



To,

The General Manager
Karachi Stock Exchange Limited
Stock Exchange Building, Stock Exchange Road,
Karachi – 74000, Pakistan

C.c:

Securities & Exchange Commission of Pakistan
NICL Building, 63 – Jinnah Avenue, Blue Area, Islamabad.

Dear Sir,

Subject: **DISSEMINATION OF MATERIAL INFORMATION PURSUANT TO THE SECURITIES ACT, 2015, THE RULE BOOK OF THE KARACHI STOCK EXCHANGE LIMITED**

In accordance with the applicable provisions of the Securities Act, 2015 and the Rule Book of the Karachi Stock Exchange Limited we hereby convey the following information:

- The Company issued 12%-non-voting Convertible Cumulative Redeemable Preference Shares ("Preference Shares") to the tune of Rs. 1,100,000,000 divided into 110,000,000 (One hundred and Ten Million) Preference Shares of Rs.10/-. The last date for acceptance of payment of shares in CDC and physical form (that was last date of payment) was 18-12-2015.
- The members subscribed Preference Shares to the tune of Rs. 2,038,400/- divided into 203,840/- (Two Hundred Three Thousand Eight Hundred and Forty Only) Preference Shares of Rs.10/- as on the last date for acceptance of payment of shares in CDC and physical form.
- The Board of Directors of Descon Oxychem Limited ("Company") has approved the offer of associated companies, pursuant to Section 86 (7) of the Companies Ordinance, 1984, to issue renounced Preference Shares of Rs. 1,097,961,600 divided into 109,796,160 /- Preference Shares of Rs.10/- against adjustment of principal outstanding liabilities owned by Company as on 29-12-2015 in the following proportion:

Descon Engineering Limited	Rs. 787,961,600
Presson Descon International (Private) Limited	Rs. 310,000,000
Total amount:	Rs. 1,097,961,600

- The dispatchment of physical shares certificates shall be made by 18-01-2016.

Accordingly, this announcement is being made to inform the Company's stakeholders of the aforesaid material development.

Yours faithfully,

For and on behalf of Descon Oxychem Limited

Abdul Sohail
Company Secretary