

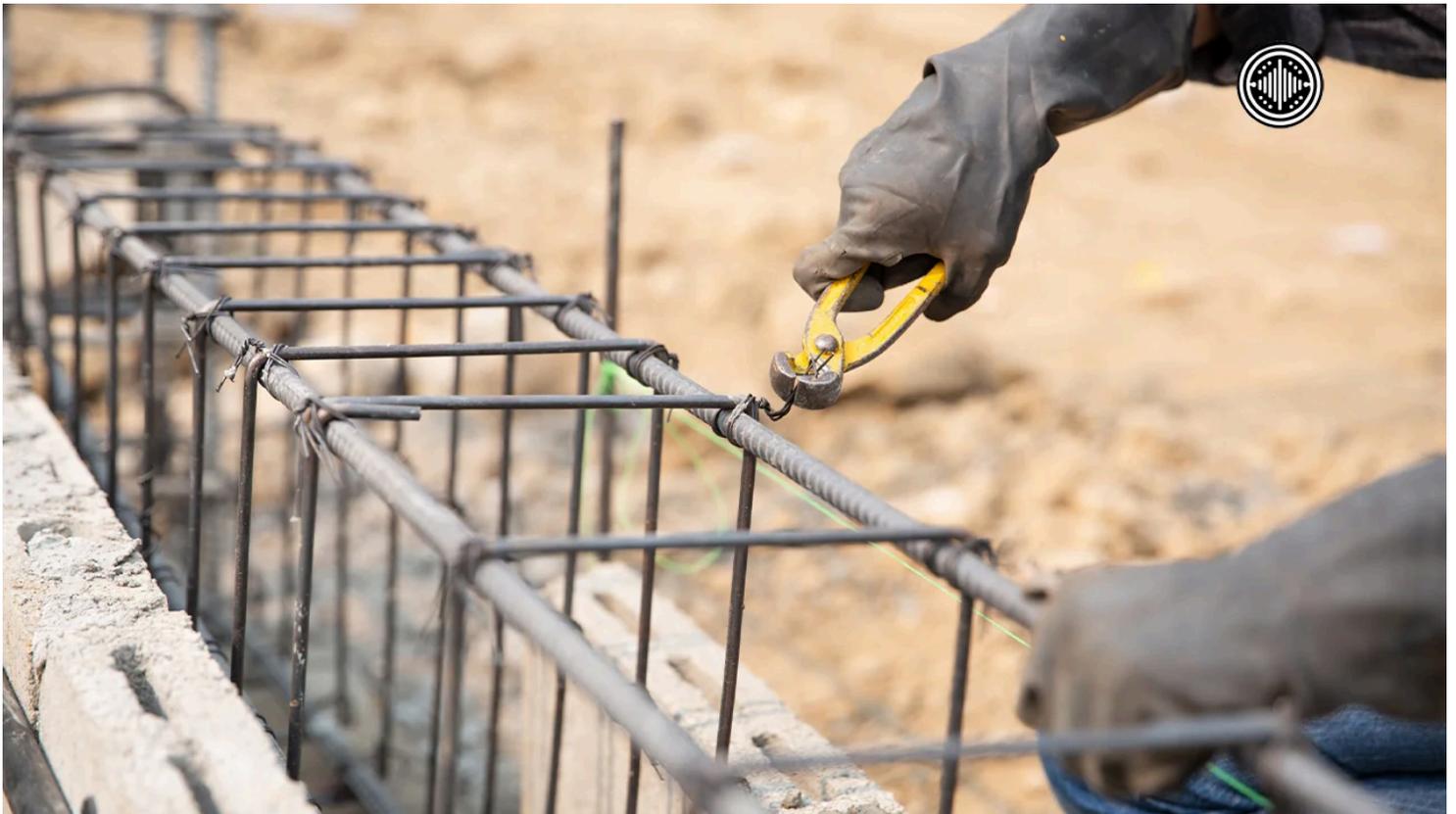
# OpenVoiceNews Pakistan

Transparent. Unbiased. Yours.

## Pakistan Revises Cement, Steel Prices Post-Budget 2025

July 15, 2025

– Categories: Real Estate



*Following the fiscal adjustments introduced in Pakistan's Budget 2025, prices for key construction materials cement and steel have been revised. These changes reflect new tax measures implemented by the government to address revenue needs and inflationary pressure.*

In the wake of Pakistan's recently announced Budget 2025, the government has made significant changes to the prices of essential construction materials cement and steel.

These adjustments come as a direct result of new tax measures aimed at boosting revenue and addressing the ongoing fiscal challenges facing the country.

The Budget 2025 introduced several taxation reforms, including higher rates on certain goods and services. Among the affected sectors, construction materials were particularly impacted. Cement and steel, two of the most crucial inputs in infrastructure and housing have seen their prices rise in response to revised tax duties and regulatory changes.

Cement manufacturers have begun adjusting their retail rates, citing the increased cost of production brought about by the newly imposed taxes. On average, cement prices have gone up by approximately PKR 25 to PKR 35 per bag, depending on the region and brand. Industry experts suggest that the added tax burden has forced manufacturers to pass on the costs to consumers.

Similarly, steel prices have also experienced an upward shift. The new budget imposes higher taxes on steel imports and local production, resulting in an increase of PKR 5,000 to PKR 8,000 per ton in some markets. This move is expected to affect both large infrastructure projects and small-scale residential construction, as contractors and developers grapple with tighter margins and higher input costs.

The government has defended these price adjustments as necessary steps toward economic stabilization. Officials argue that without these tax increases, it would be difficult to reduce the fiscal deficit and meet the country's development goals. They also stress that the construction sector remains a priority, with incentives offered in other areas to balance the impact of rising costs.

However, stakeholders in the construction and real estate industries have voiced concerns. Builders and contractors warn that the price hikes could slow down ongoing projects and reduce affordability for homebuyers. Some analysts believe that the government may need to review the impact of these taxes in the months ahead, especially if inflation continues to rise.

Despite the immediate challenges, the government remains optimistic that the Budget 2025 reforms, including the revised pricing structure for cement and steel, will ultimately support long-term economic growth. With ongoing investments in housing and infrastructure, Pakistan's construction sector is still seen as a vital driver of employment and development.

As the market adjusts to these new price levels, all eyes are on how the industry and consumers will respond in the coming weeks.