



GADOON TEXTILE MILLS LIMITED

7-A Muhammad Ali Housing Society, Abdul Aziz Haji Hashim Tabba Street, Karachi-75350, Pakistan.
Tel: (92-21) 35205479-80 Fax: (92-21) 34382436, E-mail: secretary@gadoontextile.com, Web: www.gadoontextile.com



December 5, 2016

Ms. Najia Ubaid

Joint Director (SSED)

Securities Market Division

Surveillance, Supervision and Enforcement Department

Securities and Exchange Commission of Pakistan

NIC Building, Jinnah Avenue, Blue Area,

Islamabad.

PRICE FLUCTUATION IN GADOON TEXTILE MILLS LIMITED (GADT)

Dear Madam

This has reference to your letter No. SMD/SSED/320/2016-4946-48 dated December 2, 2016 received by us on Saturday, December 3, 2016 after office hours, at about 2:40 p.m.

We wish to inform you that the management of Gadoon Textile Mills Limited (GADT) is not aware of any material events or information for which a disclosure was required to be made under the prevailing laws during the time period in question.

As such, it is our view that the trading volumes and price of the shares of GADT during the time period in question are a result of normal market forces and movements. In this regard it may be appreciated that the PSX 100 index has been recognized globally due to its outstanding performance with rise of 2726 points in the month of November, 2016 as PSX index was floated at 39894 as on November 1, 2016 and 42620 at the end of session on November 30, 2016 which shows the general upwards trend of PSX due to overall positive performance of economic condition in Pakistan which has positively impacted shares prices.

Additionally, GADT's results for the first quarter, showing positive sentiment as compared to the result of June, 2016, may encourage the increase in the market value of its shares; furthermore, the favourable announcements from Government of Pakistan (GoP) regarding relief package to the textile sector may be viewed positively by the market in this respect.

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Liaison Office:

Syed's Tower 3rd Floor Opp.
Customs House Jamrud Road, Peshawar
Tel: (92-91) 5701496
Fax: (92-91) 5702029

Gadoon Amazai Factory:

200-201, Gadoon Amazai Industrial Estate,
District Swabi.
Tel: (92-938) 270212, 270213
Fax: (92-938) 270311

Karachi Project:

57 K.M. Super High way,
Near Lucky Cement, Karachi.
Tel: (92-21) 352045479-80
Fax: (92-21) 34382436, 34536229





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It is respectfully submitted that the management of GADT are fully aware of the laws and regulations pertaining to disclosures and would disseminate any material information immediately to the respective regulators. We are being a corporate organization always comply with the best practices of corporate governance and furnish all the details and explanations required by the Honourable Commission.

We hope that above explanation found satisfactory on your concern query.

Thanking you,

For Gadoon Textile Mills Limited


Abdul Sattar Abdullah
Company Secretary

C.C.

The Managing Director
Pakistan Stock Exchange Limited
Pakistan Stock Exchange Building
Stock Exchange Road
Karachi

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Securities and Exchange Commission of Pakistan

Securities Market Division

Surveillance, Supervision and Enforcement Department

"Say No to Corruption"

December 2, 2016

No. SMD/SSED/ 320 /2016-4946-48

The Company Secretary,
Gadoon Textile Mills Limited,
7-A, Muhammad Ali Housing Society,
Abdul Aziz, Haji Hashim Tabba Street,
Karachi.
Fax: 021-34382436

Subject: Price fluctuation in Gadoon Textile Mills Limited (GADT)

1. This is with reference to the trading data of Gadoon Textile Mills Limited (GADT) at the Pakistan Stock Exchange ("PSX").
2. In this regard, while reviewing the data of the company at the Karachi Automated Trading System ("KATS"), it has been observed that price of GADT has experienced volatility during the month of November 2016. Price of GADT opened at Rs. 181.88 on November 1, 2016 and closed at Rs. 269.18 on November 30, 2016.
3. Keeping in view the above and in absence of any announcement from the Company, I am directed to seek clarification for substantial volatility in price of the scrip. You are further required to furnish your comments in term of Section 97 of the Securities Act, 2015 immediately.
4. It may also please be noted that the clarification from GADT about any said speculation/rumors may please be disseminated to the Stock Exchange before opening of next trading session.

Najia Ubaid
Joint Director (SSED)
Securities Market Division

Cc:
The Chief Executive,
7-A, Muhammad Ali Housing Society,
Abdul Aziz, Haji Hashim Tabba Street,
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Fax: 021-34382436

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