



DKL/PSX/191201

Islamabad, 20<sup>th</sup> December, 2019

Hafiz Maqsood Munshi  
Manager, Companies & Securities Compliance-RAD  
Pakistan Stock Exchange, Limited, Stock Exchange Building,  
Stock Exchange Building, stock exchange road,  
Karachi

**Subject: REPLY OF NON COMPLIANCE OF PSX REGULATION NO. 5.11.1. (I) &(II)**

Dear Sir

1. Reference is made to the PSX letter No. PSX / Gen-6036 dated 18 December, 2019.
2. With respect to stated above, is stated that perusal of plain reading of the law as 5.11.1(i) of PSX rule Book, and the light of PSX letter, we submitting the following reply as under :-
  - (i) That the company has changed its memorandum on May 02, 2019 and opted for consultancy business. During the period of 2018 -2019 company generated revenue from consultancy services amounting to Rs. 1,225,000/- and same has been reported in Annual audited accounts for year ended June 30, 2019. ( Copy of Audited Accounts attached)
  - (ii) That the company filed audited accounts for the year ended June, 30, 2019 with SECP and PSX on October, 04, 2019 the auditor has removed the observation "company has not doing any business". Removal of sentence in audit report has confirmed that company has been doing business of consultancy in report.
  - (iii) As the company is doing business and same is apparent from financials, thus issue of going concern has no weight age. The management of the company is hopeful that auditors will not qualify report in coming years.
3. In the light of the above, you are requested to vacate the impugned notice as the company is fully functional and doing the business.

Regards

  
(Ehmer Iqbal)

**DREKKAR KINGSWAY LIMITED**

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