



DOST STEELS LIMITED

May 23, 2016

Mr. Hafiz Masood Munshi (Manager),
Companies & Securities Compliance – RAD,
Pakistan Stock Exchange Limited,
Stock Exchange Building, Stock Exchange Road,
Karachi.

Subject: **Material Information**

Dear Sir,

Please refer to your letter No. PSX/C-1118-4182, dated May 20, 2016. We would like to inform you that intimation regarding date and time of holding the Board Meeting had been informed to the exchange at least one week in advance dated May 6, 2016, by uploading the notice on the website of Exchange via Pucars, and the same had also been forwarded to the Exchange by courier on same date. Copy of uploaded notice and courier slip is enclosed for reference.

As far as the failing to timely disseminate the material information regarding the issuance of Right Shares and Zero Coupon Convertible Term Finance Certificate is concerned. The said matter was discussed in the board meeting and the board had decided to call Extraordinary General Meeting to transact the same business, but there was some lucidity required to CEO from CFO regarding financial projections of the company. After getting said clarification the same was announced on the next day of last announcement of Board Meeting i.e. dated May 17, 2016, in the form of EGM notice along with the statement of u/s. 160 (1) (b) of the Companies Ordinance, 1984.

And as far as noncompliance of Companies (Issue of Capital) Rules 1969 is concerned. We humbly tender our apology for non-circulation of company's financial projections along with EGM notice due to the carelessness of our staff. But, we also like to inform you that complete EGM notice along with financial projections have been transmitted to the shareholders of the company through postal mail and the same is also uploaded on company's website as well.

Here we assured you that the same was occurred inadvertently and there was no malafide intention behind this. We hope that you may take your lenient view in this regard and ignore the same for a new upcoming industry.

Yours truly,
Dost Steels Limited

Zia ur Rahim Khan
Company Secretary