



**FARAN SUGAR MILLS LTD.**

Date: November 30, 2024

Ref: CR-2195/11-24

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

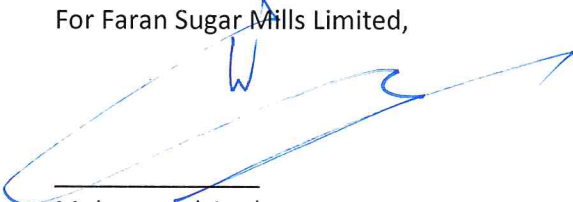
**Subject: Subscription Amount received by the Directors and the Substantial Shareholder  
for Rights Issue - Faran Sugar Mills Limited**

Dear Sir,

We would like to inform you that an amount of PKR 209,522,235/- (Rupees Two Hundred Nine Million Five Hundred Twenty Two Thousand Two Hundred Thirty Five) representing the entitlement of 5,986,351 right shares at an exercise price of PKR 35 per share (41.37% of the total right issue) has been fully subscribed by the Directors and the Substantial Shareholder of Faran Sugar Mills Limited on November 29, 2024 as permitted under the Companies (Further Issue of Shares) Regulations, 2020.

An Auditor's Certificate dated November 30, 2024, from the statutory Auditors, M/s. Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants is attached, confirming the receipt of subscription money for the issuance of right shares.

Thanking You,  
For Faran Sugar Mills Limited,

  
Muhammad Ayub  
Company Secretary

Encl: Auditors Certificate



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43-1-E (B), P.E.C.H.S, Block-6, Off Razi Road, Shahrah-e-Faisal, Karachi-75400.





## FARAN SUGAR MILLS LTD.

**STATEMENT OF RECEIPT OF SUBSCRIPTION AMOUNT BY THE DIRECTORS AND THE SUBSTANTIAL SHAREHOLDER FOR THE RIGHTS ISSUE OF FARAN SUGAR MILLS LIMITED AS PERMITTED UNDER THE COMPANIES (FURTHER ISSUE OF SHARES) REGULATIONS, 2020.**

Sr.	Directors / Substantial Shareholder	Right Share Entitlement	Amount (PKR)
1	Muhammad Omar Bawany	477,480	16,711,800/-
2	Rukhsana Muhammad Omar	1,236,128	43,264,480/-
3	O.R. & Sons	11,555	404,425/-
4	Ahmed Ali Bawany	3,562,046	124,671,610/-
5	Mohammad Altamash Bawany	1,450	50,750/-
6	Hamza Omar Bawany	373,536	13,073,760/-
7	Tasneem Yusuf	1,450	50,750/-
8	Bilal Omar Bawany	319,733	11,190,655/-
9	Ahmed Aziz Ghulamhussain	1,450	50,750/-
10	Irfan Zakaria	1,523	53,305/-
		<b>5,986,351</b>	<b>209,522,285/-</b>

Muhammad Ayub  
Company Secretary





November 30, 2024

The Chief Executive Officer,  
Faran Sugar Mills Limited,  
43-1-E, P.E.C.H.S., Block-6  
Off Razi Road,  
Shahra-e-Faisal  
Karachi.

**AUDITORS' CERTIFICATE ON RECEIPT OF SUBSCRIPTION AMOUNT AGAINST RIGHT SHARES OFFERED  
BY FARAN SUGAR MILLS LIMITED TO ITS DIRECTORS AND SUBSTANTIAL SHAREHOLDER**

Dear Sir,

We have been requested by the management of Faran Sugar Mills Limited (FSM) to certify subscription amount received against subscription of right shares offered by FSM to its directors and substantial shareholder, as required by the Pakistan Stock Exchange Limited (PSX).

**MANAGEMENT RESPONSIBILITY**

Management is responsible for ensuring the receipt of subscription amount in accordance with the applicable regulatory requirements and the agreement.

Management is also responsible to ensure that the right issue of share capital is made in accordance with the requirements of Companies Act 2017, relevant rules and regulations issued there under CDC Regulations as well as requirements of PSX including those mentioned in the referred letter of PSX and that all requirements in this respect are fulfilled.

**AUDITORS RESPONSIBILITY**

Our responsibility is to certify the receipt of the subscription amount against the rights shares based on the procedures mentioned below, and report as per the guidelines for the issue of certificates for special purpose by practicing Chartered Accountant Firms issued by the Institute of Chartered Accountants of Pakistan.

Our verification was limited to the procedures as mentioned below:

1. Obtained and checked certified true copy of Board of Directors resolution dated August 26, 2024, 2024 approving the issue of 14,504,034 ordinary shares of Rs. 10/- each of Faran Sugar Mills Limited as right shares at a price of Rs. 35/- each (including premium of Rs. 25/-). The proportion to the number of shares held by each shareholder is 58% right shares for every 100 ordinary shares held.
2. Examined and verified receipt of subscription amount of Rs. 209,522,285 by November 29, 2024 subscribed by directors and substantial shareholders with the copy of the cheques and cross matching credit in the bank statement of designated bank account of i.e. Meezan Bank Limited (IBAN A/c. PK02MEZN0099510110758685).

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Review of compliance to the requirements of the above Act, Rules and Regulations made there under requirements of PSX, terms of any agreement and verification of credit of shares in CDS accounts is beyond the scope of this engagement and therefore, we do not report thereon.

#### CERTIFICATE

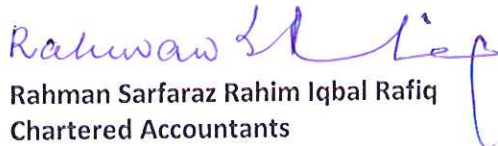
Based on the procedures mentioned above, we certify that subscription amount, as tabulated below, has been received from directors and substantial shareholder in the designated bank account:

S. No.	CDC/ Folio No.	Name of Subscriber	Cheque Number	Date	Amount
1	03277-127922	Muhammad Omar Bawany	10655029	27-11-2027	15,950,235
2	03277-6128	Muhammad Omar Bawany	10655030	27-11-2027	761,565
3	03277-127942	Rukhsana Omar	10681838	27-11-2027	43,264,480
4	22173	O.R. & Sons	10681839	27-11-2027	404,425
5	03277-125913	Ahmed Ali Bawany	10525000	27-11-2027	83,428,450
6	03277-6129	Ahmed Ali Bawany	10524999	27-11-2027	41,105,120
7	03277-6129	Ahmed Ali Bawany	10731736	27-11-2027	138,040
8	06270-011430	Mohammad Altamash Bawany	10742087	27-11-2027	50,750
9	03277-127939	Hamza Omar Bawany	10651519	27-11-2027	13,073,760
10	22861	Tasneem Yusuf	31458941	27-11-2027	50,750
11	03277-62033	Bilal Omar Bawany	10434651	27-11-2027	11,190,655
12	22846	Ahmed Aziz Ghulamhussain	63540210	27-11-2027	50,750
13	22734	Irfan Zakaria	10278753	28-11-2027	53,305
					<b>209,522,285</b>

#### RESTRICTION OF USE AND DISTRIBUTION

The Certificate is being issued by us as statutory auditors of the Company, on the specific request of the management of the Company for onwards submission to the PSX for the purpose of issuance of Right Shares and is not to be used and/or distributed to any other party for any other purpose. This certificate is restricted to the facts stated above.

Yours truly,

  
Rahman Sarfaraz Rahim Iqbal Rafiq  
Chartered Accountants