



Feroze 1888 Mills Limited

(Formerly Nakshbandi Industries Limited)
Manufacturers & Exporters of Textile Terry Products

UNDER SEALED COVER

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi

October 27, 2011

Re : Material Information

Dear Sir,

In accordance with Clause (xxiii) of the Listing Regulation No. 35 under Code of Corporate Governance, we are pleased to convey the following information:

The Board of Directors of the Company in its meeting hold on October 27, 2011 has decided, in principle, to initiate discussions and to enter into negotiations, with Feroze Textile Industries (Private) Limited ("FTI") for the merger/amalgamation of the whole of FTI with exclusion certain assets/undertakings of FTI.

Yours faithfully
For FEROZE1888 MILLS LIMITED

(Abdul Aleem)
Company Secretary

