



D.G. KHAN CEMENT COMPANY LIMITED

Head Office: Nishat House, 53-A, Lawrence Road, Lahore - Pakistan.
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E-mail: info@dgcement.com

SECY/STOCKEXC/8434

May 14, 2010

1) The General Manager,
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road, KARACHI.

Fax No. (021) 111 573 329

2) The Secretary,
Lahore Stock Exchange (G) Ltd.
19-Khyaban-e-Aiwan-e-Iqbal,
LAHORE.

Fax No. (042) 111 441 441

3) The Secretary,
Islamabad Stock Exchange (G) Ltd.
101-F, Fazal Ul Haq Road,
7-Blue Area, ISLAMABAD.

Fax No. (051) 111 473 329

SUBJECT: POWER GENERATION FROM WASTE HEAT

In accordance with the Listing regulation No.28 and Clause (xxii) of the Listing Regulation No. 37 under Code of Corporate Governance, the Company is pleased to convey the following information:

The Board of Directors of D. G. Khan Cement Company Limited in their review reports to the shareholder on the quarterly accounts for year 2010 informed the shareholders that the erection of the power generation project from waste heat recovery was in full swing and it would generate about 10.4 MW electricity without any fuel, which will reduce the electricity expenses.

In this connection, we are please to inform that the aforesaid project has started its trial operations and currently producing electricity around 8 to 9 MW which is being increased gradually. The cost of electricity from this project is significantly lower than the other sources of energy. The project generates power without any fuel by using heat emanated from cement plants which was going waste earlier. The electricity produced by this project will replace the power purchased from WAPDA with an annual saving of around Rs. 400 million per annum. In addition, the project has also positive environmental impacts. Going forward, substantial amount of foreign currency being spent on the import of fossil fuel would be saved.

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Factory Sites:

Khofli Sattai, Distt. Dera Ghazi Khan - Pakistan. UAN: (92 - 64) 111-113-333 Tel: (92 - 64) 2460025, Fax: (92 - 64) 2460028, 263761
Khairpur, Tehsil, Kallar Kahar. Distt. Chakwal - Pakistan. UAN: (92 - 543) 111-113-333, Tel: (92 - 543) 650215, Fax: (92 - 543) 650231

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