ສາທາລະນະລັດ ປະຊາທິປະໄຕ ປະຊາຊົນລາວ
ສັນຕິພາບ ເອກະລາດ ປະຊາທິປະໄຕ ເອກະພາບ ວັດທະນະຖາວອນ
ບໍລິສັດ ຊີມັງລາວ ມະຫາຊົນ
LAO CEMENT PUBLIC COMPANY
ບ້ານໂພນພະເນົາ ວຽງຈັນ, ສ.ປ.ປ.ລາວ ຕູ້ປນ 6821, ໂທ: (865-21) 451222,451116 ແຟັກ: 451117
PHONPHANAO VILLAGE,VIENTIANE, LAO P.D.R. P.O.BOX 6821, TEL : (856 - 21) 451222,451116 FAX:451117
E-mail:Lcc@laocement.com,www.laocement.com

Report on
Semi-annual of 2023 for Business Performance of Lao Cement Public Company (LCC)

I. Annual Report of the Company

1. 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% (UQNT), 34.2966% (DAI), 0.007% (Founding shareholders) and 30% (the public).

✡. Information of the Company

- Company name: Lao Cement Public Company
- Head office: Phonphanao Village, Xayxetha district, Vientiane Capital
- Tel: 021 451116, Fax: 021 451117
- Factory: Vang Vieng II Cement Factory
- Address: Khanmac Village, VangVieng District, Vientiane Province
- Tel: 023 511245 , Fax: 023 511247
- Registered capital: LAK 20,002,000,000

✡. Vision, goal and mission:

1. Vision:

   * Create a company to become a comprehensive tourism and culture company.
   * Create a tourist destination to become a green world.

2. Mission:

   * Build confidence for service users
   * Guaranteed customer satisfaction and prompt service
   * Develop the company's personnel to become good service providers in the future.

2. Business performance of Semi-annual of 2023

The management of Lao Cement Company, the former and new teams, completed the handing over of various works in February 2023 which took time to hand over work for a period of more than 3 months from December 2022. Then until now, which in the past 5 months, the new management has implemented the direction and strategic development plan adopted through the board of directors meeting, has carried out many tasks such as development plan for all business sectors belonging to the company, prepare the work in the initial phase and connect with various resources.

1. Business performance

In the past 5 months, the following important works have been carried out:

1.1 The construction project of the office building of the Lao Tourism and Culture Public Company, until 30/06/2023, 135 pillars have been completed. It is estimated that the building structure can be completed by the end of December 2023.

1.2 Planning and design for the construction project of the economic tourism industry and culture zone in Vang Vieng district, researching study and improving the design plan.

1.3 The establishment of a tourism management and service center in Vang Vieng District is a project to cooperate with the authorities in charge of culture and tourism. The proposal has already been sent to the relevant parties.

1.4 Cultivating artists, is a project to collaborate with art schools, prepared to be able to perform in various tourist areas.

1.5 Registered Lao Urban Development Construction Company Limited to conduct real estate business related to tourism, commerce and accommodation using construction factors that are unique to the Lao nation.

1.6 New Lao Construction Equipment Company Limited has been registered to conduct business in the production and distribution of construction materials to supply its construction projects and the construction market.

1.7 Registered Chong Kher Herbal Medicine Co., Ltd., to create a demonstration area for the development of food and industrial plants, exploring 115 hectares of land located in Sang Thong District.

1.8 It is planned to establish a Biodiversity Conservation Center and the Lao National Botanical Garden on the mountain behind the cement factory, as a project to collaborate with the Twelve Thousand Botanical Garden and the Agroforestry Research Institute.

1.9 The establishment of the Vocational College of Tourism and Culture, has already signed an MOU, and is looking for a suitable location for the school. In addition, this year, they received 60 scholarships in China from cooperating schools, with majors in tourism, transportation and medical nursing. Among them, the students who graduated from the tourism company will be responsible for allocating work. According to the September plan, they will travel to China.

2. Investment

According to the company's development plan, it has invested in the following business sectors:

2.1 Lao Tourism and Culture Company (proposing to change the name of the company) is responsible for the tourism business to develop and improve the quality and green tourism network, create a property management system, tourist resource management, tourism promotion, trade management and standard hotel management.

2.2 Lao Urban Development Construction Company Limited (obtained an enterprise registration) is responsible for real estate business related to tourism, trade and accommodation using construction factors that are unique to Laos.

2.3 Vocational College of Tourism and Culture (not yet established) will be responsible for educational and cultural business in cooperation with the Chinese Vocational College. The school will open teaching in the fields of tourism services, hotel management, translation, tea ceremony, coffee ceremony, Lao cultural art performance, short video filming and other fields to create personnel as professionals in various fields.

2.4 The Chong Kher Herbal Medicine Co., Ltd. (registered as an enterprise) is responsible for agricultural business to import poverty alleviation models from China, encouraging and guiding farmers to cultivate traditional medicine to achieve the goal of reducing poverty to wealth by using the company + farmer model.

The investment structure of the company



3. Future developments

According to the direction and strategic development plan approved through the meeting of the Board of Directors, implement the transformation of the business model from cement production into the tourism and culture sector to be successful, in addition, it also includes agricultural business, construction and urban development and education.

4. The circumstances of the opening of the meeting of shareholders and the board of directors

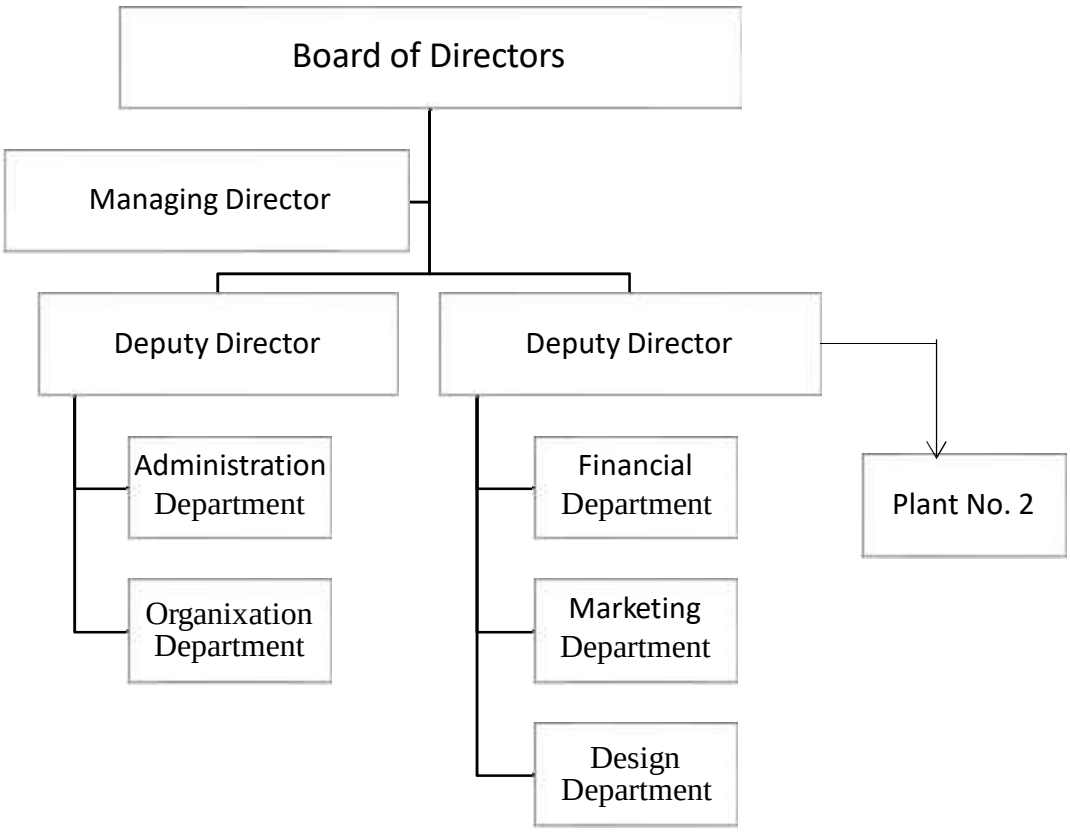
Until 30/06/2023, the company held 2 shareholder meetings and 2 board meetings, considered and approved the minutes of the 2021 shareholders meeting, Lao Cement Company's business report for the year 2022, Lao Cement Company's financial report for 2022, the appointment of a new board of directors of the Lao Cement Company, the appointment of senior executives of the Lao Cement Company, the establishment of the Chong Kher Herbal Company Limited, the establishment of the Lao Urban Development Construction Company Limited and the Lao New

Construction Materials Company Limited, the feasibility study report for the construction of the economic tourism industrial demonstration zone project Vang Vieng culture, Lao PDR.

5. Organization Structure (Board of Directors, Management and Employees)

The Board of Directors has a total of 11 people, of which the Lao side has 4 people (1 independent board member) and the Chinese side has 7 people (2 independent board members), 3 directors and 50 permanent employees.

Organization of LCC Public Company



Board of Directors of LCC



Mr NIE LEI

Date of birth : 11/12/971

Nationality : Chinese

Position: Chairman of the Board of Directors, Director of LCC



Mr Vanhthong SITTHIKOUN

Date of birth : 02/03/1960

Nationality : Lao

Position:Vice Chairman of Board of Directors LCC, General Director of State-owned Enterprise DAI



Mr LYULIN

Date of birth : 17/7/1957

Nationality : Chinese

Position: : Member of the Board of Directors, Deputy Director LCC,



Mr Zhang JINHUA

Date of birth : 26/11/1978

Nationality : Chinese

Position: Member of the Board of Directors, CFO



Ms Cai LINGLING

Date of birth : 10/10/1949

Nationality : Chinese

Position: Member of the Board of Directors



Mr Ding ZHENXU

Date of birth : 18/11/1973

Nationality : Chinese

Position: Member of the Board of Directors



Mr Dai RONGHUA

Date of birth : 3/7/1973

Nationality : Chinese

Position : Independent Board members LCC



Mr Liu HAO

Date of birth : 01/12/1977

Nationality : Chinese

Position: Independent Board members LCC



Mr Khambon XAYLAOVONG

Date of birth : 15/2/1958

Nationality : Lao

Position: Member of the Board of Directors, Deputy Director of State-owned Enterprise DAI



Mr Vichit SOUVANHNALATH

Date of birth : 27/12/1962

Nationality : Lao

Position: Member of the Board of Directors, Deputy Director LCC,



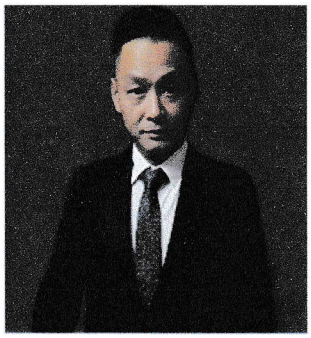
Mr Vongvichit KEOVONGKOD

Date of birth : 1971

Nationality : Lao

Position: Independent Board members LCC

Managing Directors of LCC



Mr NIE LEI

Position: Director LCC (CEO)



Mr Vichit SOUVANHNALATH

Position:Deputy Director LCC



Mr LYU LIN

Position:Deputy Director LCC

Director of Lao Cement Public Company

ບໍລິສັດ ຊີເມັ້ນລາວ ມະຫາຊົນ
Lao Cement Public Company

NIE LEI