ສາທາລະນະລັດ ປະຊາທິປະໄຕ ປະຊາຊົນລາວ
ສັນຕິພາບ ເອກະລາດ ປະຊາທິປະໄຕ ເອກະພາບ ວັດທະນະຖາວອນ
ບໍລິສັດ ຊີມັງລາວ ມະຫາຊົນ
LAO CEMENT PUBLIC COMPANY
ບ້ານ ໂພນພະເນົາ ວຽງຈັນ, ສປປລາວ ຕູ້ ປ.ນ 6821, ໂທຣ: (865-21) 451222,451116 ແຟັກ:451117
PHONPHANAO VIENTIANE, LAO P.D.R. P.O.BOX 6821, TEL : (856 - 21) 451222,451116 FAX:451117
E-mail:Lcc@laocement.com,www.laocement.com

No. 062...../LCC

Vientiane Capital, Date. 26 AUG 2021.....

SUMMARY OF THE BUSINESS REPORT OF LAO CEMENT COMPANY IN THE FIRST 06 MONTHS OF 2021

I. Background

Lao Cement Public Company (LCC) is shifted from Lao Cement Co., Ltd. established in 1998 as a joint venture between Nhun Nan International Economic and Technical Cooperation Company (CYC) of People's Republic of China and State-owned Agriculture, Industry and Import-Export Service Development Company (DAI) of Lao PDR with the respective ownership rate of 60% (CYC) and 40% (DAI); the initial registered capital of US$ 1,100,000. Its main purpose is to build a cement factory financed by the Chinese Government. The Governmental loan was 269,612,040 yuan or US$ 32,561,841 at that time. By the end of 2014, the company repaid all principal and interest of this loan.

The company started to build Vang Vieng cement factory 2 on December 26, *1999 which officially started production on March 22, 2002 and has continued to* produce and consume Ca Thing Thong cement according to American standards ASTM-C-150, GB-175: 2007 standards of People's Republic of China. There are 03 types of cement: Ca Thing Thong (Golden Bull brand) red cement, Ca Thing Thong (Golden Bull brand) blue cement and Ca Thing Thong (Golden Bull brand) green cement. Cement is all manufactured from domestic materials such as limestone, clay, sand, plaster and coal.

In 2013, the Government of Lao PDR adjusted the share ratio of the Company: 51% of Nhun Nan Yunnan International Economic and Technical Cooperation Company (CYC) and 49% of State-owned Agriculture, Industry and Import-Export Service Development Company (DAI). So far after being shifted into a public company and registered on the Lao stock market on March 02, 2018, the share ratio has been 35.6964% (CYC), 34.2966% (DAI), 0.007% (Founding shareholders) and 30% (the public).

II. Information of the Company

- Company name: Lao Cement Public Company
- Head office: Phonphanao Village, Xayxetha district, Vientiane Capital
- Tel: 021 451116, Fax: 021 451117
- Website: WWW.LAOCEMENT.COM
- Factory: Vang Vieng II Cement Factory
- Address: Khanmac Village, VangVieng District, Vientiane Province
- Tel: 023 511245 , Fax: 023 511247
- Registered capital: LAK 14,001,400,000
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III. Fulfillment of obligations to the state and society

The operating conditions of our company in the first half of 2021, due to the severe COVID 19 situation in our country, brought great difficulties to our company's operations. In particular, our customers (customers in arrears) were also affected by the COVID 19. Our company's operations have also been affected，The main business operations in the first half of 2021 are as follows:

1. Increase the efforts to clear up the arrears and collect money. In the first half of the year, the company collected 10 billion Kip of arrears, basically ensuring the funds needed by the company to maintain operation.

2. Vigorously promote the equity restructuring of the company. Led by the Ministry of national defense of Laos, a joint working committee composed of government departments and shareholders was established to jointly promote the reorganization and restoration of Lao cement public company. We have deliberated and approved the introduction of new investors

for equity restructuring. At present, we are studying and improving the restructuring and recovery plan for increasing the development of cultural tourism industry.

3. Solve the debt problem and reduce the debt burden. Repay the bank loan on time and pay the supplier on time; According to the employee placement plan of the board of directors, properly arrange the resigned employees.

4. The board of directors held 2 meetings and the shareholders' meeting held 1 meeting to study and consider the company's equity restructuring and other major decision-making issues. Submit audit report as required and disclose the company's information in time.

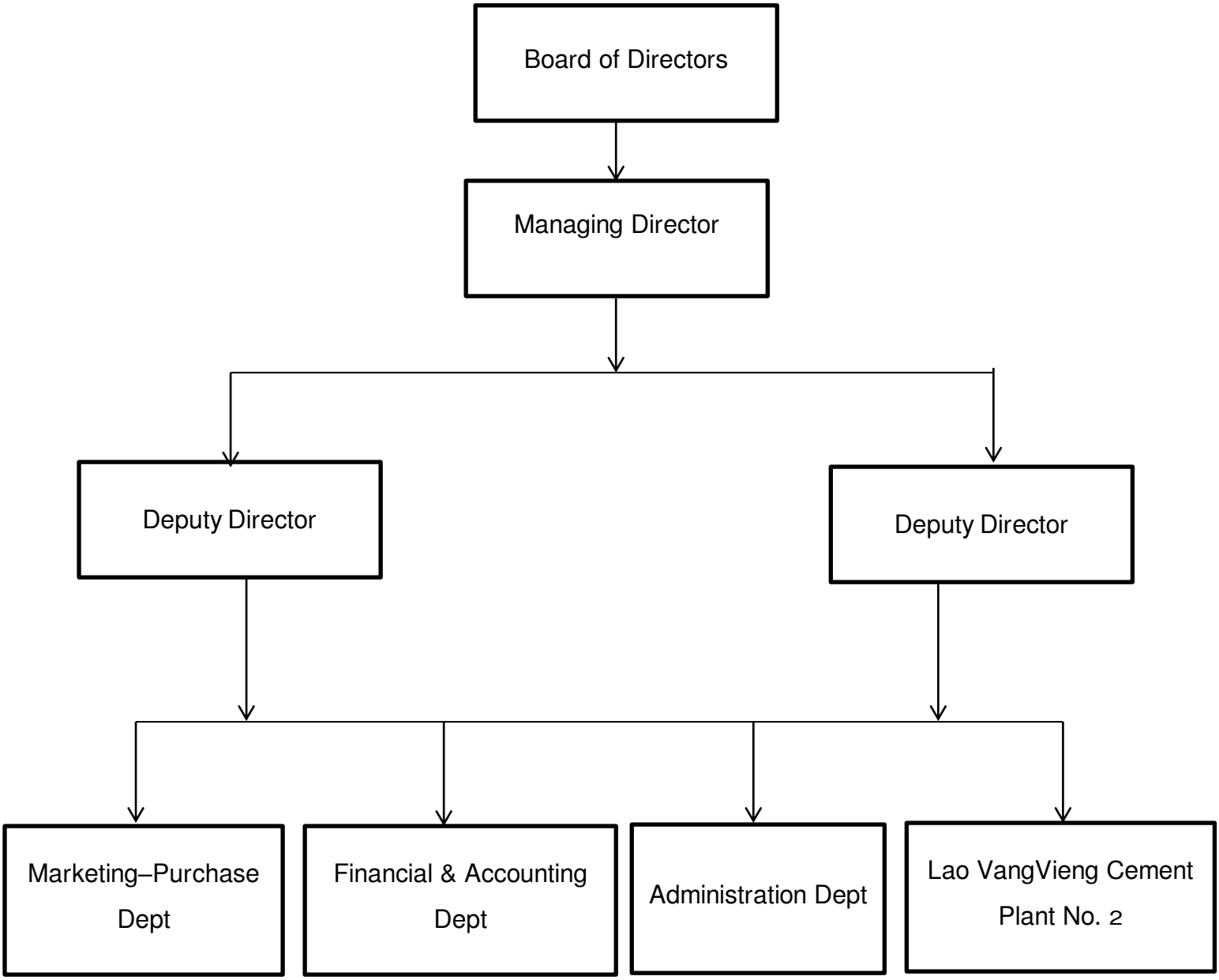
5. Do a good job in COVID-19's prevention and control work to ensure the safety of the company's personnel and property.

IV. Organizational structure

6.1 Organizational structure

The organizational structure of Lao Cement Public Company consists of a Board of Directors of 10 people (including 3 independent members), a Board of Management of 3 people and 03 departments.

Organization of LCC Public Company



Lao Cement Public Company (Cement factory 2) has a total of 44 employees (5 females) of which official Lao officers are 18 (03 females), the official Chinese officers are 06 (1 female); the unofficial employees are 20 people (2 females).

Details	Permanent staff Lao	Permanent staff china	Workers
- Head office - CEMENT PLANT No.II	10 staff, Female 03 staff 8 staff , Female 0 staff	6 staff, Female 1 staff 0 staff , Female 0 staff	2 staff, Female 1 staff 18 staff , Female 1 staff

Board of Directors of LCC



Mr Yang chunying

Chairman of board



Mr Vanhthong SITTHIKOUN

Vice Chairman of board



Mr Ou yang ji yong

Vice Chairman of board



Mr Zhang LI

Member of board



Mr Khambon XAYLAOVONG

Member of board



Mr Vichit SOUVANHNALATH

Member of board



Mr Jie YAOQI

Member of board



Mr Xiao JIE

Independent Board of Director



Mr Li CHUNBO

Independent Board of Director



Mr Vongvichit KEOVONGKOD

Independent Board of Director

Managing Directors of LCC



Mr Zhang LI

Director (CEO)



Mr Vichit SOUVANHNALATH

Deputy Director (CFO)



Mr Jie YAOQI

Deputy Director (COO)

General Director

Lao Cement Public Company

JIE YAOQI