

**SENS ANNOUNCEMENT**  
(the "Notice" or "Announcement")

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**ISSUER**

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**LAFARGE ZAMBIA PLC ["LAFARGE"]**  
**[Incorporated in the Republic of Zambia]**

Company registration number: 304  
Share Code: LAFARGE  
ISIN: ZM0000000011  
Authorised by: Harriet Kapekele – Company Secretary

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**SPONSOR**

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STOCKBROKERS ZAMBIA LIMITED

**Stockbrokers Zambia Limited**  
[Member of the Lusaka Stock Exchange]  
[Regulated and licensed by the Securities and Exchange Commission of Zambia]

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**APPROVAL**

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The captioned Notice or Announcement has been approved by:

- i. the Lusaka Stock Exchange
- ii. the Securities and Exchange Commission
- iii. Stockbrokers Zambia Limited

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**RISK WARNING**

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The Notice or Announcement contained herein contains information that may be of a price sensitive nature.

Investors are advised to seek the advice of their investment advisor, stockbroker, or any professional duly licensed by the Securities and Exchange Commission of Zambia to provide securities advice.

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**FIRST ISSUED: 10 August 2015**

In compliance with the requirements of the Securities Act, Cap 354 of the Laws of Zambia and the listing rules of the Lusaka Stock Exchange (LuSE), Lafarge Zambia Plc announces the unaudited results for the half year ended 30 June 2015.

### SOLID H1 OPERATIONAL AND FINANCIAL PERFORMANCE DESPITE DIFFICULT MARKET ENVIRONMENT

SALES TURNOVER UP 14% vs H1 2014

H1 2015 PROFIT BEFORE INTEREST AND TAX UP 16% vs H1 2014

LAFARGE ZAMBIA FULLY READY TO LEVERAGE SYNERGIES FROM THE LAFARGEHOLCIM GROUP AND KEEP MARKET LEADERSHIP

#### First Half Key Figures

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| <ul style="list-style-type: none"> <li>Sales Turnover up by 14% to ZMW 700 million</li> <li>Profit Before Interest and Tax up 16%</li> </ul> | <ul style="list-style-type: none"> <li>Profit After Tax up by 4% to ZMW 187 million</li> <li>Company's Earnings Per Share up by 4% to ZMW 0.936</li> </ul> |
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#### First Half Company Highlights:

- Solid H1 results in the context of a slowdown in the Zambian construction market and negative growth in the DRC.
- Electricity supply disruptions adversely impacted cement production.
- Profit Before Interest and Tax grew 16% due to cost containment measures which will continue in the second half.
- Profit After Tax was up 4% to ZMW 187 million vs H1 2014.
- The financial position and cash flow of the Company remained solid with no external debt. The dividend declared for 2014 was paid out in the second quarter of the year.
- At a meeting of the Board of Directors held on 7 August 2015 an interim dividend of ZMW 0.25 per share for the year ending 31 December 2015 was declared.

#### Emmanuel Rigaux, Chief Executive Officer of Lafarge Zambia, said:

"Market activity was subdued in the first half of the year in the Zambian market and negatively impacted by political uncertainties in the Democratic Republic of Congo (DRC), which continues to be our major export market. The successful issuance of the \$1.25 billion Eurobond by the Zambian Government is expected to generate increased construction activity.

Lafarge Zambia is now part of the most advanced and successful construction group in the world following the successful completion of the LafargeHolcim merger. The Company is ready to leverage the benefits of belonging to such a strong Group. It is determined to keep its market leadership and continue to offer our customers the best quality products and services.

#### Directorate:

There were no changes in the directorate during the first half of the year.

#### Outlook:

Domestic demand in the second half is expected to continue to slow down until Eurobond proceeds are directed towards infrastructure and construction activity.

Strong focus in the second half will be placed on adjusting our cost base wherever necessary.

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#### Condensed Financial Statements for The Half Year Ended June 30 2015

Kwacha Thousands	2015	2014
<b>Condensed Statement of Comprehensive Income for the period ended 30 June</b>		
Revenue	699,138	614,363
Profit Before Interest and Tax	266,010	229,634
Net Financing Income	4,301	4,528
Sundry Revenue	4,877	0
Net Exchange Gain	3,904	37,268
Profit before Tax	279,092	271,430
Income Tax Expense	(91,941)	(90,641)
Dividend Received	-	-
<b>PROFIT FOR THE HALF YEAR</b>	<b>187,151</b>	<b>180,789</b>
Profit Attributable to:		
Equity holders of the parent	140,363	151,950
Minority interest	46,788	28,839
Basic and diluted earnings per share (Kwacha per share)	0,936	0,904
<b>Condensed Statement of Financial Position as at 30 June</b>		
Net assets employed		
Property, plant and equipment	1,361,512	648,793
Investments	21,818	5,910
Net current assets	521,927	534,154
	<b>1,905,256</b>	<b>1,188,857</b>
Liabilities due after one year		
Provision for Environmental Liabilities	28,498	13,080
Deferred liabilities	(21)	935
Deferred tax	437,192	167,920
Net Current Liabilities	272,908	390,421
	<b>1,166,680</b>	<b>616,501</b>
Financed by		
Share capital	(10,002)	(10,002)
Reserves	(1,156,678)	(606,499)
	<b>(1,166,680)</b>	<b>(616,501)</b>
<b>Condensed Statement of Cash Flow for the period ended 30 June</b>		
Net Cash from Operating Activities	83,092	79,445
Net Cash used in Investing Activities	(12,771)	(5,251)
Net Cash utilised in Financing Activities	(171,061)	(362,115)
Decrease in Cash and Cash Equivalents	(100,740)	(287,920)
Cash and Cash Equivalents at beginning of the year	301,538	536,479
Cash and Cash Equivalents at the end of June	200,798	248,559