



engro polymer & chemicals

The General Manager
Pakistan Stock Exchange
Stock Exchange Building
Karachi

08 July 2019

Subject: Right Issue of Engro Polymer & Chemicals Limited – Quarterly progress report on implementation of PVC expansion/VCM debottlenecking for the quarter ended June 30, 2019

Dear Sir,

This is further to Engro Polymer & Chemical Limited's (the "**Company**") announcement of Right Shares issuance on 18th May 2018 to partially fund the Company's PVC expansion/VCM debottlenecking project. In compliance with Rule 5(ix) of the Companies (Issue of Capital) Rules, 1996 and clause 24 of Annexure I of the PSX letter no PSX/C-297-C-2424 dated 21st May 2018, we are pleased to present the update of our project until 30th June 2019, as under:

Engineering works for both the PVC 3 and new utilities plant have been completed. Civil works are now in progress. PVC 3 and new utilities plant consignments continue arriving at site. Factory Acceptance Tests of Key Equipment are under way at overseas vendor locations.

Major tranche of equipment to be used in VCM plant debottlenecking including furnace and its spares along with other process equipment has arrived. New EDC Tank mechanical works are in final stages of completion. Tank is expected to be commissioned during Q3.

Overall the Company is on track to meet the announced completion timelines. We will keep the Exchange updated about the further status of expansion on a quarterly basis as required under Rule 5(ix) of Companies (Issue of Capital) Rules, 1996.

Yours Sincerely

