

DIRECTORS' REVIEW

1. Board of Directors is pleased to present its Review Report along with Un-audited Accounts of the Company for the First Quarter ended 30th September 2017.
2. During First Quarter of FY **2017-18**, the Company earned a Net Profit of Rs. **444** Million as compared to Rs. **609** Million in the same period of last year. This reduction is mainly due to two factors, i.e the decline in the selling prices, and the increase in International Coal prices.
3. Company achieved Capacity Utilization of **85%** as compared to **72%** in corresponding period of the last year. Local Dispatches stood at **642,166** Tons as compared to **556,710** Tons during corresponding quarter of the last year. Export dispatches stood at **87,048** Tons as compared to **61,884** Tons in First Quarter of the last year.
4. We are happy to report that the Line 2 of **7200** TPD which met an unfortunate accident last year was made operational on 15th October 2017 and production of clinker commenced on 22nd October 2017 at an enhanced capacity of **7600** TPD. Therefore we expect the margins of the Company to improve henceforth.

For and on behalf of the Board

Rawalpindi
30th October 2017

Lt Gen Khalid Nawaz Khan (Retd), HI(M), Sitara-i-Esar
Chairman Board of Directors, FCCL