

**D.G. KHAN CEMENT COMPANY LIMITED**

Head Office: Nishat House, 53-A, Lawrence Road, Lahore - Pakistan.
UAN : (92 - 42) 111 113 333, Tel: (92 - 42) 36367812, Fax: (92 - 42) 36367414
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SECY/STOCKEXC/9197

March 27, 2013

1. The General Manager
Karachi Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road, Karachi.

Fax No. (021) 111 573 329

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

Fax No. (042) 36368485

3. The Secretary,
Islamabad Stock Exchange Ltd.
55-B ISE Towers,
Jinnah Avenue, ISLAMABAD.

Fax No. (051) 111 473 329

4. The Executive Director
Monitoring & Enforcement Division
Securities & Exchange Commission of Pakistan
8th Floor, NIC Building, Jinnah Avenue,
Blue Area, ISLAMABAD.

Fax No. (051) 9218592, 9204915**Subject: Material Information**

Dear Sir,

In connection with the Listing Regulation No. 35 under the Code of Corporate Governance, we are pleased to convey the following information:

The Company has entered into a Memorandum of Understanding with Sumaria Cement Holdings Limited of Mauritius to acquire 57.5% shareholding in a proposed holding company having indirect majority ownership in GS Cimentos S.A.R.L. incorporated under the laws of Mozambique ("Target Company"), a Greenfield project being established to undertake the business of manufacturing and trading in cement. The total consideration for above said acquisition is USD 8,625,000 which may undergo a downward or upward revision on the basis of due diligence of the Target Company to be carried out by the Company.

The above transaction is subject to the regulatory and other approvals and compliance with all applicable laws, rules and regulations.

Thanking you,


Khalid Mahmood Chohan
Company Secretary