



No: SC/M/PRDD/ARM/2017 - 333

November 14, 2017

The Chief Executive,
Allied Engineering Management Co. (Pvt) Limited,
Managers of Allied Rental Modaraba,
21/3, Sector No. 22
Korangi Industrial Area,
Karachi.

Subject: Approval for issuance of Right Modaraba Certificates (at premium) by Allied Rental Modaraba

Dear Sir,

I am directed to refer to your letter dated October 27, 2017 regarding the subject noted above.

2. In this context, we have no objection to the issuance of 24,500,000 right modaraba certificates of Rs. 10/- each of Allied Rental Modaraba, amounting to Rs. 245,000,000/- at a premium of Rs. 5.00/- per certificate amounting to Rs. 122,500,000, totaling Rs. 367,500,000, subject to the following conditions;

- i. The further issue of 24,500,000 modaraba certificates shall rank pari passu with the existing certificates in all the matters including bonus, right and cash dividend as may be declared by the Modaraba Company subsequent to the date of new issue of the right.
- ii. The modaraba certificates shall be offered to all the existing certificate holders strictly in proportion to the number of certificates already held by them.
- iii. The offer of new modaraba certificates shall be made by a notice specifying the number of certificates to which a certificate holder is entitled, and limiting the time period within which the offer, if not accepted will deem to be declined.
- iv. A circular, containing material information about the affairs and accounts of the modaraba and setting forth the necessity for raising of further funds along with the future business prospects, duly signed by the directors of the Modaraba Company, shall accompany the notice.




Securities and Exchange Commission of Pakistan
Specialized Companies Division
Policy, Regulation and Development Department
(Modaraba Wing)

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- v. Final copy of the circular shall be filed with this office before its circulation to the certificate holders.
 - vi. The modaraba company shall report business performance of the modaraba, to this office, on quarterly basis along with the variance analysis of financial results vis-à-vis the financial projections submitted to this office for getting approval of the present right issue.
 - vii. The Modaraba company shall comply with all the requirements of Companies (Issue of Capital) Rules 1996 in letter and spirit.
 - viii. In case of substantial deviation in the results achieved from the projected financials, the Chief Executive Officer of the Modaraba can be called upon to explain the reason for variances.
3. If the modaraba certificates are not taken up by the existing certificate holders, the board of directors of the modaraba company may allot them in such a manner as may be approved by this office.

Yours truly,


(Atif Ejaz Ahmed)
Deputy Director