



Gatron (Industries) Limited

Registered Office: Room No. 32, 1st Floor, Ahmed Complex, Jinnah Road, Quetta, Balochistan, Pakistan. Telephone: (92-81) 2849396, Fax: 081-2825304

Liaison Office : 11th Floor, G&T Tower, # 18 Beaumont Road, Civil Lines-10, Karachi-75530, Pakistan.
Tel: 35659500-6, Fax: 021-35659516, E-mail: headoffice@gatron.com

BY HAND/PUCAR

October 22, 2018

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

Dear Sir,

Subject: Disclosure of Material Information

Pursuant to requirement of Section 96 and 131 of the Securities Act, 2015 and Clause 5.6.1 of the Rule Book of the Pakistan Stock Exchange Limited, we hereby convey/disclose here-under the material information:

“Keeping in view the opportunity for substitution of significant imports of Polyester Filament Yarn in Pakistan, as well as support by the Government by imposition of Regulatory Duty (RD) on imports, Gatron (Industries) Limited is significantly expanding the manufacturing facilities of its Polyester Filament Yarn. Thereby certain underway projects will be implemented for production in 2018-19 and further additions in Plant & Machinery has just been contracted which will commence production in two phases in the year 2019-2020 and 2020-2021. The letter of credit (LC) for first phase will be opened Insha Allah by November 2018 and second phase Insha Allah by December 2019, with production for each phase commencing by 10 months from the respective LC date.



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The actual production being 36,023 tons at mix deniers in 2016-17 was 41,751 tons in 2017-18 due to better operation ratio on account of RD. However, due to above expansion, (provided operation ratio remains the same), the production level at mix deniers is expected to be in excess of 54,000 tons in 2018-19 and 65,000 tons in 2019-20. If LC for second phase of recently concluded plant & machinery contract is opened in December 2019 as planned, then the production level at mix deniers is expected to be in excess of 75,000 tons in 2020-21. This is a first notable expansion of Filament Yarn capacity & production of the company since the year 2002-03.

Yours sincerely,
For **Gatron (Industries) Limited**

Mohammad Yasin Bilwani
Company Secretary/CFO

Cc: Director/HOD
Surveillance, Supervision and Enforcement Department
Securities and Exchange e Commission of Pakistan
NIC Building, 63 Jinnah Avenue, Blue Area
Islamabad