



DSL/PSX/10/2019/

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October 11, 2019

Hafiz Maqsood Munshi
Manager
Companies and Securities Compliance-RAD
Pakistan Stock Exchange Limited
Stock Exchange Building
Karachi

INDEPENDENT AUDITORS' REPORT FOR THE YEAR ENDED 30 JUNE 2019

Dear Sir,

This is with reference to your letter No.GEN-5074 dated October 07, 2019 received on October 09, 2019 on the captioned subject.

In this connection; we would like inform you that the Board has already authorized the management of the Company to explore various options for achieving capacity enhancement including backward integration, market reach and/or performance improvement for its business including but not limited to by way of seeking potential investments, joint venture, strategic alliance / partnership etc. The Company is making all its efforts for potential investment, joint venture strategic alliance / partnership to overcome the working capital crisis being faced by the Company. The Company is hopeful that our efforts will be successful in near future and the Company will be able to resume its operations and will earn profits in coming financial year and it will be able to mitigate all its losses and fulfill all its obligations and pay back all loans and payables in normal course of the business.

The Company is also implementing restructuring of the Company including negotiating with financial institutions for restructuring of financings and to arrange additional funds to meet working capital requirements. As soon as restructuring plan is implemented; the same shall be communicated to the Exchange.

In view of the above; we are hopeful that roadmap for revival of plant would be finalised by November 30, 2019; therefore, you are requested to allow us some reasonable time in the best of all the stakeholders.

Yours truly,
For on behalf of Dost Steels Limited


Tariq Majeed
Company Secretary

Copy to:
The Director (CSD)-SECP
Additional Director (AD-SMD) SECP
Acting Chief Regulatory Officer-PSX
M/s. Rahman Sarfaraz Rahim Iqbal Rafiq