



PAKISTAN STOCK EXCHANGE LIMITED
(formerly: Karachi Stock Exchange Limited)

PSX/N-1828

NOTICE

March 22, 2017

Reproduced hereunder letter No. **ICL/2016-17/2526** dated March 17, 2017 received from **ITTEHAD CHEMICALS LIMITED**, alongwith the relevant details/information pertaining to issuance of Rights letters by the Company and the schedule of trading, for information of all concerned.
(Copy of the same is also available on our Website www.psx.com.pk).



ITTEHAD CHEMICALS LIMITED

Ref# ICL/2016-17/2526

Dated: March 17, 2017

Mr. Muhammad Ghufuran
DGM - Operations
Pakistan Stock Exchange Limited
Stock Exchange Road
Karachi

SUBJECT: 18.462% RIGHT SHARES AT PREMIUM OF RS. 15/- (i.e Rs. 25/-) PER SHARE

Dear Sir

With reference to our application for Issuance of Right Shares, we hereby further confirm as under:

We shall abide by the CDC and PSX procedures relating to Right shares and shall deposit the unpaid right in (Book Entry) within the time frame as stipulated under the CDC procedures letter No. OPS/RS/2016-64 dated 19-01-2016 as well as PSX Regulations.

The payment of unpaid Right Letter will be made by Cash or crossed cheque or demand draft or pay order made out to the credit of "ITTEHAD CHEMICALS LIMITED RIGHT SHARES SUBSCRIPTION ACCOUNT 2017" through, all the branch, of NIB Bank Limited and all conventional branches of Bank in Pakistan as per tentative schedule submitted to you.

The shareholders holding shares of the Company in physical form should please note that under the CDC Applicable Right Shares procedure, the physical shareholders can renounce his/her letter of Right (LOR) by routing through his / her own CDC IAS Account/sub-Account to a shareholder who is the IAS account holder, or sub account holder with CDC and no credit of Right Share will be allowed in book entry form against subscription of physical Letter of Right (LOR).

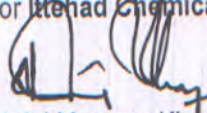
We shall request you to please approve the Letter of intimation, Letter of Right to physical Shareholders Circular under Section 86 and the tentative schedule of right issue and Right Subscription Request which are earlier provided to you.

Should you need any other documents/information, please contact the undersigned.

Thanking you

Yours truly

For **Ittehad Chemicals Limited**


Abdul Mansoor Khan
Company Secretary

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ITTEHAD CHEMICALS LIMITED
SCHEDULE –18.462% Right Issue

(Book Closure from March 18, 2017 to March 28, 2017)

S. #	Activities	Day	Date
1	Date of credit of unpaid Rights into CDC in Book Entry Form	Wednesday	29-03-2017
2	Date of dispatch of physical letters of right (LOR) to physical shareholders	Monday	03-04-2017
3	Intimation to Stock Exchange (s) for dispatch of physical LOR	Tuesday	04-04-2017
4	Date of commencement of trading of unpaid right at PSX	Wednesday	05-04-2017
5	Last date of Splitting and deposit of requests into CDS	Friday	28-04-2017
6	Last date of trading of Right Letter	Wednesday	10-05-2017
7	Last date for acceptance and payment of shares in CDC and physical form – Last payment date	Wednesday	17-05-2017
8	Allotment of shares and credit of book entry of Right shares into CDS	Tuesday	06-06-2017
9	Date of dispatch of physical shares certificate	Friday	16-06-2017



ITTEHAD CHEMICALS LIMITED
RIGHT ENTITLEMENTS INTIMATION LETTER
REGISTERED OFFICE: 39- Empress Road, P.O. Box # 1414, Lahore-54000 Pakistan
Tel Off: +92 42 36306586-88, Fax: +92 42 36365697,

Date: _____

Right Issue # 2

URL: www.ittehadchemicals.com

COMPANY SHARES REGISTRAR: M/s Corplink (Private) Limited
Wings Arcade, I-k Commercial, Model Town, Lahore
Tel: +92 42 35839182, Fax: +92 42 35869037, Email: shares@corplink.com.pk

IMPORTANT: NOTES AND INSTRUCTIONS FOR DEALING WITH THIS LETTER ARE GIVEN ON PAGE-2, WHICH SHOULD BE CAREFULLY READ AND FOLLOWED.

Issue of 12,000,000 Ordinary Shares of Rs. 10/- each to be issued at Rs. 25/- per share (including premium of Rs. 15 per share) payable in full, on acceptance on or before May 17, 2017.

NAME & ADDRESS OF SHAREHOLDER

NAME(S) OF JOINT HOLDER(S), IF ANY

Dear Shareholder,

In accordance with the provisions of Section 86 of the Companies Ordinance, 1984 and the provisions of the Companies (Issue of Capital) Rules 1996 and the decision of the Board of Directors of the Company, we are pleased to inform you that your right offer in the ratio of 18.462 right offer for every 100 Share(s)/ registered in your name as of March 17, 2017, have been credited into your CDS Account. Thus, physical letter of right is not required to be issued to you.

CDS Account #	No. of Shares held	Right Offer credited*

*This right offer is now available for trading & settlements in book entry form from April 05, 2017 To May 10, 2017

The right offer (at the rate of Rupee 25 per share) must be accepted and paid for in full to the extent of such subscription on or before May 17, 2017. For the purpose of exercising the right offer, you will have to request the CDC participant / Investor Account Services (IAS) department (on behalf of IAS account holders) to initiate Right Subscription Request transaction into CDS on your behalf. Upon execution of right subscription request, CDC participant / IAS department will provide two copies of Right Subscription Request printouts to you to make the payment with authorized banker(s) to the right issue as mentioned in the right subscription request printout.

If any right offer is not taken up by the CDS account holder, then these right offers shall be deemed to have declined by you and will be treated as cancelled. In that event these will be offered to and taken up as decided by the Board of Directors of the Company as per requirement of section 86 (7) of the Companies Ordinance 1984.

The fractional right entitlements will be consolidated and disposed of on the Stock Exchange (s) and proceeds of such sale will be distributed in due course by the company in the manner prescribed under the provisions of the applicable laws and its articles of association.

The Right shares are being offered at Rupees 25 per share which includes premium Rs. 15 per share. The Company's breakup value per share is Rs. 43.25 and Company's share Market price at PSX (during last six months) is above Rs. 40 (i.e. Right price is almost 40% less of current Market Price). The Company is persistently paying dividend. Further the future projections given in Circular also depict further growth of the Company. This justifies the premium being charged for Right shares.

Please note that once the Right Subscription Request has been initiated by CDC Participant / IAS Department into CDS, right offer to the extent included in such request will be blocked and therefore cannot be traded further.

Please also note that ordinary shares against paid Right Subscription Request will be credited into your respective CDS account within 14 business days from the last payment date.

Circular under section 86(3) of the Companies Ordinance 1984, along with trading and payment details are enclosed.

Yours faithfully
Sd/-

Abdul Mansoor Khan
Company Secretary

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ITTEHAD CHEMICALS LIMITED
PAYMENT OF RIGHT OFFER BY CDS ACCOUNT HOLDERS

Details of Trading, Subscription and Credit of right securities for CDS Account holders:

Activities	Date
Date of commencement of trading of unpaid right at Stock Exchange(s)	05-04-2017
Last date of trading of unpaid right	10-05-2017
Subscription of right offer start date	04-04-2017
Last date of subscription of right offer	17-05-2017
Date of credit of right shares into CDS	06-06-2017

PAYMENT PROCEDURES:

1) **BANKER(S) TO THE RIGHT ISSUE:**

NIB Bank Limited

2) **EXERCISING THE RIGHT OFFER IN CDS:**

- a) For subscription of right offer, CDS account holder will request in writing to his CDC participant / IAS Dept to initiate Right Subscription Request into CDS on his behalf and CDC participant / IAS department will provide him two copies of Right Subscription Request printouts enabling him to make the payment with authorized banker(s) to the right issue.
- b) Right Subscription Request can be initiated for full or partial right offer.

3) **PAYMENT:**

- a) Payment as indicated on **Right Subscription Request** should be made by cash or crossed cheque or demand draft or pay order made out to the credit of **"Ittehad Chemicals Limited Right shares Subscription Account 2017"** through any of the authorized branches of above mentioned bank(s) on or before 17/05/2017 along with **Right Subscription Request** duly filled in and signed by the subscriber(s).
- b) In case of Non-Resident Pakistani / Foreign shareholder, the demand draft of equivalent amount in Pak Rupees should be sent to the Company Secretary, Ittehad Chemicals Limited at the registered office of the company along with Right Subscription Request (both copies) duly filled and signed by the subscriber(s) with certified copy of NICOP / Passport well before the last date of payment.
- c) All cheques and drafts must be drawn on a bank situated in the same city where Right Subscription Request is deposited. Cheque is subject to realization.
- d) The Bank will not accept Right Subscription Request delivered by post which may reach after the closure of business on 17/05/2017, unless evidence is available that these have been posted before the last date of payment.

4) **ACCEPTANCE OF PAYEMENT THROUGH RIGHT SUBSCRIPTION REQUEST:**

- a) Payment of the amount indicated on Right Subscription Request to the Company's Banker(s) to the issue on or before 17/05/2017 shall be treated as acceptance of the Right offer.
- b) Two copies of Right Subscription Requests should be handed over to the Company's Banker(s) to the issue intact. Client's copy of Right Subscription Request will be returned to the subscriber whilst Issuer's copy will be retained by the Banker for onward transmission to the Company. The Client's copy must be preserved and retained safely by the subscriber.

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ITTEHAD CHEMICALS LIMITED

REGISTERED OFFICE: 39- Empress Road, P.O. Box # 1414, Lahore-54000 Pakistan
 Tel Off : +92 42 36306586-88, Fax: +92 42 36365697,
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 Wings Arcade, 1-k Commercial, Model Town, Lahore
 Tel: +92 42 35839182, Fax: +92 42 35869037, Email: shares@corplink.com.pk

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RIGHT SUBSCRIPTION REQUEST

Issue of 12,000,000 ordinary securities of Rs. 10 each to be issued at Rs. 25 (Including premium of Rs. 15) per share payable in full on acceptance on or before 17/05/2017

NAME, FATHER'S / HUSBAND'S NAME & CNIC NO. OF SHAREHOLDER				ADDRESS OF SHAREHOLDER			
CDC Participant / CDC Investor Accounts Services ID.		Sub-A/c. / House A/c. No. / CDC Investor A/c. No.		Right Subscription Request No.		Right securities to be subscribed	
						Number	Amount – (Rupees)
Participant Name							

The Directors,
 Ittehad Chemicals Limited
 Lahore

Dear Sir(s),

Having paid to your Bankers, the amount payable as indicated above it is requested that the said securities may please be credited in my / our above mentioned CDS Account. I/we hereby agree to hold these securities to the terms of the Right Issue and the Memorandum and Articles of Association of the Company. I/we are nationals of Pakistan/*.....

****SIGNATURE(S) of CDS Account Holder(s)**

NOTE: CDS Account Holder(s) must provide attested copy of his /her CNIC / NICOP. Please note that the signature of the CDS Account Holder(s) / Sub-account holder(s) / IAS Account holder(s) on this form must tally with the signature on his/her CNIC / NICOP. In case of corporate entity, the Board of Director's resolution/ power of attorney with specimen signature(s) shall be submitted.

*In case of any nationality other than Pakistan, please delete the word Pakistan and specify the nationality.

**In case of joint accountholders, signature of authorized signatory (ies) should sign this request.

INSTRUCTION:

1. BANKER(S) TO THE RIGHT ISSUE:

- 1) NIB Bank Limited

2. PAYMENT:

- a) Payment as indicated above should be made by cash or crossed cheque or demand draft or pay order made out to the credit of "Ittehad Chemicals Limited Right Shares Subscription Account 2017" through any of the authorized branches of above mentioned bank(s) on or before 17/05/2017 along with this Right Subscription Request duly filled in and signed by the Subscriber(s). **In case of Non-Resident Pakistani / Foreign shareholder**, the demand draft of equivalent amount in Pak Rupees should be sent to the Company Secretary, (Ittehad Chemicals Limited) at the registered office of the company along with Right Subscription Request (both copies) duly filed and signed by the subscriber(s) with certified copy of NICOP / Passport well before the last date of payment.
- b) All cheques and drafts must be drawn on a bank situated in the same city where Right Subscription Request is deposited. Cheque is subject to realization.
- c) The Bank will not accept Right Subscription Request delivered by post which may reach after the closure of business on 17/05/2017, unless evidence is available that these have been posted before the last date of payment.

3. ACCEPTANCE OF PAYEMENT THROUGH RIGHT SUBSCRIPTION REQUEST :

- a. Payment of the amount indicated above to the Company's Banker(s) to the issue on or before 17/05/2017 shall be treated as acceptance of the Right offer.
- b. Two copies of Right Subscription Requests should be handed over to the Company's Banker(s) to the issue intact. Client's copy of Right Subscription Request will be returned to subscriber whilst Issuer's copy will be retained by the Banker for onward transmission to the Company. The Client's copy must be preserved and retained safely by the subscriber.

4. CREDIT OF RIGHT SECURITIES INTO CDS ACCOUNTS :

- a) After payment has been received by the Company's banker(s), the Right Securities will be credited into respective CDS Accounts within 14 business days from the last payment date, through which Right Subscription Request was initiated. Paid Right Subscription Request will not be traded or transferred.

Banker's to the Issue confirmation to the Company on receipt of Subscription Amount

We confirm having received the subscription amount of Rs. _____ for _____ share(s)/ certificates from the CDS A/c Holder(s)/ Sub A/c holder(s)/ IAS A/c holder(s).

Bank: _____ Branch: _____ Date: _____

Authorized Signature &
Stamp of Receiving Bank

<ISSUER'S COPY>

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Issue of 12,000,000 ordinary securities of Rs. 10 each to be issued at Rs. 25 (Including premium of Rs. 15) per share payable in full on acceptance on or before 17/05/2017

NAME, FATHER's / HUSBAND's NAME & CNIC NO. OF SHAREHOLDER	ADDRESS OF SHAREHOLDER
--	-------------------------------

CDC Participant / CDC Investor Accounts Services ID.	Sub A/c. / House A/c. No. / CDC Investor A/c. No.	Right Subscription Request No.	Right securities to be subscribed	
			Number	Amount – (Rupees)
Participant Name				

The Directors,
 Ittehad Chemicals Limited
 Lahore

Dear Sir(s),

Having paid to your Bankers, the amount payable as indicated above it is requested that the said securities may please be credited in my/ our above mentioned CDS Account. I/we hereby agree to hold these securities to the terms of the right Issue and the Memorandum and Articles of Association of the Company. I/we are nationals of Pakistan/*.....

****Signature (s) of CDS A/c holder(s)**

NOTE: CDS Account Holder(s) must provide attested copy of his /her CNIC / NICOP Please note that the signature of the CDS Account Holder(s) / Sub-account holder(s) / IAS Account holder(s) on this form must tally with the signature on his/her CNIC /NICOP. In case of corporate entity, the Board of Director's resolution/ power of attorney with specimen signature(s) shall be submitted.
 *In case of any nationality other than Pakistan, please delete the word Pakistan and specify the nationality.
 **In case of joint accountholders, signature of authorized signatory (ies) should sign this request.

INSTRUCTION:

- BANKER(S) TO THE RIGHT ISSUE::**
 - NIB Bank Limited,
- PAYMENT:**
 - Payment as indicated above should be made by cash or crossed cheque or demand draft or pay order made out to the credit of "Ittehad Chemicals Limited - Right Shares Subscription Account 2017" through any of the authorized branches of above mentioned bank(s) on or before 17/05/2017 along with this Right Subscription Request duly filled in and signed by the subscriber(s). **In case of Non-Resident Pakistani / Foreign shareholder**, the demand draft of equivalent amount in Pak Rupees should be sent to the Company Secretary, Ittehad Chemicals Limited at the registered office of the company along with Right Subscription Request (both copies) duly filed and signed by the subscriber(s) with certified copy of NICOP / Passport well before the last date of payment.
 - All cheques and drafts must be drawn on a bank situated in the same city where Right Subscription Request is deposited. Cheque is subject to realization.
 - The Bank will not accept Right Subscription Request delivered by post which may reach after the closure of business on 17/05/2017, unless evidence is available that these have been posted before the last date of payment.
- ACCEPTANCE OF PAYMENT THROUGH RIGHT SUBSCRIPTION REQUEST :**
 - Payment of the amount indicated above to the Company's Banker(s) to the issue on or before 17/05/2017 shall be treated as acceptance of the Right offer.
 - Two copies of Right Subscription Requests should be handed over to the Company's Banker(s) to the issue intact. Client's copy of Right Subscription Request will be returned to subscriber whilst Issuer's copy will be retained by the Banker for onward transmission to the Company. The Client's copy must be preserved and retained safely by the subscriber.
- CREDIT OF RIGHT SECURITIES INTO CDS ACCOUNTS**
 - After payment has been received by the Company's banker(s), the Right Securities will be credited into respective CDS Accounts within 14 business days from the last payment date, through which Right Subscription Request was initiated. Paid Right Subscription Request will not be traded or transferred.

ON ACCEPTANCE

By Cash/ Cheque/ Pay order/ Bank Draft No. _____ dated _____ Drawn on _____
 for the sum of Rs. _____ (Rupees _____) in respect of
 _____ Ordinary /Preference shares of Rs. _____ each of this Right Issue at the issue price of Rs. _____ per share.
 Bank: _____ Branch: _____ Date: _____
 Authorized Signature &
 Stamp of Receiving Bank

<CLIENT'S COPY>

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Before Right Issue

Without Surplus		
i)	Long term financing	685,272,545.00
	Long term diminishing musharaka	258,173,734.00
	Short term borrowing	1,201,650,923.00
	Current portion of long term financing	423,080,804.00
	Total Loan	2,568,178,006.00
	Total Equity	2,016,531,000.00
	Total funds invested	4,584,709,006.00
	Gearing	56%
With Surplus		
ii)	Long term financing	685,272,545.00
	Long term diminishing musharaka	258,173,734.00
	Short term borrowing	1,201,650,923.00
	Current portion of long term financing	423,080,804.00
	Total Loan	2,568,178,006.00
	Total Equity	2,016,531,000.00
	Surplus	794,847,992.00
	Total Funds Invested	5,379,556,998.00
	Gearing	48%

After right issue

Without Surplus		
i)	Long term financing	685,272,545.00
	Long term diminishing musharaka	258,173,734.00
	Short term borrowing	1,201,650,923.00
	Current portion of long term financing	423,080,804.00
	Total Loan	2,568,178,006.00
	Total Equity	2,016,531,000.00
	Right issue	300,000,000.00
	Total funds invested	4,884,709,006.00
	Gearing	53%
With Surplus		
ii)	Long term financing	685,272,545.00
	Long term diminishing musharaka	258,173,734.00
	Short term borrowing	1,201,650,923.00
	Current portion of long term financing	423,080,804.00
	Total Loan	2,568,178,006.00
	Total Equity	2,016,531,000.00
	Surplus	794,847,992.00
	Right issue	300,000,000.00
	Total funds invested	5,679,556,998.00
	Gearing	45%



Before Right Issue

Net Assets without Surplus		
i)	Net Assets	2,016,531,000.00
	Shares before Right Issue	65,000,000.00
	Net asset per share	Rs. 31.02
Net Assets with Surplus		
ii)	Net Assets	2,016,531,000.00
	Surplus	794,847,992.00
		2,811,378,992.00
	Shares before Right Issue	65,000,000.00
	Net asset per share	Rs. 43.25

After Right Issue

Net Assets without Surplus		
i)	Net Assets	2,316,531,000.00
	Shares after Right Issue	77,000,000.00
	Net asset per share	Rs. 30.08
Net Assets with Surplus		
ii)	Net Assets	2,316,531,000.00
	Surplus	794,847,992.00
		3,111,378,992.00
	Shares after Right Issue	77,000,000.00
	Net asset per share	Rs. 40.41

