



PAKISTAN STOCK EXCHANGE LIMITED

PSX/N-3593

NOTICE

June 02, 2017

Reproduced hereunder letter received from **BOLAN CASTINGS LIMITED**, for information of all TREC Holders of the Pakistan Stock Exchange.

(Copy of the same is also available on our Website www.psx.com.pk).

**Bolan
Castings
Ltd.**



A Millat group company

Main RCD Highway
Hub Chowki, Distt. Lasbela
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Ref: BCL/CA/10129-K/VIII

May 30, 2017

Deputy General Manager Operations
Pakistan Stock Exchange
Pakistan Stock Exchange Road,
Karachi.

Subject: Free Float of Shares

Dear Sir,

This is with reference to your letter No. PSX/ Gen- 3596 dated May 16, 2017 on subject.

With regard to above, we would like to inform you that we have already submitted the following with you:

- i. Compliance Plan vide our letter dated February 27, 2017.
- ii. Quarterly Progress Report of Free Float for the quarter ended March 31, 2017 vide our letter dated April 19, 2017.

The photocopies of the above mentioned letters are attached herewith for your ready reference.

We trust that above satisfies the requirement in accordance with the applicable rules and regulations.

Thank You.

Yours faithfully,
for **BOLAN CASTINGS LIMITED**


ARAFAT MUSHIR
Company Secretary

Encl: As stated above

115

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Ref : BCL/C.A/10129-K/VIII

February 27, 2017

Mr. Shafqat Ali
Chief Regulatory Officer
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Sub: **Minimum Free Float Requirement**

Dear Sir,

Reference is made to the amendments made in Chapter 5 (Listing of Companies and Securities Regulations) of Pakistan Stock Exchange Regulations (hereinafter referred to as "the Regulations") in relation to the above.

In this connection and as required in amended Clause 5.4 to the Regulations dealing with the requirement to file a compliance plan by February 28, 2017, we submit hereunder:

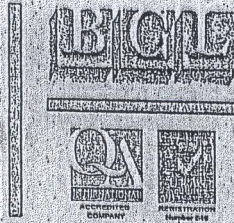
- i) The Board of Directors of the Company has delegated the assignment within the relevant functionary of the Company, to assess the possible measures and its aftermath, internally or through use of external aid, in order to bring the existing pattern of shareholding in line with the requirements contained in the Regulations;
- ii) Accordingly, the work has now been started with, in order to honour the directions of the Board of Directors as well as the directions contained in the above referred clause of the Regulations;
- iii) The outcome of the exercise is targeted for submission, at the first instance, with the Board of Directors and then after on the basis of directions// approval of Board of Directors, the same will be submitted with Pakistan Stock Exchange.

Save as provided in above, we further submit that:

- iv) The Company was incorporated on July 15, 1982 under the administrative control of Ministry of Production, Government of Pakistan and thereafter was privatized on June 13, 1993. Therefore, some of the shareholders have completed a

2/5

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handsome length of their status as member of the Company. In order to fulfill the requirement of free float as contained in the above referred clause of the Regulations, there is a compelling need for the Company to refer the matter to the shareholders, for converting their physical shares into CDS, who in turn are not bound to follow such a restrictive covenant neither under the corporate regulatory framework nor on the basis of provisions contained in the Articles of Association of the Company;

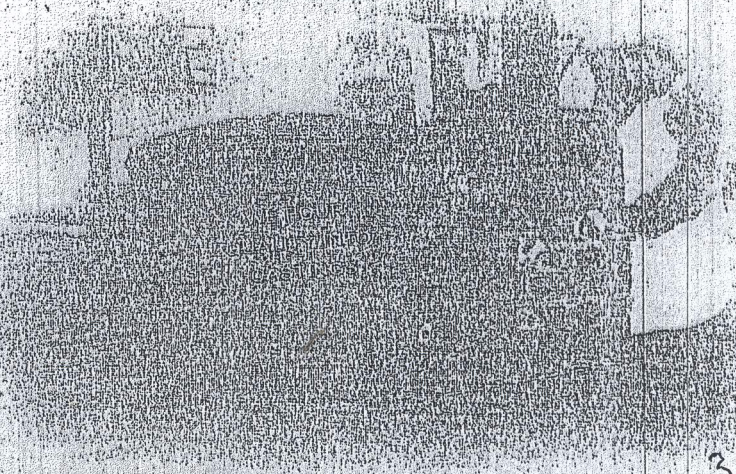
- v) In the absence of shareholders agreement as above, another compelling need can be viewed for the Board of Directors to declare the bonus or right issue. In the scenario where Company is cash rich and further due to suitability of accounting ratios credit lines are also available at economical prices the right issue cannot be a rationalized decision just with the reason to ensure the increase in available float in line with the requirement. Further, the declaration of bonus or right shares for the purpose may be prejudicial for the existing members as increased capital may not necessarily triggered with the same level of earnings and accordingly, existing earning per share will be diluted. Resultantly, the compliance with the law will be at the expense of shareholders wealth of existing members.

We understand that our further submissions as above may deserve for consideration on merit and therefore any point of view and necessary guidance or decision will be highly appreciated. However, in the intervening period, we are committed for the exercise as discussed above in order to meet the minimum Free Float requirement in due course of time.

Thank you.

Yours faithfully,
for BOLAN CASTINGS LIMITED

ARAFAT MUSHIR
Company Secretary



3/5