

FAUJI CEMENT COMPANY LIMITED

Fauji Towers, Block-III, 68 Tipu Road, Chaklala, Rawalpindi, Pakistan

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E-mail	: secretaryoffice@fccl.com.pk	Exchange	: 051-9280081-83
Website	: http://www.fccl.com.pk		: 5763321-24
Case No	: SECY/FCCL/2037/08	Date	: 29 Aug 2023

To: **The General Manager**
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road, Karachi

Subject: **Financial Results for the Year Ended June 30, 2023**

Dear Sir,

1. Board of Directors of Fauji Cement Company Limited (FCCL) in their meeting held at Company Head Office, Block-III, 68 Tipu Road, Chaklala, Rawalpindi today i.e. August 29, 2023 at 11:00 am, has recommended the following:-

- a. **Cash Dividend** : Nil
- b. **Bonus Shares** : Nil
- c. **Right Shares** : Nil

2. The Financial Results of the Company for the year ended June 30th 2023 are attached at **Annexure 'A'**. Key highlights of FY 23 are given below:-

- a. Fauji Cement Company Limited has earned a **Profit After Tax of Rs. 7.4 Billion** (FY 22 Rs. 7.1 Billion). This is despite the retrospective increase in the Super Tax rate from 4% to 10% having an impact of Rs. 1.98 Billion and taking the effective rate to 39%.
- b. The Management continued its focus on implementing cost optimization initiatives including increase in use of local coal, higher usage of alternative fuel, increasing captive solar generation capacity to 40MW which along with Waste Heat Recovery power plant's fulfilling almost 60% of Company's requirement during the day time operations. All Cement Plants of FCCL now have solar captive power capacity. In addition, fixed cost rationalization has also contributed to the achievement of the above results.



- c. Low GDP growth, high cost across the entire spectrum of construction materials and a cut in the PSDP saw Cement dispatches decline by 15.7% year on year in FY 23.
- d. FY 23 saw a massive devaluation as the Pak Rupee fell from Rs. 227 to Rs. 287 against USD, as a result, the Company booked an exchange loss of Rs. 960 million in finance cost that relates to Expansion Project's financial liability, which is not allowed to be capitalized as per IFRS.
- e. **Expansion Projects**
- (1) The Brownfield Expansion of 2.1 million tons at Nizampur was successfully completed in a record time of 18 months and within the budgeted cost despite all the economic headwinds and logistic challenges due to Covid.
 - (2) The Greenfield Expansion in D.G. Khan area is progressing as per schedule and is expected to come on line by end of the Q4 2023.
- f. **ESG Committee.** The Board has formulated an ESG Committee and approved its terms of reference. The ESG initiative of the Company is in line with the best practices of protecting the environment, encouraging the green initiatives and giving back to the communities in which the Company operates along with-ensuring Governance in all its business practices.
- g. **Any Other Price Sensitive Information.** The Board of Directors approved entering into a PPA with FSEL (A Related Party) for setting up of a Solar Power Plant of 7.5 MW at new D.G. Khan cement plant site in line with strategy to optimize costs.

3. **Annual General Meeting**

- a. The 31st Annual General Meeting (AGM) of the Company will be held at Pearl Continental Hotel, The Mall Road Rawalpindi on 19th October 2023 (Thursday) at 1500 hours.
- b. The Share Transfer Books of the Company will remain closed from **13th Oct to 19th Oct 2023**(both days inclusive). Transfer of shares, received at the office of Company's Share Registrar, M/s Corplink (Pvt) Limited, Wings Arcade 1- K, Commercial Model Town, Lahore,



by the close of the business on **12th Oct 2023**, will be treated in time for the purpose of AGM.

4. The Annual Report of the Company will be transmitted through **PUCARS** at least 21 days before the holding of AGM and will also be available at the Company's website at www.fccl.com.pk.

5. You may inform the members of the Exchange accordingly, please.

With regards,

Your's sincerely,



Brig Abid Hussain Bhatti, SI (M),(Retd)
Company Secretary

- Copy to:**
- **Manager**
Companies & Securities Compliance
Pakistan Stock Exchange Limited
Pakistan Exchange Building,
Stock Exchange Road, Karachi
 - **Executive Director**
Company Law Division
Corporatization and Compliance Department
Securities and Exchange Commission of Pakistan
(SECP), NIC Building, 63 Jinnah Avenue, Blue Area,
Islamabad
 - **Chief Compliance & Risk Officer**
Central Depository Company of Pakistan Limited
,CDC House,99-B Block B, S.M.C.H.S, Main Shahrah-
e-Faisal, Karachi
 - **Share Registrar & Corporate Consultant**
M/s Corplink (Pvt Limited
Wings Arcade, 1-K, Commercial, Model Town, Lahore

FAUJI CEMENT COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2023

Annexure A

To FCCL letter no. SECY/FCCL/2037/08

Dated 29 August 2023

	Note	2023 Rupees'000	2022 Rupees'000
Revenue - net	28	68,069,282	54,243,118
Cost of sales	29	(47,650,809)	(38,779,542)
Gross profit		20,418,473	15,463,576
Other income	30	436,173	230,695
Selling and distribution expenses	31	(2,705,263)	(1,603,323)
Administrative expenses	32	(1,381,633)	(1,299,439)
Other expenses	33	(750,078)	(808,964)
Operating profit		16,017,672	11,982,545
Finance cost	34	(3,645,265)	(1,201,612)
Finance income	35	527,702	745,852
Net finance cost		(3,117,563)	(455,760)
Share of profit of associate		-	1,308
Profit before taxation		12,900,109	11,528,093
Income tax expense	36	(5,460,428)	(4,415,553)
Profit for the year		7,439,681	7,112,540
Earnings per share - basic and diluted (Rupees)	37	3.16	3.02

The annexed notes 1 to 45 form an integral part of these financial statements.

Signature

Signature
CHIEF EXECUTIVE OFFICER

Signature
DIRECTOR

Signature
CHIEF FINANCIAL OFFICER




Signature
Brig Abid Hussain Bhatti (Retd)
Company Secretary
Fauji Cement Company Limited

FAUJI CEMENT COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2023

	Share capital Ordinary shares	Capital reserve (Discount)/ Premium on issue of shares	Revenue reserve	Total
	Rupees'000			
Balance at July 01, 2021	13,798,150	(1,364,385)	10,841,906	23,275,671
Total comprehensive income for the year				
Profit for the year	-	-	7,112,540	7,112,540
Other comprehensive income for the year	-	-	-	-
Total comprehensive profit for the year	-	-	7,112,540	7,112,540
Shares issued pursuant to amalgamation	8,004,940	19,342,905	-	27,347,845
Balance at June 30, 2022	21,803,090	17,978,520	17,954,446	57,736,056
Balance at July 01, 2022	21,803,090	17,978,520	17,954,446	57,736,056
Total comprehensive income for the year				
Profit for the year	-	-	7,439,681	7,439,681
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	7,439,681	7,439,681
Bonus shares issued @ 12.5%	2,725,386	(2,725,386)	-	-
Balance at June 30, 2023	24,528,476	15,253,134	25,394,127	65,175,737

The annexed notes 1 to 45 form an integral part of these financial statements.

2023


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER




Brig Abid Hussain Bhatti (Retd)
Company Secretary
Fauji Cement Company Limited