

28 Oct 2020

The General Manager
Pakistan Stock Exchange
Stock Exchange Building
Karachi

Subject: Right Issue of Engro Polymer & Chemicals Limited – Quarterly progress report on implementation of PVC expansion/VCM debottlenecking for the quarter ended September 30, 2020.

Dear Sir,

This is further to Engro Polymer & Chemical Limited's (the "**Company**") announcement of Right Shares issuance on 18th May 2018 to fund the Company's PVC expansion/VCM debottlenecking project. In compliance with Regulation 10(2) of the Companies (Further Issue of Capital) Regulations, 2020 and clause 24 of Annexure I of the PSX letter no PSX/C-297-C-2424 dated 21st May 2018, we are pleased to present the update of our project until 30th September 2020, as under:

Work activity was impeded on account of unprecedented rains in July & August, which impacted progress of the PVC expansion & VCM debottlenecking. As a consequence, our timeline for construction completion has been slightly extended by approximately two to three weeks.

However, despite the challenges posed by the pandemic, the overall progress remained satisfactory. Our successful efforts to bring international expertise & establishing a support framework despite the challenging overall environment will help us going forward to initiate commissioning activities in Q4 2020.

On the VCM debottlenecking front, construction work resumed at site in June and measures are being taken to expedite the completion.

Target for COD of PVC Expansion and VCM Debottlenecking is first quarter of 2021.

We will update the Exchange accordingly as required under Regulation 10(2) of the Companies (Further Issue of Capital) Regulations 2020.

Best Regards



Khawaja Haider Abbas
Company Secretary

Cc: Securities & Exchange Commission of Pakistan