

1. Board of Directors is pleased to present its review report along with un-audited accounts of the Company for the 1st Quarter ended **30th September 2016**.

2. During first quarter of **FY 2016-17**, Company earned a net profit of Rs. **609 Million as** compared to Rs. **1,103 Million** in same period of the last year. Company achieved capacity utilization of **72%** as compared to **71 %** in corresponding period of the last year. Local dispatches stood at **556,710 tons** as compared to **524,262 tons** during corresponding quarter of the last year. Export dispatches stood at **61,884 tons** as compared to **81,798 tons** in first quarter of the last year.

3. On May 29th 2016, in an unfortunate accident, the CF Silo of Line 2 collapsed damaging Coal Mill and some other ancillary equipments due to which Line 2 is shut down. The company is purchasing clinker from other cement plants for mixing along with 3700 TPD clinker being produced by its own Line 1 to keep its market share intact without compromising on quality and brand image. The Profit Margins have been affected for the reason that the purchase of clinker from other plants is more expensive than own produced clinker.

4. Our efforts are geared towards bringing Line 2 in production as soon as possible. With Civil works having commenced and order for procurement of equipments placed, we expect to start Line 2 in the last quarter of FY 2016-2017.

For and on behalf of the board

28th October 2016
Rawalpindi

Lt Gen Khalid Nawaz Khan (Retd)
Chairman