

August 23, 2019

Ref: EIBL/CS/PSX/2019/00809

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

Subject: ESCORTS INVESTMENT BANK LIMITED – RIGHT ISSUE STATUS

Dear Sir,

We are pleased to inform Pakistan Stock Exchange Limited (“PSX”) that the right issue transaction has been completed successfully and shares were credited in the respective CDC accounts of the shareholders by the close of day on August 19, 2019. The physical shares had also been dispatched/collected. Following are the subscription details

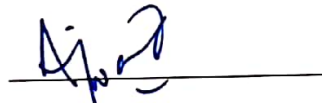
Subscribed by	Number of shares	Amount in Rupees
Directors and Sponsor of the Company	69,776,070	697,760,700
General public	4,328,325	43,283,250
Unsubscribed shares allotted as detailed below		
- Bahria Town (Private) Limited (Parent Company)	15,878,209	158,782,090
- Escorts Capital Limited (Associated Company)	1,517,396	15,173,960
Total	91,500,000	915,000,000

Please also find enclosed herewith the Auditor’s Certificate in this regard.

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

Yours Sincerely,

For and on behalf of Escorts Investment Bank Limited,


Ajwad Ali
Company Secretary



Ref: TAGM20190809-1

The Company Secretary
Escorts Investment Bank Limited
Alfalah Building, 1st Floor,
Sector B, Bahria Town,
Lahore

Dear Sir

ESCORTS INVESTMENT BANK LIMITED

AUDITORS' CERTIFICATE ON RECEIPT OF FULL AMOUNT OF SUBSCRIPTION MONEY IN CASH / OTHER THAN IN CASH AGAINST ISSUE OF RIGHT SHARES

We have been required to provide you with a certificate to confirm the receipt of full amount of subscription money for subscribing right shares of **M/s Escorts Investment Bank Limited** (the company) as required by Pakistan Stock Exchange Limited (PSX) vide its letter PSX/C-883-1453 ('the Letter'), dated April 02, 2019.

Scope of Certificate

The requirement of clause 8 of Annexure-II 'Procedure to be complied with for issue of right shares of the Letter is produced below;

"In case of full subscription, the Company shall confirm the same immediately to the Exchange. The Company will also furnish Auditors' Certificate confirming receipt of full amount of right issue in cash enabling the Exchange to issue NOC in the name of banker to the issue of the Company for release of subscription amount received by them."

We as statutory auditors of the Company are required to issue a certificate to confirm the receipt of full amount of subscription money in cash for subscribing right shares of the Company under clause 8 of Annexure-II 'Procedure to be complied with for issue of right shares' of the Letter.

Management responsibility

It is the management's responsibility to fulfil all requirements of Companies Act, 2017 and ensure compliance with the requirement of PSX as required under the Letter. The management's responsibility also includes to submit form 3, i.e. return of allotment duly certified by the Companies Registration Office within 45 days of the last date of payment/renunciation. This certificate does not relieve the management of its responsibilities.

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Auditors' responsibility

Our responsibility is to certify the compliance with the requirement of PSX as required under clause 8 of Annexure -II 'Procedure to be complied with for issue of right shares of the Letter in accordance with the 'Guidelines for issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms' issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures as mentioned below:

- Reviewed resolution of the Board of Directors to check the approval of issuance of right shares to existing shareholders of the company;
- Verified subscription money of Rs. 697,760,700 received from directors and sponsors of the Company against subscription of 69,776,070 ordinary shares through right issue having face value of Rs. 10 per share of the Company as conversion of subordinated loan and markup thereon and sponsors' loan (previously certified in certificate reference No. TAGM20181113 and TAGM20190530-1 respectively),
- Traced subscription money of Rs. 43,283,250 received from general public against subscription of 4,328,325 ordinary shares through right issue having face value of Rs. 10 per share of the Company in bank statement of United Bank Limited account number 000258056666 and Askari Bank Limited account number 150100584007.
- Reviewed resolution of the Board of Directors to confirm that 17,395,605 unsubscribed right shares having face value of Rs. 10 per share of the Company have been allotted to the following companies;
 - **Bahria Town (Private) Limited (Holding Company)** of Rs. 158,782,090 against subscription of 15,878,209 ordinary shares through right issue having face value of Rs. 10 per share of the Company, and
 - **Escorts Capital Limited (Associated Company)** of Rs. 15,173,960 against subscription of 1,517,396 ordinary shares through right issue having face value of Rs. 10 per share of the Company;at the discretion of the Board in accordance with the Companies Act, 2017 under section 83(1)(a)(iv); and
- Traced amount of Rs. 173,956,050 received against allocation of 17,395,605 unsubscribed right shares having face value of Rs. 10 per share of the Company in bank statement of United Bank Limited account number 000258056666.

Certificate

Based on our procedures mentioned under auditors' responsibility paragraph, we certify that subscription money of Rs. 915,000,000 for subscribing 91,500,000 right shares having face value of Rs. 10 per share has been fully received in-cash / other than in cash by the Company.

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The details of right shares and subscription money received in cash / other than in cash there-against are as follows:

Subscribed by	Number of shares	Amount in Rupees
Directors and Sponsor of the Company (Conversion of Loan)	69,776,070	697,760,700
General public (received in cash)	4,328,325	43,283,250
Unsubscribed shares allotted as detailed below		
- Bahria Town (Private) Limited (Parent Company)	15,878,209	158,782,090
- Escorts Capital Limited (Associated Company)	1,517,396	15,173,960
Total	91,500,000	915,000,000

Restriction on use and distribution

This certificate is being issued in capacity of statutory auditors of the Company on specific request of the management for onward submission with PSX as required under clause 8 of Annexure-II 'Procedure to be complied with for issue of right shares' of the Letter and is not to be used or distributed for any other purpose. This certificate is restricted to the fact stated herein.

Truly Yours


Tariq Abdul Ghani Maqbool & Co.
Chartered Accountants
Shahid Mehmood

Lahore
09 August 2019