



July 24, 2015

The General Manager
Karachi Stock Exchange Limited
Stock Exchange Building, Stock Exchange Road
Karachi.

Subject: **Declaration of Right Shares**

Dear Sir,

This is with reference to our earlier letter dated April 22, 2015 regarding issuance of 110,000,000 (One Hundred and Ten Million) Preference Shares of Rs.10/- (Rupees Ten Only) as rights issue at par value ("Right Shares") under Rule 5 of the Companies Share Capital (Variation in Rights and Privileges) Rules 2000 read with Section 90 and Section 86(1) of the Companies Ordinance 1984, and subject to the conditions specified in the SECP approval letter and underwriting arrangements. Please be informed that this SECP approval was made conditional upon completion of issuance and allotment of Preference Shares by the Company within 120 days of the date of the approval.

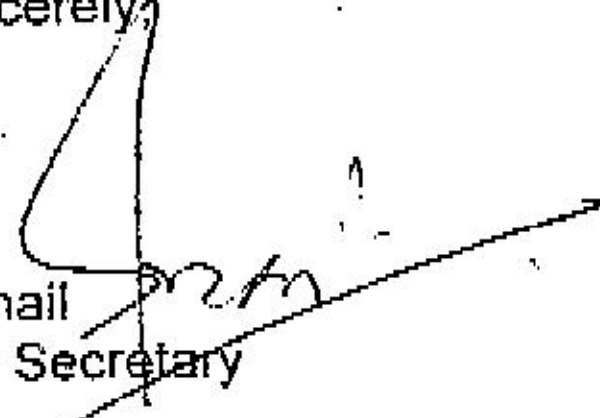
We have to inform you that the Company is mandatorily requires to enter into underwriting arrangements with regards to underwriting of the issue of Preference Shares. On April 2, 2015 the Underwriters Rules, 2015 were issued through SRO 271(I)/2015 whereby underwriter entities (authorized by its constitutive document to act as an underwriter) are required to register with the SECP, which was primarily turn out to be the reason for lapsed of 120 days timeline approved by SECP through office letter # EMD/233/731/2008-1003 dated February 24, 2015.

Consequently, we filed an application request for extension in time for allotment of Preference Shares with SECP on June 18, 2015.

We are pleased to inform you that SECP has accorded approval for extension of time through office letter # EMD/233/731/2008-42 dated July 14, 2015 (copy attached), henceforth, the Company shall complete formalities of issuance and allotment of the preference shares by the extended date of October 22, 2015 duly complying with the requirements of the Companies Ordinance, 1984 and other relevant laws.

You may please inform this information to the TRE Certificate Holders of the Exchange accordingly.

Yours Sincerely,


Abdul Sohail
Company Secretary

Descon Oxychem Limited



ECOFRIENDLY
SOLUTIONS

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