

Maple Leaf Cement Factory Limited



42-Lawrence Road, Lahore (PAKISTAN)
Phones: 042-36278904-5 Fax: 042-36368721

The General Manager,
Pakistan Stock Exchange Ltd,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

PUCARS/ Courier
MLCF/PSX-4/45
April 18, 2018

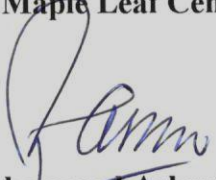
**Subject : QUARTERLY PROGRESS REPORT ON EXPANSION PROJECT OF MAPLE LEAF
CEMENT FACTORY LIMITED**

Dear Sir,

In compliance with your letter No. PSX/C-927-5446 dated August 16, 2017 under clause 24 of Annexure-I "Documents/Information required for Issue of Right Shares", and sub-clause (ix) of Rule 5 of the Companies (Issue of Capital) Rules, 1996, we are pleased to present the Quarterly Progress Report on Expansion Project of Maple Leaf Cement Factory Limited for the period ended March 31, 2018, which is being attached herewith as "Annexure-A".

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Yours faithfully,
For Maple Leaf Cement Factory Limited


(Muhammad Ashraf)
Company Secretary

Encl. As above

CC:

- ◆ **The Director / HOD,**
Surveillance, Supervision and Enforcement Department,
Securities and Exchange Commission of Pakistan
NIC Building, 63-Jinnah Avenue, Blue Area,
Islamabad

Fax# 051-9100440

MAPLE LEAF CEMENT FACTORY LIMITED

PROGRESS REPORT FOR THE QUARTER ENDED MARCH 31, 2018

The following progress has been achieved on the Implementation of the expansion project of Maple Leaf Cement Factory Limited ("the Company").

The Project:

The Company has undergone to set up an additional dry process production line of 7,300 tons per day grey clinker production, a brown field expansion at the Company's existing site in Iskandarabad, to enhance total grey cement capacity up to 18,000 tons per day. Total project cost is estimated at Rs. 25 billion including impact of recent devaluation of Pak Rupee. Project cost will be financed approximately 17% through right issue, 51% through bank loans and the rest through own sources. In this regard, the Company after signing EPC contract, has opened Letter of Credit as on March 17, 2017 in favor of plant supplier, M/s. FLSmidth A/S, Denmark for supply and setting up of the said production line.

An overview of the above project is given hereunder along with time line and cost status:-

1. Plant and machinery

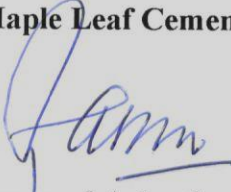
Main Letter of Credit ("LC") for supply and setting up of engineering and equipment of complete cement plant from M/s. FLSmidth A/S, Denmark amounting to 79 million Euros has been established through National Bank of Pakistan. Till the quarter ended March 31, 2018, total 59 shipments with estimated value of 36 million Euros have arrived at plant site. The shipments shall keep coming throughout the tenor of the LCs.

2. Civil work

The contract for the civil construction and mechanical erection work has been awarded to M/s. Descon Engineering Limited. The contractor is fully mobilized at the plant site. Till the quarter ended March 31, 2018, approximately 35% of civil work has been completed. Further, plant erection work has also started and 5% work has been completed till March 31, 2018.

Construction work at site is in full-swing and commercial production from new line of 7300 tons per day is expected to commence by the end of May 2019.

For Maple Leaf Cement Factory Limited


(Muhammad Ashraf)
Company Secretary

