



Ghani Global Group

GHANI GASES LIMITED

Manufacturers of Industrial & Medical Gases



Ref: GGL/PSX/CORP

May 20, 2016

The General Manager

Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road,
Karachi

Sub: **DISCLOSURE OF MATERIAL INFORMATION**

Dear Sir,

In accordance with the requirement of regulation 5.19.13 and other applicable provisions of the Rule Book of Pakistan Stock Exchange Limited and the applicable provisions of the Securities Act 2015, Ghani Gases Limited (the "Company") conveys the following information:

The Board of Directors of the Company in its meeting held on Friday May 20, 2016 at the registered office of the Company has decided to setup another 110 tons per day ASU plant at its one of the existing facilities at Port Qasim, Karachi by way of an expansion plan. The total estimated cost of the expansion plan is expected to be PKR Rs. 900 million. The proposed project would be commissioned in the month of February 2017, Inshallah. With the proposed expansion, the Company would achieve the milestone to become the largest manufacturer of industrial and medical gases company in Pakistan.

The Board of Directors had further decided that the funds of PKR 1,010 million raised through the issue of 68% right shares at price of PKR 20 per share (which includes a premium of PKR 10 per share) to meet the capital requirement of its subsidiary may partially be used for the proposed expansion plan to the extent of PKR 510 million and balance PKR 500 will be utilized for setting up of a Calcium Carbide manufacturing plant with a cost of PKR 1,000 million by the company's subsidiary, Ghani Chemical Industries (Pvt) Limited. It shall be an import substitute product and the Company has already captured handsome market share (of this product) in the country. In addition to Calcium Carbide, the project will produce CO₂.

It has also been decided to hold Extra Ordinary General Meeting (EOGM) of shareholders of the Company on June 18, 2016 for obtaining consent of the shareholders for utilization of 68% Right Shares proceeds (already received by the company) in expansion plan of the company and set up of Calcium Carbide project by the Company's subsidiary. Share transfer books of the Company will remain closed from Saturday June 11, 2016 to Friday June 17, 2016 (both days inclusive).

You are requested to disseminate the above decisions to the members of TRE certificate holders.

Truly yours
For Ghani Gases Limited

Farzand Ali
Director & Company Secretary

Copy to: The Director Enforcement, SECP, Islamabad

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