

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Subject: Disclosure of Material Information

Dear Sir,

In accordance with Sections 96 and 131 of the Securities Act, 2015 and Clause 5.19.13(c) of the Rule Book of the Pakistan Stock Exchange Limited, we hereby convey the following:

The Board of Directors of Agritech Limited (the "**Company**"), during their meeting held on May 8, 2018, reviewed the Gas Supply situation to the Company which is the primary raw material for urea production. In light of the fact that the supply of feed gas has not yet been restored after the winter curtailment and the present option offered by SNGPL to the Company is the use of economically unviable RLNG or RLNG Local gas mix, instead of extending the local gas supply agreement at notified rates even with respect to gas supply on an 'as and when available' basis, the Board concluded that it will not be feasible to continue the present plant operations in the absence of economically viable feed gas supply with full employee strength at Urea Manufacturing Facility. In view of above circumstances, Board has resolved to continue the plant and equipment preservation & passivation currently being undertaken in the absence of feed gas. The passivation and preservation is expected to keep the plant and equipment in normal condition for immediate reuse and smooth plant start-up as soon as feed gas at affordable rates is restored to the Company.

The company will continue to put its efforts on all initiatives currently being undertaken with the Federal Government for the supply of gas at the affordable rates. Furthermore, the Company is now forced to permanently release nearly all its workers, labours and management staff at the urea manufacturing site with their terminal and separation dues as per Board's approval. The prolonged suspension of feed gas and no urea production due to feed gas absence has put further strains on the financial ability of the Company to pay the salaries and wages to its employees.

Yours faithfully,



[Company Secretary]
[Hassan Ul Haq Khan]



Cc:

Director / HOD
Surveillance, Supervision and Enforcement Department
Securities and Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue
Blue Area, Islamabad