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January 26, 2010.

**PIONEER
CEMENT LTD.**

The Secretary

Karachi Stock Exchange (G.) Ltd.
Stock Exchange Road, Karachi

Fax No.021-32415763
021-32437580

Lahore Stock Exchange (G.) Ltd.
Stock Exchange Building, Lahore

Fax No.042-36368484
042-36368485

Islamabad Stock Exchange (G.) Ltd.
Stock Exchange Building, 101-E-Fazal-e-Haq Road, Islamabad

Fax No.051-2275044

Dear Sir,

Loan Restructuring Package

This is to inform you that BOD in an urgent meeting held today approved the revised restructuring package offered by National Bank of Pakistan with improved terms for the Company's point of view.

The restructuring package was earlier approved by BOD in a meeting dated 28 September 2009 and by the shareholders in AGM dated 31 October 2009.

The major changes with the earlier approved NBP restructuring package are as follows:

- Increase in number of shares to be issued to NBP:

	Revised	Earlier Approved
○ Ordinary shares @ Rs 15	26,229,000	23,222,813
○ Preference shares @ Rs10	63,695,000	34,162,600

- Reduction in rate of interest

The revised terms were negotiated to ease the burden on the Company by reducing the interest rates and deferring the repayment installments of Dec 2009 and March & June 2010, due to liquidity issues as a result of slump in cement prices over the last 6 months.

The above arrangement is subject to approval of shareholders in a General Meeting and SECP in accordance with prevailing rules and regulations.

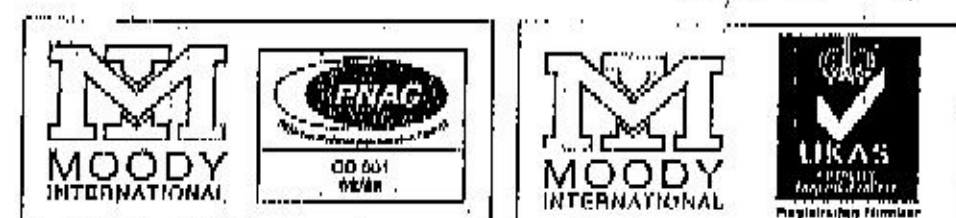
Yours faithfully,
For Pioneer Cement Ltd.

Syed Anwar Ali
Company Secretary



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