

1. Board of Directors is pleased to present its review report along with unaudited accounts of the Company for the First Quarter ended 30th September 2018.
2. During First Quarter of FY 2018-19, Company earned a Net Profit of Rs. **801** Million as compared to Rs. **444** Million in same period of the last year. Sales revenue stood at Rs **5,342** Million as compared to Rs **4,794** Million in corresponding period of last year showing growth of **11%**. Cost of sales decreased by **11%** and Company has earned a gross profit of **27%** as compared to **17%** of corresponding period of last year. The improvement in profitability is mainly attributable to the fact that last year the Line 2 of FCCL was under rehabilitation and we were purchasing clinker from outside which affected our margins whereas during this period the Line 2 was in production running at optimum capacity.
3. Looking ahead there has been a slight slowdown after elections with the new Government settling down. On the other hand the Housing sector continues to remain strong and driving demand. On the cost side the drastic Rupee Devaluation along with the increase in the International coal prices will affect the input costs of the Company and in turn keep the margins under pressure going forward.

For and on behalf of the Board



Lt Gen Syed Tariq Nadeem Gilani ,HI(M),(Retd)
Chairman Board of Directors, FCCL

Rawalpindi
22nd October 2018