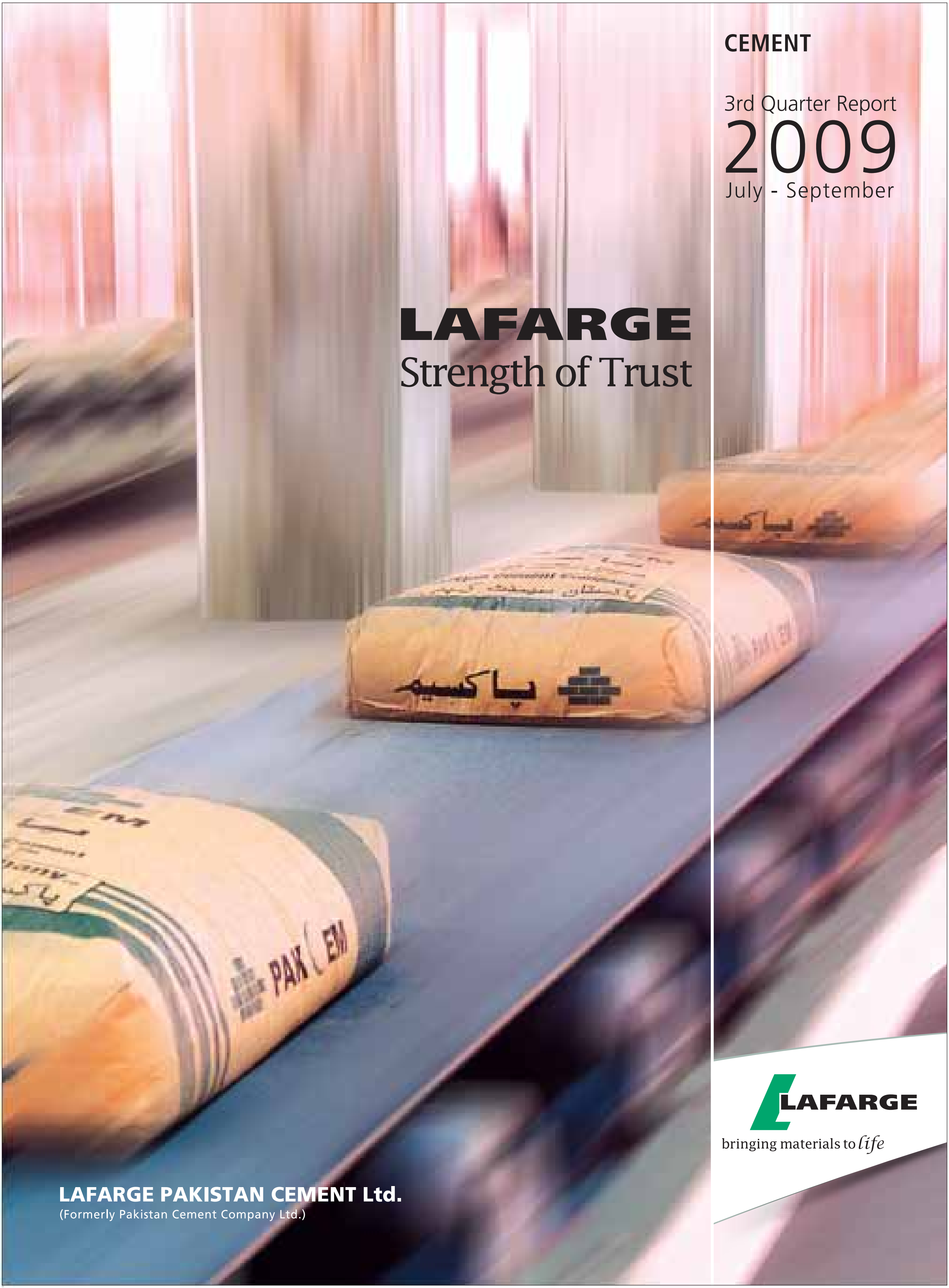
CEMENT

3rd Quarter Report
2009
July - September



LAFARGE
Strength of Trust

LAFARGE
bringing materials to *life*

LAFARGE PAKISTAN CEMENT Ltd.
(Formerly Pakistan Cement Company Ltd.)

Contents

COMPANY INFORMATION

Board of Directors

Mr. Ahmad Said Heshmat Hassan	Chairman
Maj. Gen. (Retd) Rehmat Khan	CEO
Mr. Jean Desazars	Director
Mr. Ashraf Abouelkheir	Director
Mrs. Amal Tantawi	Director
Mr. Ahmed Shebl Tolba Daabes	Director
Mr. Amr Ali Reda	Director
Mr. Samy Ahmed Abdelkader	Director
Mr. Bilal Hamid Javaid	Director
Khawaja Mohammad Naveed	Director
Mr. Shahid Anwar	(Nominee NIT)

Audit Committee

Mr. Jean Desazars	Chairman
Mr. Amr Ali Reda	
Mrs. Amal Tantawi	
Mr. Ashraf Abouelkheir	
Mr. Samy Ahmed Abdelkader	

Chief Financial Officer

Mr. Bilal Hamid Javaid

Company Secretary

Mr. Muhammad Anwar Sheikh M. Com., FCMA

Auditors

M/s Ford Rhodes Sidat Hyder & Co.,
Chartered Accountants, Islamabad.

Bankers

MCB Bank Limited
Habib Bank Limited
United Bank Limited
Royal Bank of Scotland
Standard Chartered Bank Limited
Habib Metropolitan Bank Limited
Citibank N.A.
Allied Bank Limited
NIB Bank Limited
Askari Bank Limited
Soneri Bank Limited

Legal Advisors

Haidermota & Co.
Barristers at Law & Corporate Counsellors, Islamabad.

Share Registrar

Noble Computer Services (Pvt.) Ltd.
Mezzanine Floor, House of Habib Building (Siddiqsons Tower),
3-Jinnah Cooperative Housing Society, Main Shahrah-e-Faisal,
Karachi-75350.
Tel. # : PABX (92-21) 4325482-87 (6 Lines)
Fax # : (92-21) 4325442

Registered Office

18-B, Kaghan Road, F-8 Markaz, Islamabad.
UAN: +92-51-111 111 722, Fax: +92-51-2817300

Plant Site

Choie Mallot Road, Tehsil Kalar Kahar,
Distt. Chakwal-Pakistan.

DIRECTORS' REVIEW

Your directors are pleased to submit before you the accounts for the third quarter ended September 30, 2009.

Cement sector in Pakistan is passing through a difficult phase in its history. Demand and prices in local market remained under pressure due to multiple reasons. Over capacity of the cement in the country, hardly any spending by the Government on Public Sector Development Projects, overall economic slow down, tense security situation and general stand still on the construction projects were the main causes of low demand and consequently low prices of the cement.

Inspite of these unfavorable conditions, your company posted an operating profit of Rs. 66.71 million during the quarter as against Rs. 261.62 million in the corresponding period last year. The net loss after tax during the quarter was Rs. 291.49 million as against Rs. 208.20 million during last year.

The focus of the management is cost optimization so that in a shirking market and difficult environment we remain competitive.

Your directors are optimistic that there is good future for the industry because of massive requirement of infrastructure and housing in the country and the demand of cement will improve. Lafarge (Pak Cem) is established as one of the premium brands locally and in Afghanistan and once the overall environment improve the Company is poised for profitability.

The Directors wish to place on record their appreciation for the continued support of its shareholders, members of staff, customers, suppliers, our bankers and government agencies.

For and on behalf of the Board

Islamabad: Maj. Gen. (R) Rehmat Khan
October 22, 2009 Chief Executive

CONDENSED INTERIM BALANCE SHEET

AS AT 30 September 2009 (UN-AUDITED)

ASSETS	Note	30 September 2009 Rupees	31 December 2008 Rupees
NON-CURRENT ASSETS			
Fixed assets			
Property, plant and equipment	5	**16,852,209,962**	17,247,914,421
Intangibles	6	**3,244,778**	4,102,705
		16,855,454,740	17,252,017,126
Long-term advance		**72,306,500**	82,636,000
Long-term deposits		**43,269,429**	43,787,015
Deferred taxation		**749,347,229**	749,347,229
CURRENT ASSETS			
Stores, spares and supplies		**1,072,270,682**	2,453,835,221
Stock-in-trade		**640,128,078**	946,934,376
Trade debts		**9,677,502**	33,926,585
Advances		**211,613,685**	149,227,888
Prepayments		**74,210,501**	66,650,552
Interest accrued		**682,178**	1,724,652
Other receivables		**44,370,640**	148,643,834
Cash and bank balances		**28,580,307**	55,472,574
		2,081,533,573	3,856,415,682
TOTAL ASSETS		**19,801,911,471**	21,984,203,052
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital			
Authorised			
2,250,000,000 (2008: 2,250,000,000) Ordinary shares of Rs. 10 each		**22,500,000,000**	22,500,000,000
Issued, subscribed and paid up		13,126,444,880	13,126,444,880
Reserves			
Capital reserve		**190,476,700**	190,476,700
Accumulated losses		**(3,064,531,600)**	(2,282,517,978)
		(2,874,054,900)	(2,092,041,278)
		10,252,389,980	11,034,403,602
NON - CURRENT LIABILITIES			
Long-term financing	7	**3,075,231,876**	4,388,800,386
Liabilities against assets subject to finance lease		**-**	21,314,118
Other long-term liabilities	8	**1,731,494,480**	1,270,820,113
CURRENT LIABILITIES			
Trade and other payables		**1,159,045,574**	1,146,612,874
Accrued mark-up		**85,760,334**	378,636,116
Short-term running finances		**2,184,420,833**	2,418,073,356
Current maturities of:			
long-term financing		**1,313,568,394**	1,313,568,332
liabilities against assets subject to finance lease		**-**	11,974,155
		4,742,795,135	5,268,864,833
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		**19,801,911,471**	21,984,203,052

The annexed notes from 1 to 13 form an integral part of these financial statements.

Maj. Gen. (R) Rehmat Khan
Chief Executive Officer

Bilal Hamid Javaid
Director

INTERIM CONDENSED PROFIT AND LOSS ACCOUNT

FOR THE QUARTER ENDED 30 SEPTEMBER 2009 (UN-AUDITED)

	Nine months ended		Quarter Ended	
	30 Sep 2009 (Rupees)	30 Sep 2008 (Rupees)	30 Sep 2009 (Rupees)	30 Sep 2008 (Rupees)
SALES - Net	**6,410,261,436**	5,395,057,079	**1,952,898,252**	2,146,142,463
Cost of sales	**(5,735,851,790)**	(5,050,183,572)	**(1,741,886,772)**	(1,761,069,473)
GROSS PROFIT	**674,409,646**	344,873,507	**211,011,480**	385,072,990
Selling, general and administrative expenses	**(472,694,186)**	(329,799,447)	**(148,363,228)**	(125,342,301)
Other operating income	**12,141,890**	4,799,592	**4,058,883**	1,892,200
PROFIT FROM OPERATIONS	**213,857,350**	19,873,652	**66,707,135**	261,622,889
Finance costs	**(977,559,391)**	(1,243,902,205)	**(350,910,514)**	(442,080,891)
LOSS BEFORE TAXATION	**(763,702,041)**	(1,224,028,553)	**(284,203,379)**	(180,458,002)
TAXATION				
Current	**(18,311,581)**	(27,743,614)	**(7,286,412)**	(27,743,614)
Deferred	**-**	207,189,271	**-**	-
	(18,311,581)	179,445,657	**(7,286,412)**	(27,743,614)
NET LOSS FOR THE PERIOD	**(782,013,622)**	(1,044,582,896)	**(291,489,791)**	(208,201,616)
Loss per share - Basic and diluted	**(0.60)**	(0.87)	**(0.22)**	(0.17)

The annexed notes from 1 to 13 form an integral part of these interim condensed financial statements.

Maj. Gen. (R) Rehmat Khan
Chief Executive Officer

Bilal Hamid Javaid
Director

INTERIM CONDENSED CASH FLOW STATEMENT

FOR THE QUARTER ENDED 30 SEPTEMBER 2009 (UN-AUDITED)

	30 Sep 2009 Rupees	30 Sep 2008 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	**(763,702,041)**	(1,224,028,553)
Adjustments for non cash items:		
Depreciation of property, plant and equipment	**493,655,907**	686,348,018
Amortization of intangible assets	**857,927**	2,355,888
Finance costs	**977,559,391**	1,243,902,205
Income on financial assets	**(1,635,364)**	(5,180,955)
Loss on Property, plant and equipment written off	**1,612,620**	1,677,249
	1,472,050,481	1,929,102,405
Operating profit before working capital changes	**708,348,440**	705,073,852
Changes in working capital:		
Increase in advances	**(62,385,797)**	(187,099,698)
(Increase)/decrease in stores, spares and supplies	**1,381,564,539**	(2,459,523,203)
Decrease in stock in trade	**306,806,298**	130,287,765
(Increase)/decrease in short term prepayments	**(7,559,949)**	39,533,678
(Increase)/decrease in other receivables	**104,273,193**	(15,950,323)
Decrease in Trade debts	**24,249,084**	6,516,191
Increase in trade and other payables	**12,432,699**	1,321,409,068
	1,759,380,067	(1,164,826,522)
Cash generated from/(used in) operations	**2,467,728,507**	(459,752,670)
Staff retirement benefits paid	**-**	-
Income Taxes Paid	**(18,311,581)**	(42,466,873)
Net cash from/(used in) operating activities	**2,449,416,926**	(502,219,543)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(99,564,068)**	(186,080,306)
Long term advances	**10,329,500**	10,329,500
Interest received on financial assets	**2,677,839**	4,803,721
Long term deposits	**517,586**	(1,515,558)
Net cash used in investing activities	**(86,039,143)**	(172,462,643)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/(Repayment) from short term borrowings	**(233,652,523)**	2,132,639,228
Repayment of long term loan	**(1,313,568,449)**	(1,313,568,328)
Increase in other long term liabilities	**460,674,367**	636,897,558
Lease rentals paid	**(33,288,272)**	(7,983,121)
Finance costs paid	**(1,270,435,173)**	(1,412,683,964)
Net cash from/(used in) financing activities	**(2,390,270,050)**	35,301,373
Net decrease in cash and cash equivalents	**(26,892,267)**	(639,380,813)
Cash and cash equivalents at the beginning of the period	**55,472,574**	678,424,680
Cash and cash equivalents at the end of the period	**28,580,307**	39,043,867

The annexed notes from 1 to 13 form an integral part of these interim condensed financial statements.

Maj. Gen. (R) Rehmat Khan
Chief Executive Officer

Bilal Hamid Javaid
Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2009 (UN-AUDITED)

	Share capital	Capital reserve - Share premium	Accumulated losses	Total Equity
	Rupees	Rupees	Rupees	Rupees
Balance as at 1 January 2008	11,345,149,360	195,820,588	(1,040,014,420)	10,500,955,528
Conversion of Shareholder's loan into equity	1,781,295,520	-	-	1,781,295,520
Net loss for the period	-	-	(1,044,582,896)	(1,044,582,896)
Balance as at 30 September 2008	**13,126,444,880**	**195,820,588**	**(2,084,597,316)**	**11,237,668,152**
Balance as at 01 January 2009	**13,126,444,880**	**190,476,700**	**(2,282,517,978)**	**11,034,403,602**
Net loss for the period	-	-	**(782,013,622)**	**(782,013,622)**
Balance as at 30 September 2009	**13,126,444,880**	**190,476,700**	**(3,064,531,600)**	**10,252,389,980**

The annexed notes from 1 to 13 form an integral part of these financial statements.

Maj. Gen. (R) Rehmat Khan
Chief Executive Officer

Bilal Hamid Javaid
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2009 (UN-AUDITED)

1 THE COMPANY AND ITS OPERATIONS

Lafarge Pakistan Cement Limited {formerly Pakistan Cement Company Limited}("the Company") was incorporated in Pakistan on 23 May 1993 as a Private Limited Company and converted subsequently into a Public Limited Company on 18 October 1994 under the Companies Ordinance, 1984. The Company is listed on all the three Stock Exchanges of Pakistan. The principal activity of the Company is to manufacture and sell ordinary gray portland cement. The Company is a subsidiary of "Pakistan Cement Holding Limited" a company incorporated in the British Virgin Island, whereas the ultimate parent company of the entity is Lafarge S.A., France. The registered office of the Company is located at 18-B, Kaghan Road F-8 Markaz, Islamabad.

2 BASIS OF PREPARATION

These interim condensed financial statements are unaudited and are being submitted to the shareholders in accordance with the requirements of Section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of International Accounting Standard (IAS) - 34 "Interim Financial Reporting", as applicable in Pakistan. The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2008.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim condensed financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2008.

During the period, following new / revised standards, amendments and interpretations to accounting standards became effective:

Standard or Interpretation

IAS 1 Presentation of Financial Statements (Revised)
IAS 23 Borrowings Costs (Revised)
IAS 32 Financial Instruments – Presentation – Amendments regarding Puttable Financial Instruments
IAS 39 Financial Instruments: Recognition and measurement – Amendments regarding Eligible Hedge items
IFRS 2 Share-based Payment – Vesting Conditions and Cancellations
IFRS 7 Financial Instruments: Disclosures
IFRS 8 Operating segments
IFRIC 13 Customer Loyalty Programs
IFRIC 15 Agreements for the Construction of Real Estate
IFRIC 16 Hedges of a Net Investment in a Foreign Operation
IFAS 2 Ijarah

Adoption of the above standards, amendments and interpretations did not affect the accounting policies of the Company as disclosed in the annual financial statement for the year ended 31 December 2008 other than as stated below:

"IAS 1 “Presentation of Financial Statements”

The standard separates owner and non-owner changes in equity. The statement of changes in equity will include only details of transactions with owners, with non-owners changes in equity presented as a single line. In addition, the standard introduces the statement of comprehensive income. It presents all items of recognised income and expense, either in one single statement, or in two linked statements. However, as the Company does not have any comprehensive income, a separate statement of comprehensive income has not been presented in these interim condensed financial statements.

"IFRS 7 ""Financial Instruments: Disclosures"

This standard prescribes presentation and disclosure requirements in respect of financial instruments including qualitative and quantitative information about exposure to risks arising from financial instruments such as credit risk, liquidity risk and market risk. The Company will include such requirements in the financial statements for the year ending December 31, 2009.

4 CHANGE IN ACCOUNTING ESTIMATES

During the period, the management has changed the estimates of the useful lives of operating fixed assets and intangible assets. The management is of the view that revised estimates of useful lives better reflect the inflow of economic benefits associated with the said assets.

Operating fixed assets

	Previous Useful life (years)	Revised Useful life (years)
Building on freehold land	35	25 to 30
Plant and machinery	15 to 30	30
Office equipment	10	5 to 10
Computers and low voltage equipment	3	5
Vehicles	8	4 to 5
Laboratory equipment	10 to 20	30
Workshop equipment	7 to 20	30
Intangibles	3	5

The above change has been accounted for as a change in accounting estimate in accordance with the requirements of International Accounting Standards (IAS-8) "Accounting Policies, Changes in Accounting Estimate and Errors" whereby the effect of this change is recognized prospectively. Had the Company not made the above change in accounting estimates, depreciation on operating fixed assets and amortization on intangibles for the period would have increased by Rs. 209,945,300 and Rs. 1,211,832 respectively and net loss before tax would have increased by Rs. 211,157,132.

5 PROPERTY, PLANT AND EQUIPMENT

		Note	(Unaudited) 30 September 2009 Rupees	(Audited) 31 December 2008 Rupees
	Operating Fixed Assets - at written down value	5.1	16,762,847,747	17,228,626,797
	Capital Work in Progress - at cost	5.2	89,362,216	19,287,624
			16,852,209,963	17,247,914,421
5.1	Opening written down value		17,228,626,797	17,157,384,852
	Additions / transfers during the period / year	5.1.1	29,613,283	1,019,530,235
	Disposals / transfers during the period / year	5.1.2	(1,736,426)	(33,042,182)
	Depreciation for the period / year		(493,655,907)	(915,246,108)
			16,762,847,747	17,228,626,797

5.1.1 Additions/transfers during the period / year (including transfers from capital work-in-progress of Rs. 9.73 million) (31 December 2008: Rs. 995.082 million)

Freehold land	-	463,127
Building	-	919,366,129
Plant and machinery	-	68,622,744
Furniture & fixtures	4,415,943	-
Office equipment	-	7,571,034
Computers and low voltage equipment	6,321,433	-
Workshop equipment	-	5,214,366
Labortary equipment	11,187,081	1,423,205
Vehicles - owned	7,688,826	7,070,900
Vehicles - leased	-	1,335,968
Computers	-	8,462,762
	29,613,283	1,019,530,235

5.1.2 Disposals/transfers during the period / year

Plant and machinery	-	(31,622,698)
Vehicles - leased	1,736,426	(1,419,484)
	1,736,426	(33,042,182)

5.2 CAPITAL WORK IN PROGRESS

Opening balance	19,287,624	804,833,663
Additions during the period / year	99,564,068	209,536,142
Transfers during the period / year	(29,489,476)	(995,082,181)
	89,362,216	19,287,624

6 INTANGIBLES

	Note	(Unaudited) 30 September 2009 Rupees	(Audited) 31 December 2008 Rupees
Opening written down value		4,102,705	7,148,514
Additions during the period / year		-	-
Amortization		(857,927)	(3,045,809)
		3,244,778	4,102,705

7 LONG-TERM FINANCING - Secured

Opening balance		5,702,368,898	7,015,937,230
Repayments made during the period / year		(1,313,568,508)	(1,313,568,512)
		4,388,800,390	5,702,368,718
Less: current portion shown under current liabilities		(1,313,568,514)	(1,313,568,332)
		3,075,231,876	4,388,800,386

8 OTHER LONG-TERM LIABILITIES

Unsecured

Due to related parties			
Technical services and royalty	8.1	1,533,455,853	1,297,820,113
Imputed deferred interest		(13,500,000)	(27,000,000)
		1,519,955,853	1,270,820,113
Industrial franchise fee	8.2	211,538,627	-
		1,731,494,480	1,270,820,113

8.1 During the last year, the Company filed an application with the State Bank of Pakistan (SBP) for the registration of its Royalty agreement with a related party. The said application has been rejected by the SBP on January 09, 2009 due to time bar. The Company is currently planning to take up this matter with the SBP along with the matter of getting the Technical Services Agreement with another related party approved by the SBP. Although the management expects that these agreements would be approved by the SBP in the near future to enable it to repatriate the outstanding balance of Technical services and royalty to the related parties, it is of the view that the payment of this sum is not likely to be made before 30 September 2010, hence, shown the same under long-term liabilities.The amount payable has been discounted to the present value of future cash flows at the rate of 1.75% per annum.

8.2 During the current period, the Company has entered into an Industrial Franchisee Agreement (IFA) with Lafarge S.A France (the ultimate Parent Company) under which the Company will pay industrial franchise fee @ 3% p.a. of net sales effective from 01 January 2009. This IFA has replaced the previous Royalty agreement with another related party (Refer note 8.1).

9 CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

a) The Company has issued post dated cheques, aggregating to Rs. 82.94 million (December 31, 2008: Rs. 92.813 million) in favour of the Collector of Customs against the import duty of polypropylene sacks.

b) The Company has issued bank guarantee of Rs. 436.642 million in favour of Sui Northern Gas Pipelines Limited for supply of natural gas at plant.

c) The Revenue Officer, District Chakwal, raised a demand of Rs. 270.58 million being short fall in stamp duty and penalty in respect of land mortgaged against foreign long term financing. During the course of appellate procedures, the Chief Revenue Authority, Board of Revenue, Punjab reiterated the demand and the Company finally filed a revision petition with the Lahore High Court, Rawalpindi Bench which was dismissed by an order dated 15 April 2008.The Company has filed petition for leave to appeal against the said order in Supreme Court of Pakistan.The appeal has been allowed by the Supreme Court vide their order dated 19 June 2009.The case has been remanded to the High Court for rehearing on merits. No provision has been made in the financial statements as the Company and its legal counsel are of the opinion that the matter is expected to be decided in favour of the Company.

d) Income tax authorities have finalized tax assessments of the Company up to and including assessment year 2003-2004 (year ended 30 June 2003). Tax returns for tax years 2004 to 2007 were filed and stand assessed in terms of section 120 of the

Income Tax Ordinance, 2001,and tax return for tax year 2009 has also been filed on 30 September 2009. However, the taxation authorities are empowered to open the assessments at any time within five years of date of filing of returns.

e) The Company's Income Tax return for tax year 2008 has been selected for tax audit under section 177 of the Income Tax Ordinance, 2001, which is in progress.

f) The Company has dispute with its contractor M/S Design & Engineering for construction of approach road to the plant. The contractor has a claim of PKR 597.605 million against the Company while Company has filed a counter claim of PKR 519.89 million against the contractor. The matter has been referred to the Joint Arbitrators under the Arbitration Act 1940 and arbitration proceedings are in process.

The Company holds performance guarantee and post dated cheque of Rs. 24.5 million, as security from M/s Design & Engineering Systems. Further, a sum of Rs. 5.046 million due to Design & Engineering Systems as retention money is also outstanding as at 30 June 2009. No provision has been made in the financial statements as the Company and its legal counsel are of the opinion that the matter is expected to be closed with no financial repercussion to the Company.

g) The Company had issued bank guarantee of Rs. 40.64 million to Sales Tax authorities against balance of tax refunds issued for the period August 2005 to March 2006. The refund verification is in progress. Although the guarantee has expired on 24 January 2009, it has not been released to date by the Sales Tax authorities.

h) Competition Commission of Pakistan (CCP) has passed an order against the cement manufacturers including the company whereby CCP has alleged that the company was involved in cartelization activities with other cement manufacturers and imposed a fine of Rs. 405 million. Company has filed an appeal before Lahore High Court and is in process of filing an appeal in the Supreme Court of Pakistan against the decision of CCP. No provision has been made in the financial statements as the Company and its legal counsel are of the opinion that the matter is expected to be decided in favour of the Company.

9.2 Commitments

	(Unaudited) 30 September 2009 Rupees 000'	(Audited) 30 December 2008 Rupees 000'
a) Outstanding letters of credit	**423,779**	163,443
b) Leased land comprising of quarry lease of 1,337 kanals and 58.8 kanals.	**94,373**	95,165

10. TRANSACTIONS WITH RELATED PARTIES

Pakistan Cement Holding Limited (PCH) holds 51.55% and Camden Holding PTE Limited (CHL) holds 21.67% shares of the Company at the end of the period. Lafarge S.A., France is the ultimate parent company ("the Ultimate Parent Company") of the Company by virtue of indirect holding in PCH and CHL, through Lafarge Building Materials Holding. Therefore, all related parties of PCH, CHL and Lafarge S.A., France are related parties of the Company. The related parties also comprise of directors, shareholders, key management personnel and entities over which the directors are able to exercise influence and entities under common directorship. Transactions with related parties during the period are as follows:

Related parties by virtue of group holding	(Unaudited) 30 September 2009 Rupees	(Unaudited) 30 September 2008 Rupees
Transactions		
-Technical services accrued to a related party	**179,089,614**	299,486,166
-Royalty accrued to a related party	**-**	80,920,558
-Industrial franchise fee	**211,538,627**	-
-Shareholders' loan converted to equity (Principal Plus Interest)	**-**	1,781,295,519
-Sales	**353,441,961**	453,108,498
-Receipts against sales	**347,522,932**	-
Balances		
- Payable to ultimate parent company at period end	**228,497,917**	821,317
- Payable to related parties by virtue of group holding at period end	**1,502,996,562**	962,551,050
Other Related Parties		
-Remuneration including benefits and perquisites of Directors and other executives. Number of Persons 2009: 4 and 45 respectively (2008: 2 and 34 respectively)	**83,368,226**	69,738,813
-Employer contributions to provident fund	**8,808,729**	8,500,029
-Amount due from / (to) Employees Provident Fund	**(181,893)**	406,000

Related party transactions are carried out on commercial terms as approved by the Board of Directors.

11. COMPARATIVE FIGURES

Prior period's figures have been rearranged, wherever necessary, for better presentation.

12. DATE OF AUTHORIZATION FOR ISSUE

These interim condensed financial statements have been authorized for issue by the Board of Directors of the Company on October 22, 2009.

13. GENERAL

Figures presented in these interim condensed financial statements have been rounded off to the nearest Rupee, unless otherwise stated.

Maj. Gen. (R) Rehmat Khan
Chief Executive Officer

Bilal Hamid Javaid
Director

LAFARGE PAKISTAN CEMENT Ltd.
(Formerly Pakistan Cement Company Ltd.)

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F-8 Markaz, Islamabad
UAN: +92-51-111 111 722
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URL: www.lafargepakistan.com.pk
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