

FAUJI CEMENT COMPANY LIMITED

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

Fax No : 051-9280416
E-mail : secretaryoffice@fccl.com.pk
Website : <http://www.fccl.com.pk>
Case No : SECY/FCCL/2037/39

Tel : 051-9280075
Exchange : 051-9280081-83
5763321-24
Date : 26 Feb 2024

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

Subject: **Financial Results for the Six Months Ended on 31st December 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. 26th February 2024, has recommended the following: -

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

2. **Commencement of Operation of Greenfield Plant at D.G. Khan.** The Company successfully commissioned its Greenfield cement manufacturing plant on 30th November 2023, having clinker capacity of 6,500 tons per day at Shadan Lund District Dera Ghazi Khan within a record time of 13 months. With commencement of operations of the new line, total cement production capacity of the Company increased to 10.6 million per annum, which established the Company as the 3rd largest cement producer of the Country.

3. **Increase in Renewable Power Capacity.** The Board also approved the enhancement in the renewable energy capacity of the Company through the addition of 12.5 MW Solar Power plants taking the total capacity to 52.6 MW.

4. The Financial Results of the Company for 1st half of FY 24 are attached at **Annexure 'A'** while key highlights of the half year are given as below: -

- There was no major change in economic conditions during the 1st Half FY 24 with Inflation at 29%, SBP Policy rate at 22% and GDP growth forecast of 2%. With inflows from IMF coupled with administrative measures, exchange rate has remained stable. SBP has kept the policy rate unchanged during last few meetings and the trend of KIBOR is pointing towards a possible easing in the second half of FY 24
- Company's dispatches in 1st half FY 24 were 2.58 million tons as compared to 2.46 million tons in SPLY; an increase of 5% (YoY).



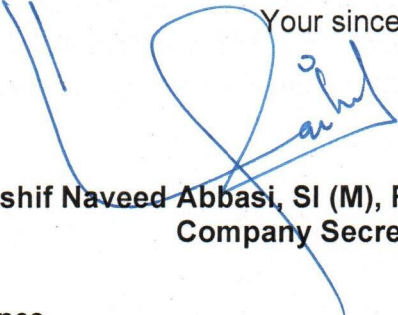
- c. During 1st half of FY 24, Company earned net revenue of Rs. 40,352 million as compared to Rs. 33,673 million in SPLY. The increase in revenue is mainly attributable to higher local and exports sales.
- d. Gross Profit margin improved to 32% as compared to 30% in SPLY. This is mainly attributable to better sales prices and cost optimization initiatives taken by the management. As a result of higher exports and devaluation of PKR, Company was able to get better revenue from exports. On cost side, increased usage of local coal, initiative to use multiple types of alternative fuels, increase in own power generation and optimization of fixed costs contributed towards achieving the overall results.
- e. The Operating Profit during 1st HY FY 24 increased from Rs. 7,921 to Rs. 10,102 million showing an increase of 27%. The Company earned a PAT of Rs. 5,274 million as compared to Rs. 5,079 million in SPLY, an increase of 4% (YoY), despite increase in financial cost by Rs. 1,206 million due to expansion related debt.

5. Condensed Interim Un-Audited Financial Statements of the Company for the period ended 31st December 2023 will be transmitted through PUCARS separately, within the specified period.

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

With regards,



Your sincerely,


**Brig Kashif Naveed Abbasi, 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

Annex A

FAUJI CEMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

Note	Three month period ended		Six month period ended		
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022	
	Rupees'000	Rupees'000	Rupees'000	Rupees'000	
Revenue - net	12	20,038,667	18,972,669	40,351,754	33,673,054
Cost of sales	13	(13,501,589)	(13,318,432)	(27,493,466)	(23,434,550)
Gross profit		6,537,078	5,654,237	12,858,288	10,238,504
Other income		102,773	50,215	199,940	75,611
Selling and distribution expenses	14	(935,846)	(675,613)	(1,639,519)	(1,175,297)
Administrative expenses		(384,411)	(432,672)	(741,247)	(751,420)
Other expenses		(294,554)	(229,899)	(575,053)	(465,944)
Operating profit		5,025,040	4,366,268	10,102,409	7,921,454
Finance cost		(1,010,538)	(483,437)	(2,140,645)	(898,079)
Finance income		75,483	86,828	135,952	261,435
Net finance cost		(935,055)	(396,609)	(2,004,693)	(636,644)
Share of loss of associate		-	(2,313)	-	(2,313)
Profit before taxation		4,089,985	3,967,346	8,097,716	7,282,497
Income tax expense		(1,430,123)	(1,202,855)	(2,823,852)	(2,203,176)
Profit for the period		2,659,862	2,764,491	5,273,864	5,079,321
Earnings per share - restated basic & diluted (Rupees)		<u>1.08</u>	<u>1.13</u>	<u>2.15</u>	<u>2.07</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

207722



Brig Mashif Naveed Abbasi (Retd)
 Company Secretary
 Fauji Cement Company Limited

 CHIEF EXECUTIVE OFFICER

 DIRECTOR

 CHIEF FINANCIAL OFFICER

FAUJI CEMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

	Share capital		Revenue reserve	Total
	Ordinary shares	Premium on issue of shares	Unappropriated profits	
Rupees'000				
Balance at July 1, 2022	21,803,090	17,978,520	17,954,446	57,736,056
Bonus shares issued @12.5%	2,725,386	(2,725,386)	-	-
Total comprehensive income for the period				
Profit for the period	-	-	5,079,321	5,079,321
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	5,079,321	5,079,321
Balance at December 31, 2022	<u>24,528,476</u>	<u>15,253,134</u>	<u>23,033,767</u>	<u>62,815,377</u>
Balance at July 1, 2023	24,528,476	15,253,134	25,394,127	65,175,737
Total comprehensive income for the period				
Profit for the period	-	-	5,273,864	5,273,864
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	5,273,864	5,273,864
Balance at December 31, 2023	<u>24,528,476</u>	<u>15,253,134</u>	<u>30,667,991</u>	<u>70,449,601</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER

Brig Kashif Naveed Abbasi (Retd)
 Company Secretary
 Fauji Cement Company Limited

DIRECTOR

CHIEF FINANCIAL OFFICER