ranking

01 PERFORMANCE HIGHLIGHTS

Q4 2019 & 2019 HIGHLIGHTS

Q4 2019

- Net Sales up 10% YoY
- Cement realisations up ~3% YoY
- Higher mix of Premium Products, 14% growth YoY
- EBITDA up 36% YoY
- EBITDA Margin at 18.0% up by 340 bps YoY
- Profit Before Exceptional items & tax up 32% YoY

CY 2019

- Net Sales up 3% YoY
- Cement realisations up ~4% YoY
- Higher mix of Premium Products, 13% growth YoY
- EBITDA up 14% YoY
- EBITDA Margin at 18.9% up by 170 bps YoY
- Profit Before Exceptional items & tax up 19% YoY

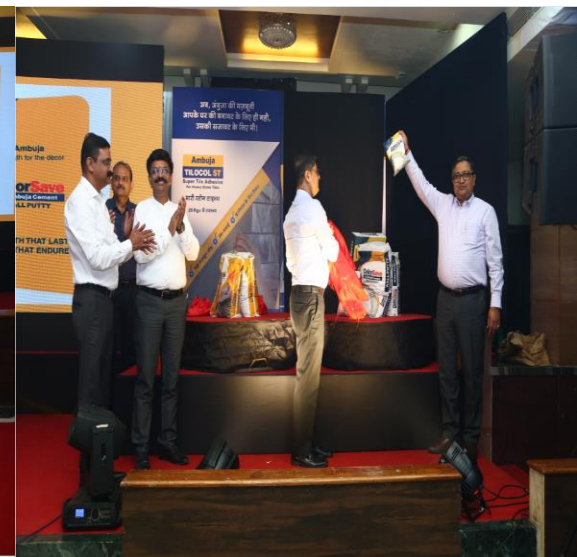
New Products

Ambuja Kawach launch 11th December 2019 - Gujarat



Ambuja Kawach Product Unveiling

Dry Mortar & Construction Chemicals launched in Mumbai Market on 16th October 2019



Ambuja's MCW plant wins 'Vasundhara Award 2019' from Maharashtra Government for embedding best environment practices



Ambuja Cement ranks 6th in 'Responsible Business Rankings 2019' report

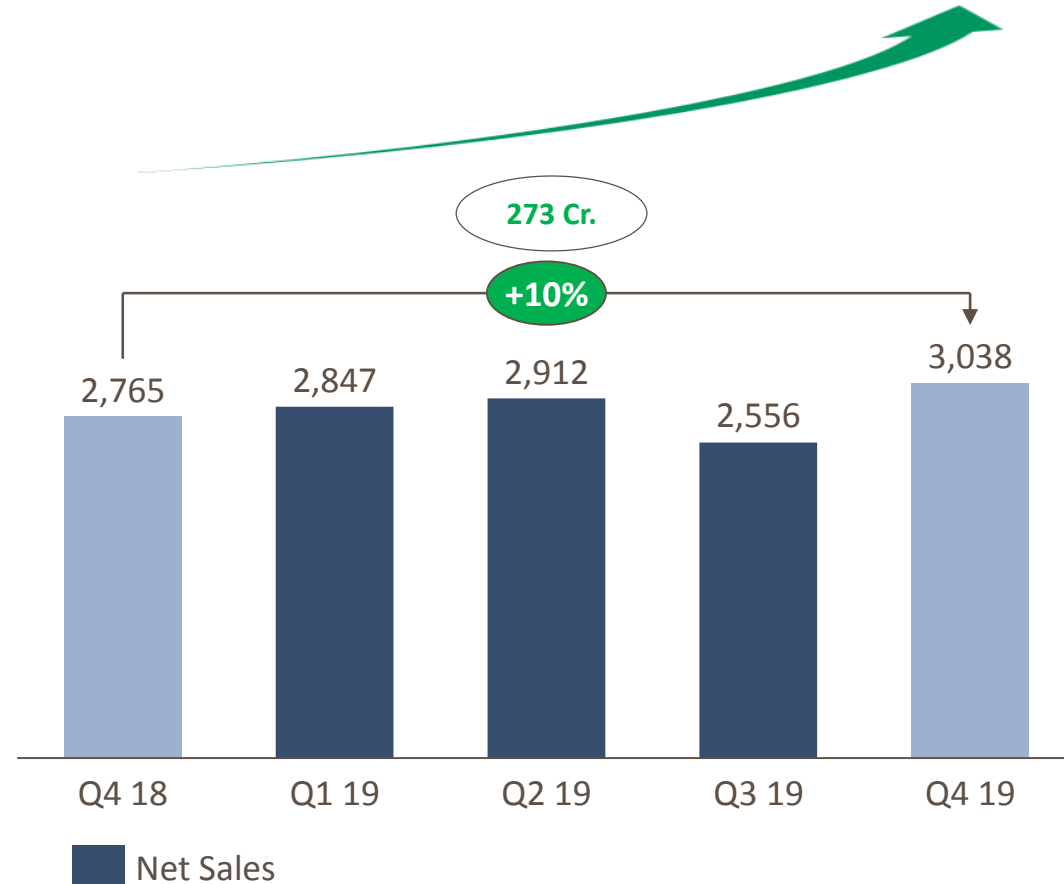
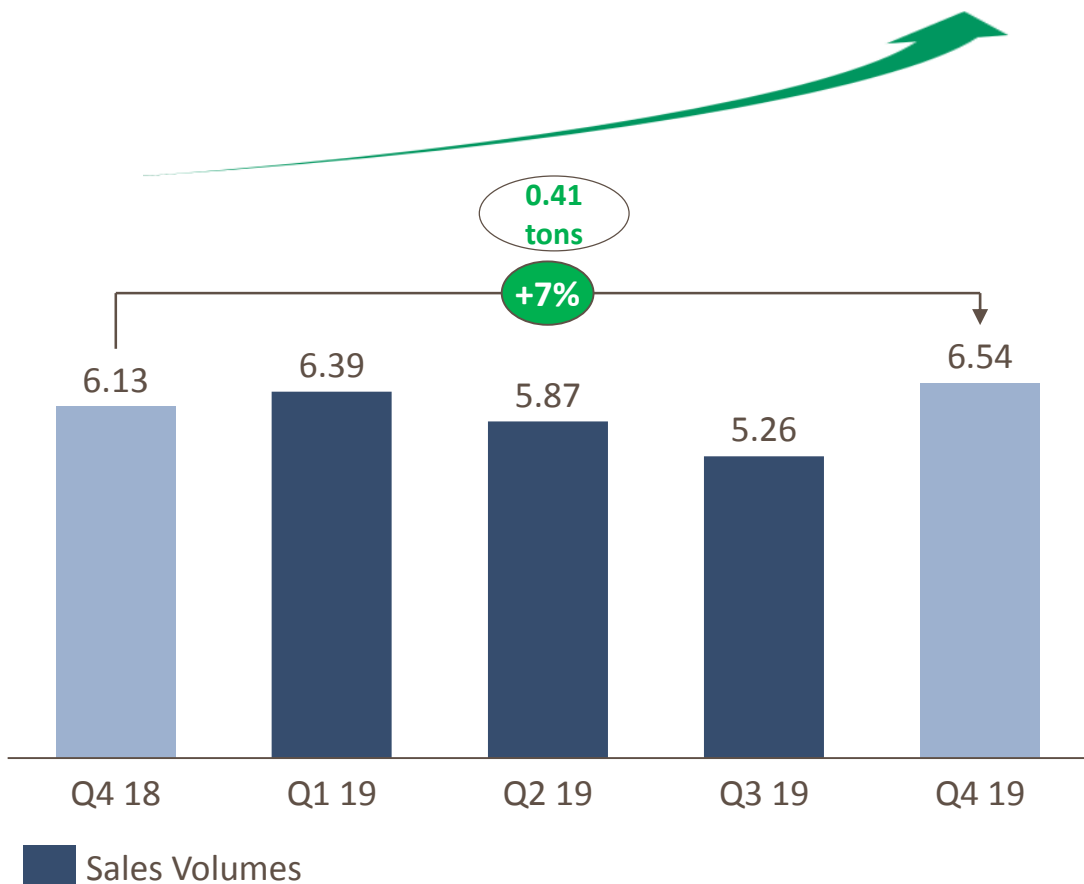


02 PERFORMANCE ANALYSIS

Sales Volumes and Net Sales

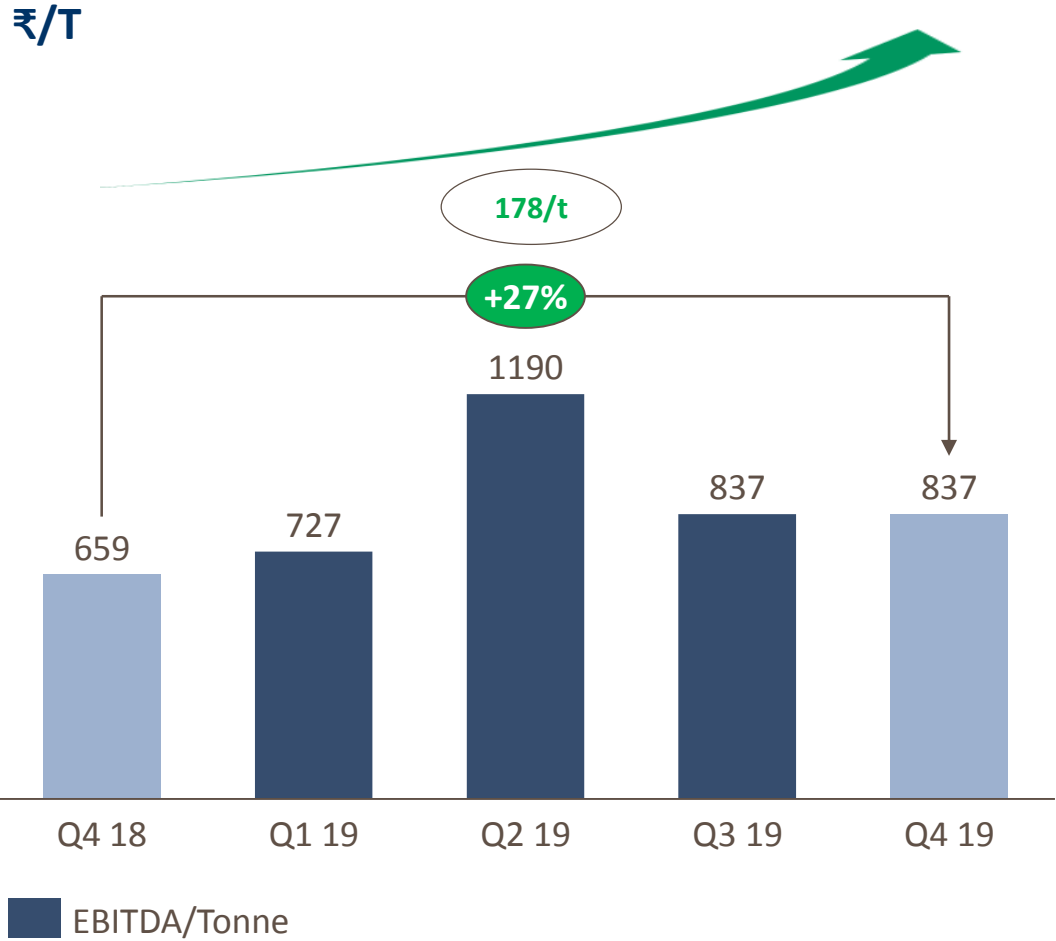
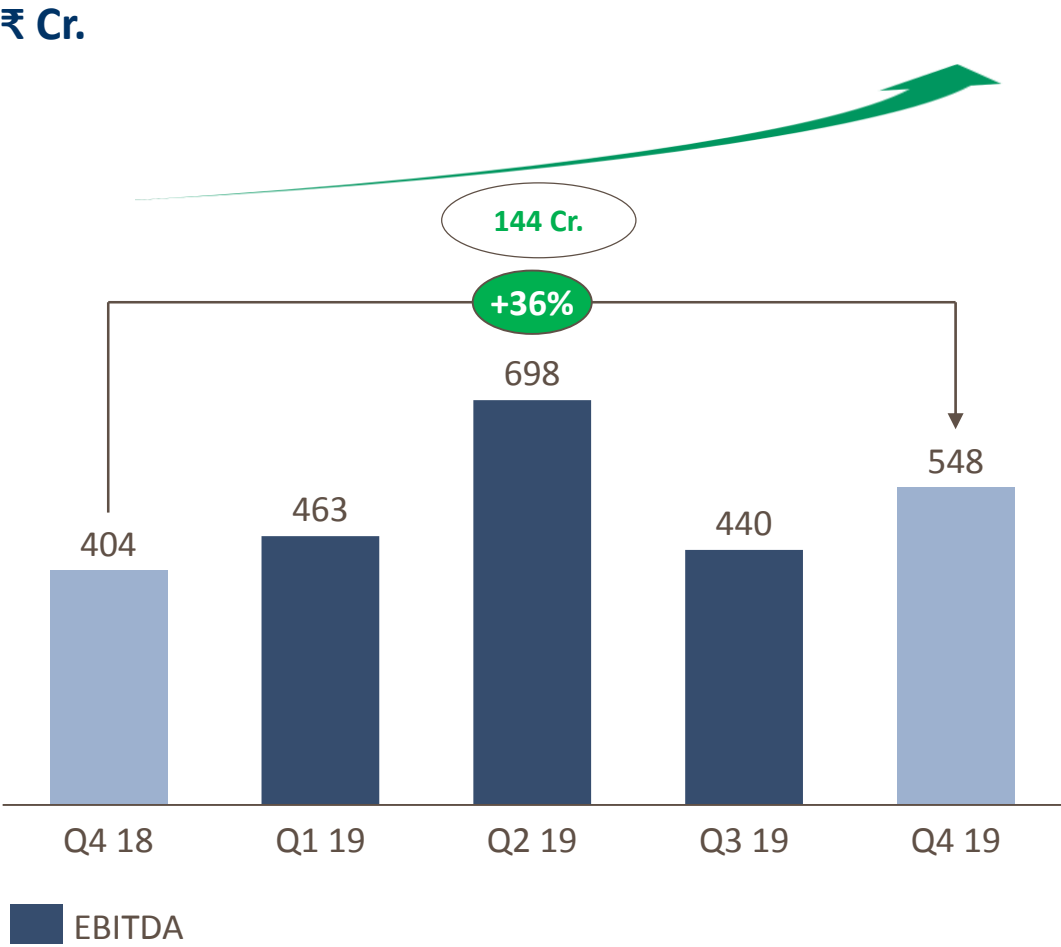
Million Tonnes – Cement & Clinker

₹ Cr.



Robust Top-line performance

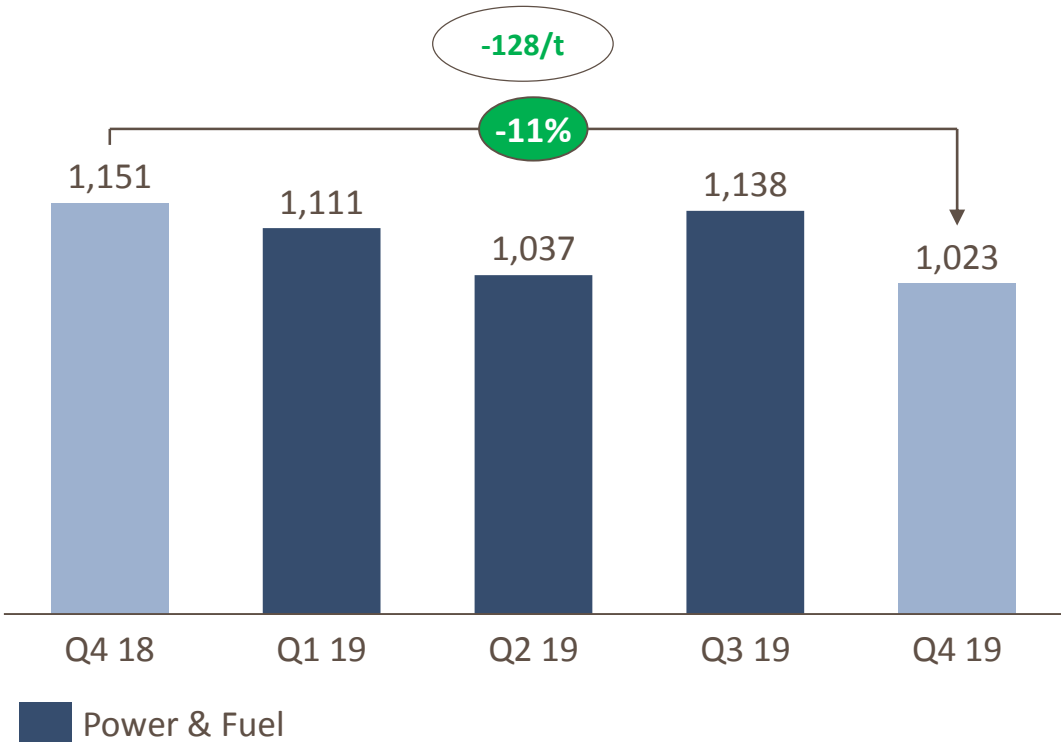
EBITDA ₹ Cr and EBITDA/Tonne trend



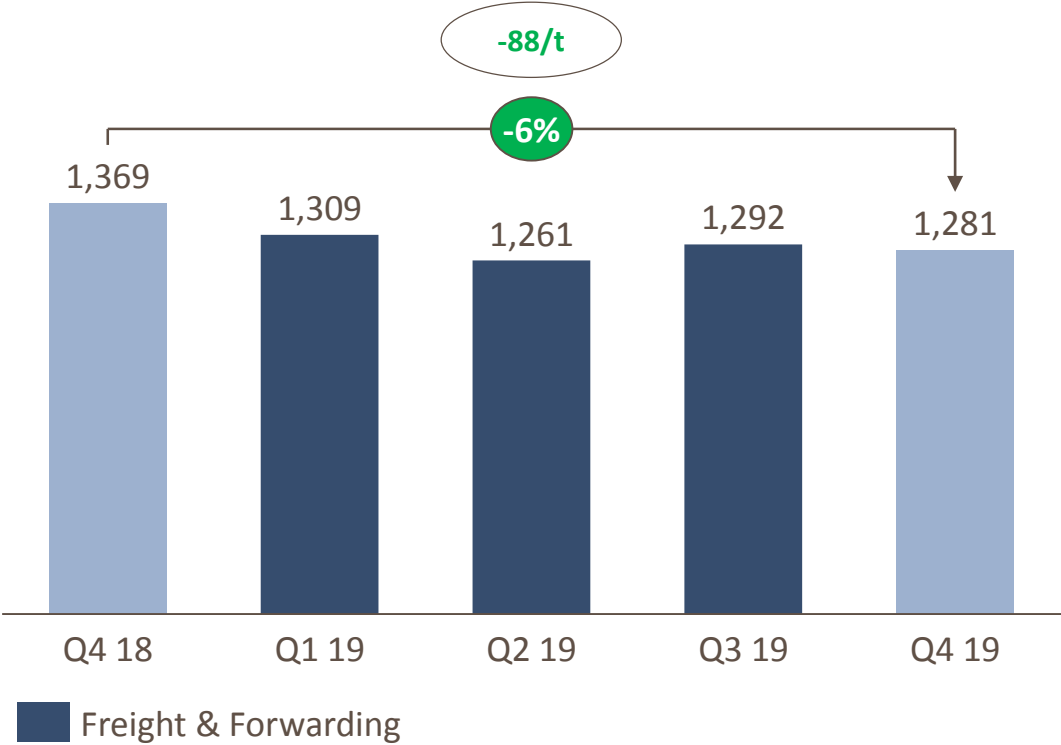
Operating EBITDA increased by 36% for the quarter backed by strong top-line and decline in power & fuel and logistics costs

Key Costs - Power & Fuel and Freight & Forwarding Costs trend

₹/T



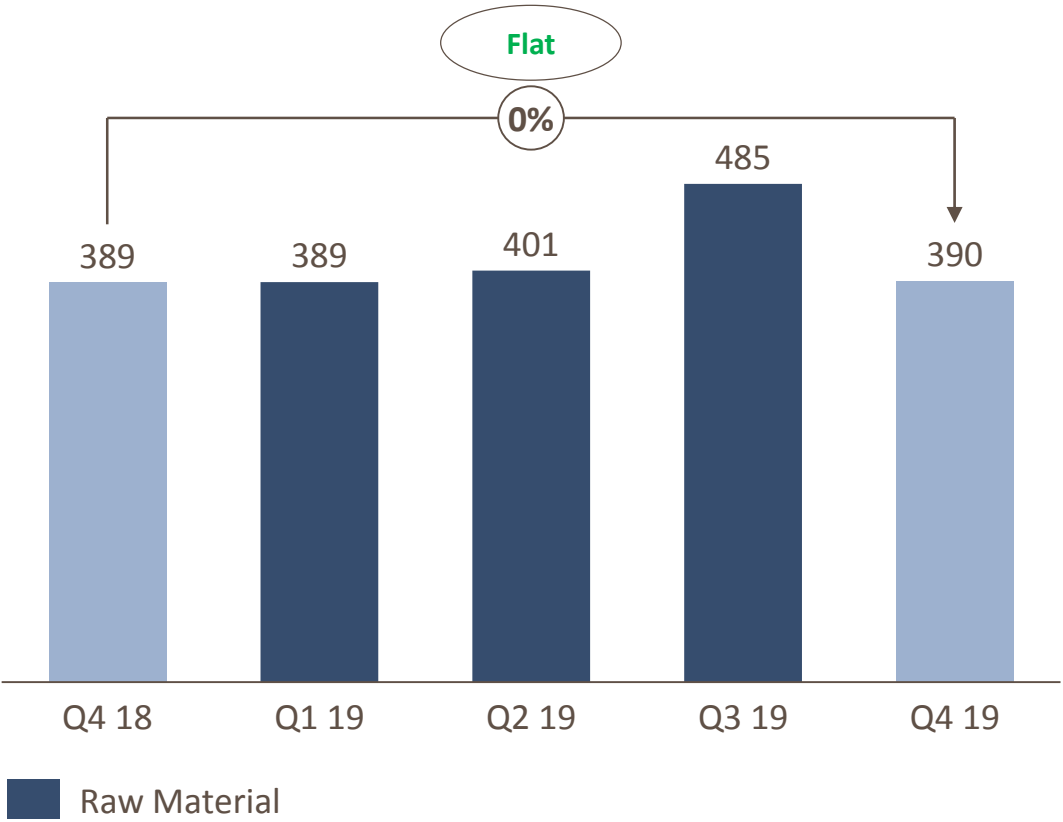
₹/T



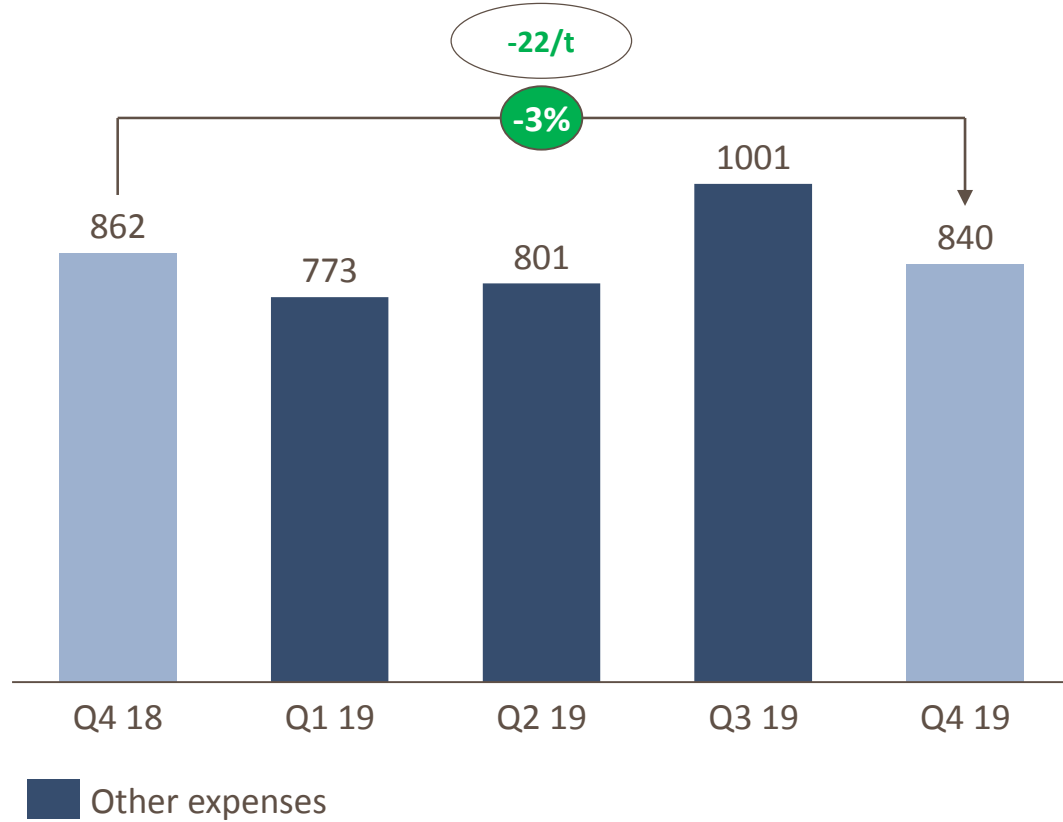
Power & fuel and logistics cost see reduction on account of low cost of fuel, operational efficiencies and optimisation in supply chain

Key Costs - Raw Material Costs and Other Expenses trend

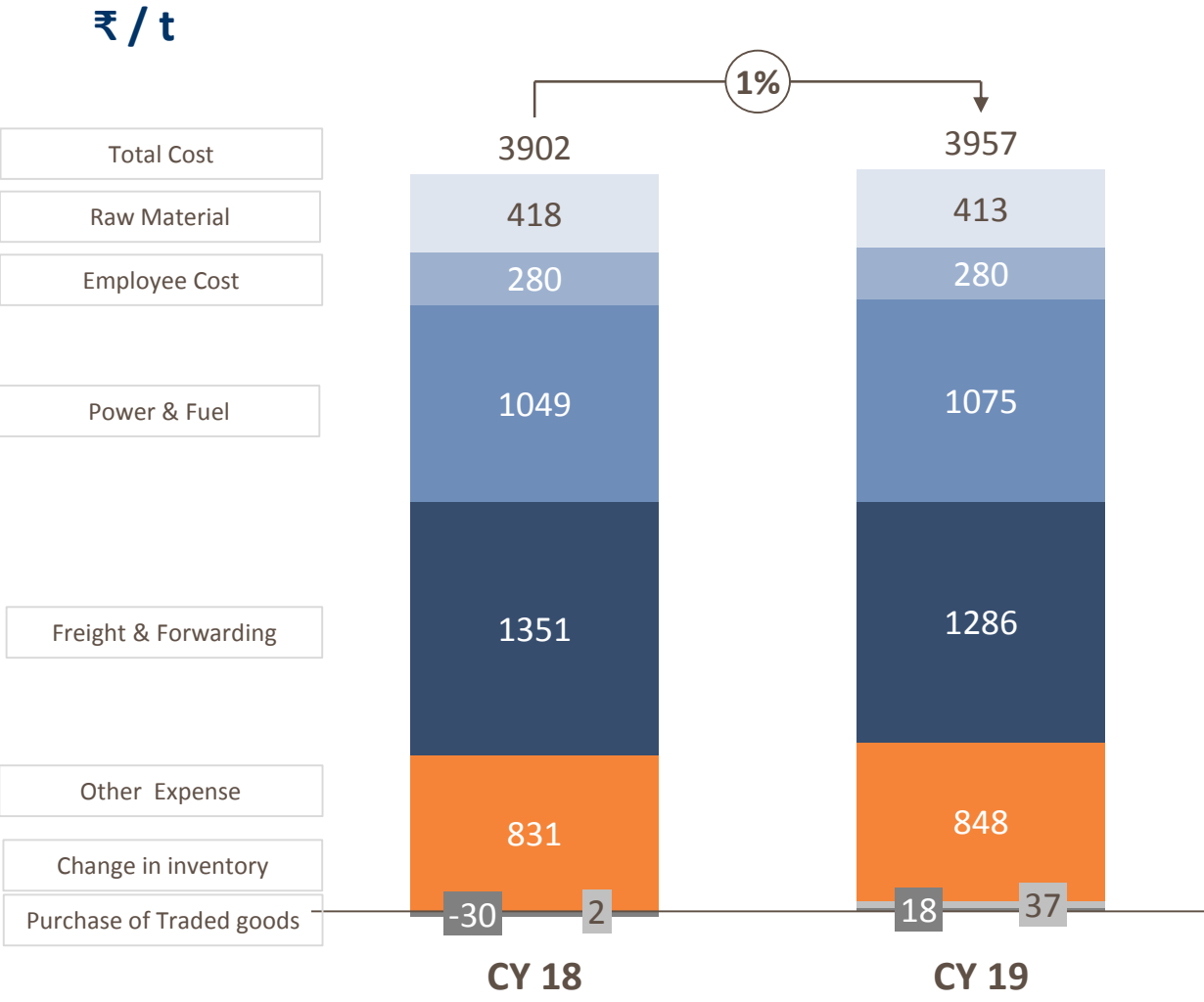
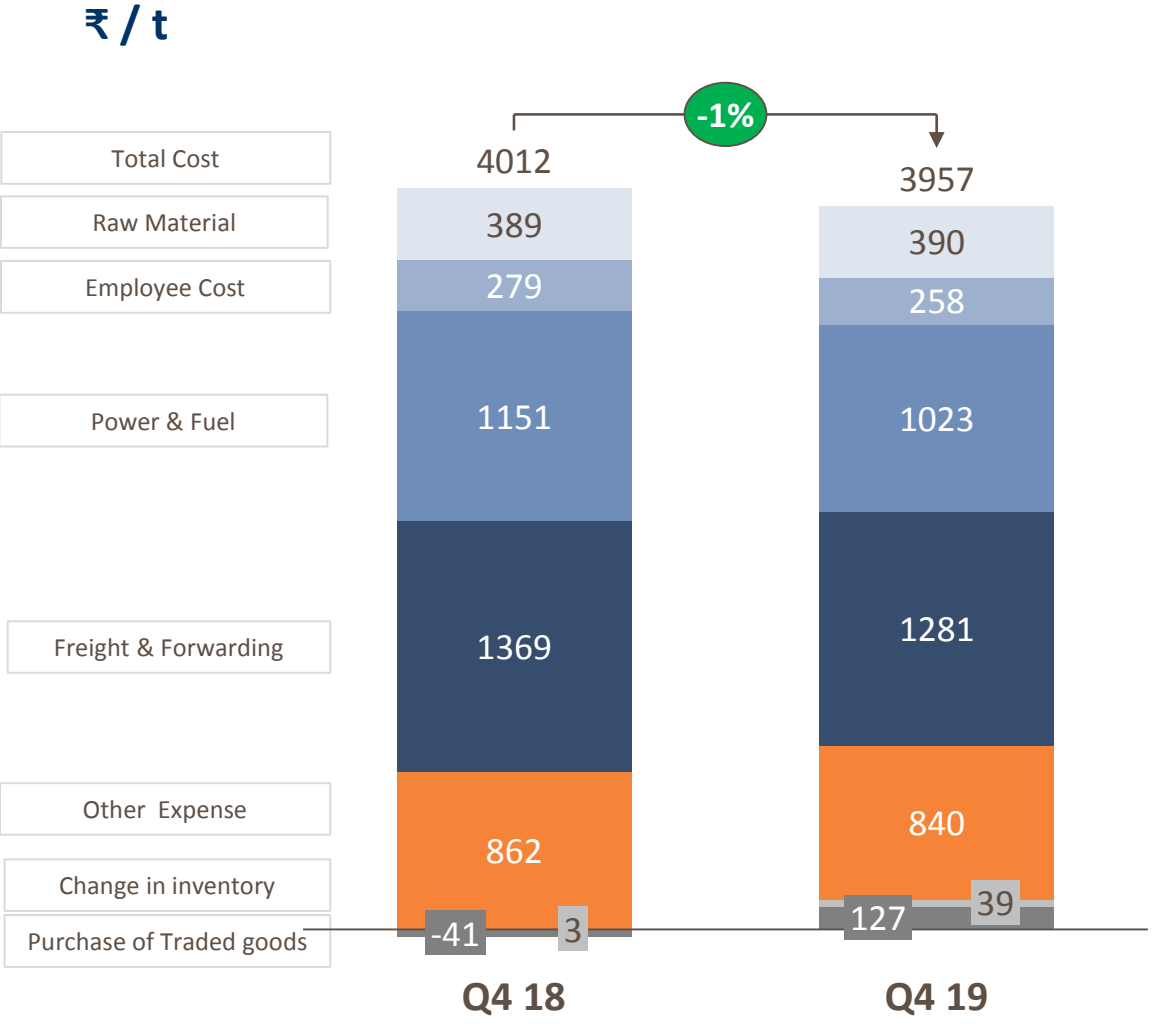
₹/T



₹/T



Total cost sees a reduction YoY basis i.e. Q4 19 vs Q4 18



Costs lower backed by saving in fuel cost and logistics cost in Q4'19

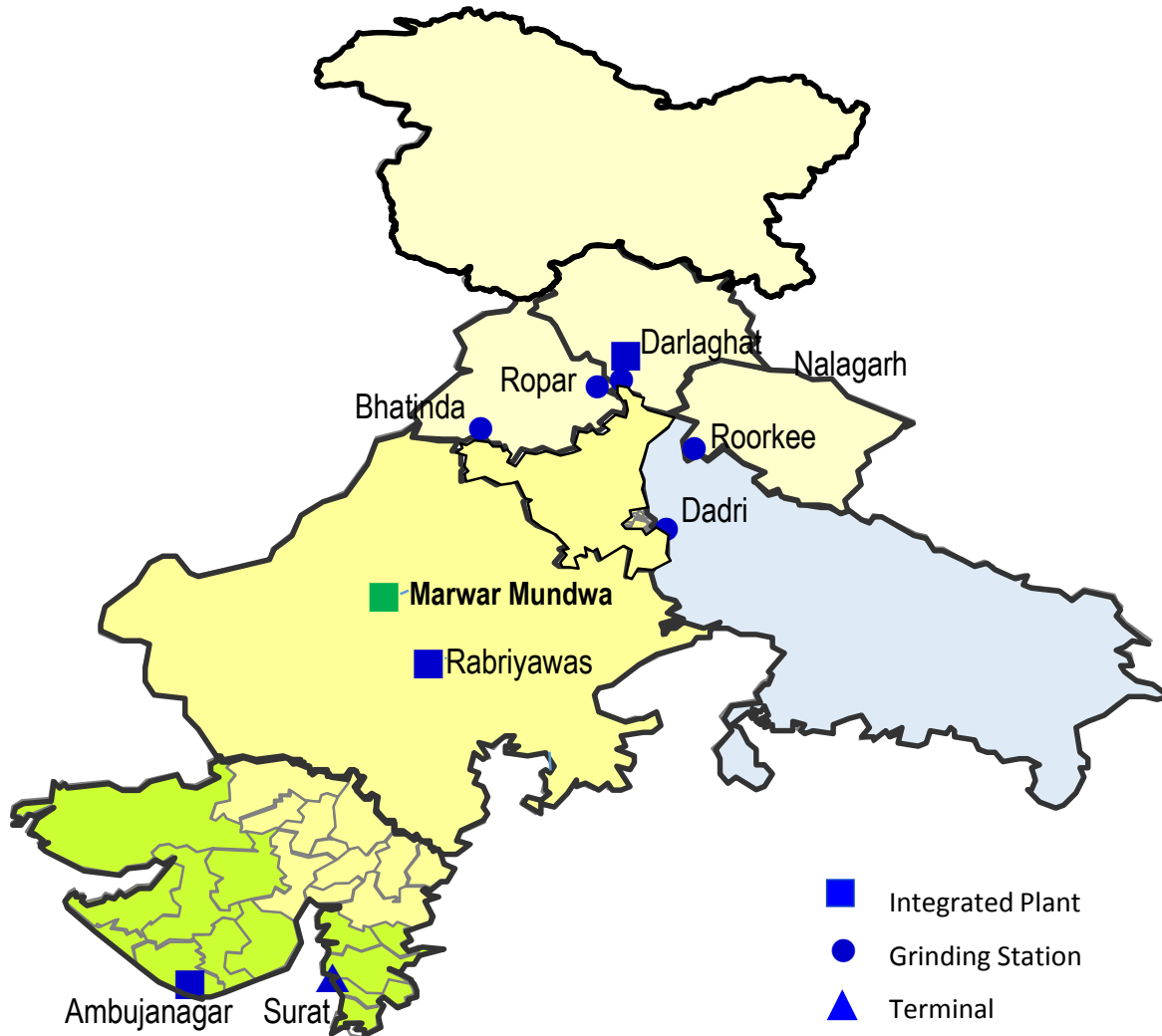
Marwar Mundwa Update

Greenfield plant (Marwar Mundwa) will cater to North & West regions and optimize clinker distribution in North region

Our greenfield project at Marwar Mundwa, Rajasthan, is well on track for commissioning by year end and will add 4.5 Mn tonnes to cement volumes in our key growth markets

Capacity

- Clinkerisation 9,500 Ton Per Day
- Cement Grinding 1.8 Million Ton Per Annum
- 15 MW Waste Heat Recovery System





Ambujanagar

03 STANDALONE AND CONSOLIDATED RESULTS

Standalone Results

Particulars	₹ Cr					
	Q4 2018	Q4 2019	Δ %	Year 2018	Year 2019	Δ %
Sales Volume MnT	6.13	6.54	6.7%	24.18	23.96	-0.9%
Price ₹ per bag (Cement)	229	235	2.7%	231	240	4.0%
Price ₹ per ton (CLC)	4,584	4,709	2.7%	4,617	4,785	3.6%
Sales	2,765	3,038	9.9%	10,977	11,353	3.4%
Other Operating Income	98	98	-0.5%	380	315	-17.1%
Revenue from operation	2,863	3,136	9.5%	11,357	11,668	2.7%
Other non operating income	85	66	-22.8%	375	427	13.7%
Total Income	2,948	3,201	8.6%	11,732	12,094	3.1%
Operating Expenses	2,459	2,588	5.2%	9,465	9,519	0.6%
Operating Expenses ₹ ton (CLC)	4,012	3,958	-1.4%	3,902	3,956	1.4%
EBITDA	404	548	35.8%	1,891	2,149	13.6%
EBITDA margin %	14.6%	18.0%	3.4 pp	17.2%	18.9%	1.7pp
EBITDA ₹ per tonne	659	837	27.0%	780	893	14.6%
Finance cost	18	24	30.1%	82	84	1.4%
Depreciation	136	149	8.9%	548	544	-0.8%
Profit before exceptional items and tax	334	441	31.9%	1,636	1,948	19.1%
Exceptional items	130	-		130	-	
Profit before tax	204	441	115.8%	1,506	1,948	29.3%
Tax expenses	(333)	(14)		19	419	
Profit after Tax	537	455	-15.3%	1,487	1,529	2.8%
EPS ₹ per share	2.71	2.29	-15.5%	7.49	7.70	2.8%
Profit after Tax (Adjusted) #	250	352	40.8%	1,200	1,426	18.8%

Adjustment made as under :

2019 - Write back of deferred tax ₹ 103 crore on account of change in income tax rate.

2018 - Write back of income tax ₹ 372 crore and exceptional expenses (net of tax ₹ 85 crore)

Quarter 4 Performance

- Sales Revenue grew by 9.9%
- Operating expenses lower by 1.4%
- EBITDA Margin up by 340 bps
- Tax expenses
 - Effects of adoption of lower tax rate @ 25.17%
 - previous year, write back ₹ 372 Cr

Consolidated Results

Particulars	Q4 2018	Q4 2019	Δ %	Year 2018	Year 2019	Δ %
Cement Volume (MnT)	13.63	14.33	5.1%	52.58	52.85	0.5%
Sales	6,545	6,963	6.4%	25,419	26,539	4.4%
EBITDA	908	1,117	23.1%	4,011	4,597	14.6%
EBITDA margin (%)	13.9%	16.0%	2.1 pp	15.8%	17.3%	1.5 pp
Depreciation	292	310	6.0%	1,154	1,153	-0.1%
Other Income	123	95	-22.7%	371	581	56.3%
Finance Cost	42	53	27.0%	171	170	-0.4%
Share in profit of joint venture	3	6	83.1%	13	20	59.4%
Profit Before Exceptional Item & tax	701	856	22.2%	3,070	3,875	26.2%
Exceptional Item	104	-	-100.0%	152	-	-100.0%
Profit Before Tax	596	856	43.6%	2,919	3,875	32.8%
Tax Expenses	(781)	134		(54)	1,092	
Profit Before Non Controlling Interest	1,377	722	-47.5%	2,973	2,783	-6.4%
Non Controlling Interest	404	131	-67.6%	795	688	-13.5%
Profit After Non Controlling Interest	973	592	-39.2%	2,177	2,095	-3.8%
EPS ₹ per share	4.91	2.98	-39.3%	10.97	10.55	-3.8%
Profit Before Non Controlling Interest (Adjusted) #	573	619	8.0%	2,199	2,680	21.9%

Adjustment made as under :

2019 - Write back of deferred tax ₹ 103 crore on account of change in income tax rate

2018 - Write back of income tax ₹ 873 crore and exceptional expenses (net of tax ₹ 99 crore). For Q4 2018, exceptional expenses ₹ 68 crore (net of tax)

Quarter 4

- Increase in volume by 5.1% result in topline grew by 6.4%
- Profit before Exceptional Item & Tax up by 22%

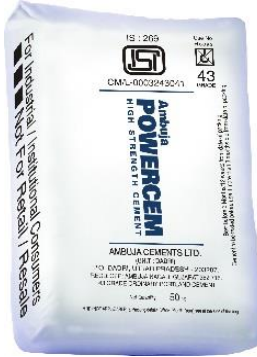
Ambuja Product Portfolio



Buildem



Powercem 53



Powercem 43



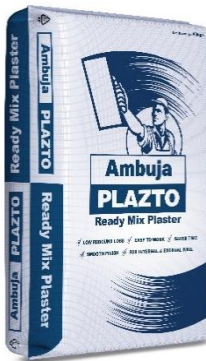
Railcem



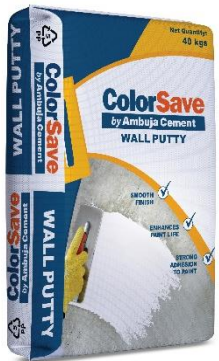
RMC



Seelan Seal



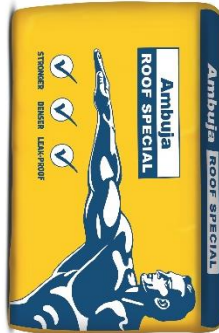
Plazto



ColorSave



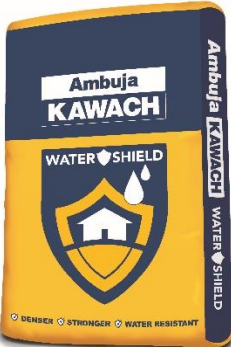
PPC



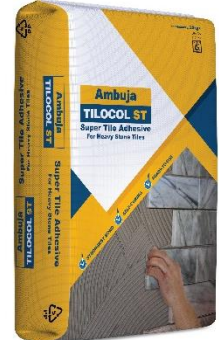
Roof Special



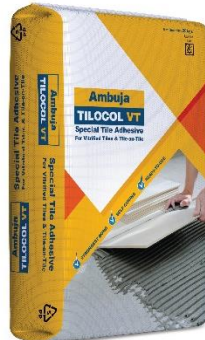
Compocem



Kawach



Tilocol ST



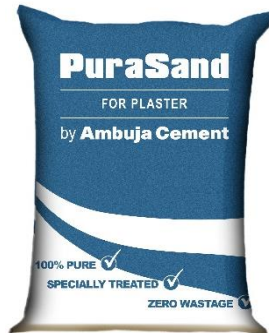
Tilocol VT



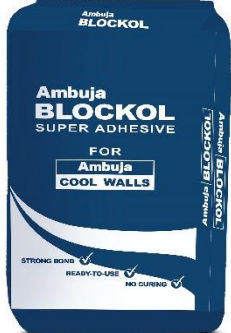
Tilocol MT



PuraSand



PuraSand



Blockol



Cool Wall

Sustainability - Progress of Sustainable Construction Initiatives 2019

Products, Solutions and knowledge/capability building



- Sold 24,150 MT (6.03 Lakhs bags) of Ambuja “PuraSand” in Mumbai Market. Work in progress on introducing “PuraSand” for Concrete application



- Ambuja Cement’s innovative green building offering – “Ambuja Plus Cool Walls” – for Individual Home Builders (IHBs) launched in 11 states. Sold 1,02,921 Cubic Meters of “Ambuja Cool wall blocks” and 94,207 Bags Ambuja “Blockol” jointing mortar



- Modular Curing Solution, a unique application enhances hydration process by preventing water / moisture evaporation was provided at 7,714 sites saving ~93 million litres water



- Creating awareness about Rain Water Harvesting & providing technical guidance for implementation
- Rain Water Harvesting provided at 893 sites, conserving ~75 million litres water per year



- Instant Mix Proportioning Solution provided at 43,433 saving ~54 million litres water
- Contractors/Masons Training provided to 16,082 persons
- Knowledge Sharing with 11,751 Professionals through Ambuja Knowledge Centres

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