



# FLYING CEMENT COMPANY LIMITED

January 16, 2008



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

Dear Sir,

Subject: **Flying Cement Cost Saving Strategy**

Siemens Pakistan Engineering Company Limited has teamed up with Flying Cement Company Limited (FCCL) for manufacturing a state of art 132 KVA Grid Station to power its cement plant in Khushab. The contract consists of a 26 MVA Grid Station along with service and maintenance provided by Siemens Engineering Company Limited.

This is the first part of a 3-point strategy by Flying Cement Company Limited (FCCL) to overcome high energy costs. This Grid Station will cut the cost of energy by more than 50%, therefore enabling larger profits for its shareholders. Currently, the cement plant is using Furnace Oil but expects to switch over to WAPDA in the next 3-4 months.

Mr. Yousaf Kamran, Project Director at Flying Cement Company Limited (FCCL) adds that further upgrades are in the pipeline including installation of Vertical Raw Mill that will further cut the energy consumption by 20%. This will give Flying Cement Company Limited (FCCL) one of the lowest cost of production per bag in the industry.

This is for your information please.

Regards,

  
Company Secretary



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| <b>KARACHI STOCK EXCHANGE</b> |                   |
| <b>CORPORATE ANNOUNCEMENT</b> |                   |
| Date: <u>17/1/08</u>          |                   |
| Received at: <u>4:11</u>      | Initial: <u>U</u> |
| Announcement at: <u>4:13</u>  | Initial: <u>U</u> |

