

December 27, 2019

Hafiz Maqsood Munshi,
Manager, Compliance & Securities Compliance-RAD
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject: JCM 31 of 2019

Ref: PSX/Gen-6117 Dated December 24, 2019

Dear Sir,

We refer to your above letter wherein you have referred to letter No.IM-731/MF/01/19/1817 dated December 19, 2019 written by written by Mohsin Tayebaly & Co (MTC) on behalf of Din Corporation (Pvt.) Limited (DIN) and also posted on your data portal Announcements.

In the first instance we would like to express our concern that the said letter by MTC was posted on your data portal announcements unilaterally without writing to us first and without verifying the facts. The contents of the letters are misleading and factually incorrect.

There is no violation of Clause 5.6.1(a)(xiv) as the winding up petition has not been served on us.

Din Corporation (Pvt.) Ltd. (DIN) is not a creditor of the Company (which can be verified from the accounts of the Company), nor is a shareholder representing 10% of equity, as such Clause 5.11.1 of PSX rules does not attract. The winding up petition has been filed with malafide intentions to defame the Company and without any legal grounds.

Rule 5.11.1 states:

5.11.1. A listed company may be placed in the Defaulters' Segment if:

(m) Winding-up petition is filed by creditor(s) or shareholder(s) in the Court subject to the following conditions:

(i) such creditor or creditors, either severally or jointly, have a claim against the company which is equivalent to at least ten percent of the equity of the company as per the latest accounts available with the Exchange; or

(ii) such shareholder or shareholders, either severally or jointly, own at least ten percent of the company's paid-up capital;

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The letter written by MTC does not give the factual position. Admittedly, in MTC letter the amount claimed is not as a creditor, rather against sale of shares of Crescent Star Foods (Pvt.) Ltd. which also has been assigned. The factual position is, that Crescent Star Insurance Limited (Company) from the advance for issuance of shares given to Dost Steel Limited (DSL), has assigned a sum of Rs.57,768,000 to DIN for the purpose of purchasing the balance equity investment which DIN has in Crescent Star Foods (Pvt.) Ltd a subsidiary of the Company. The assignment has been duly accepted by DIN and DSL. As a result of the assignment DIN will transfer shares of Crescent Star Foods (Pvt.) Ltd. for an equivalent amount to the Company.

We will provide you copy of the petition as and when it is served on us. However we reiterate that the winding up filed is with malafide intentions to defame the Company and without any legal ground. We will defend the petition and the same is likely to be dismissed. We reserve our right to file damages against all concerned for defaming the company as per advice of our legal counsel.

We would once again request you to withdraw the letters put on your data portal.

Yours faithfully,
For Crescent Star Insurance Limited,


Company Secretary