



ISHAQ TEXTILE MILLS LIMITED

1088-2 JAIL ROAD, FAISALABAD (PAKISTAN) PH: 041-2634902, 2644190
FAX No. 041-2619558, 2624877 - TELEX #. 43295 IDEAL PK



REVISED ADDENDUM TO NOTICE OF EXTRA ORDINARY GENERAL MEETING

Following further information's regarding material facts pertaining to the Statement under section 160(1) (B) of the Companies Ordinance, 1984 is being submitted to shareholders for consideration of special business to be transacted at the Extra Ordinary General Meeting of the Company to be held on June 06, 2009.

i. Detail description of assets to be disposed is as under:

DESCRIPTION OF ASSETS	COST AS ON 31-03-2009	W.D.V AS ON 31-03-2009
Free hold land	1,571,565	1,571,565
Building	76,476,268	28,017,282
Other	8,542,661	1,349,641
Plant & Machinery	736,169,279	333,936,339
Electric Installation	11,137,818	5,583,920
Factory Equipment	948,510	224,504
Generators	61,211,268	32,089,405
Furniture & Fixture	1,381,862	472,575
Office Equipments	2,872,837	1,459,101
Vehicles	12,634,586	7,283,279
Total	912,946,654	411,987,611

Location of land is 35 K.M, Faisalabad Sheikhpura Road, Tehsil Jaranwala, District Faisalabad and area of land is 5 Acre. Estimated value of land in surrounding area is Rs. 2 Million per Acre. Under current market scenario it is too difficult to determine approximate market value of other assets, which would be determined by independent professional valuator. However management foresees that approximate value of assets to be sold seems to be higher than the book value.

ii. Proposed manner of the disposal of assets

Market value of the all assets shall be assessed by independent professional valuator and proposed disposal of assets sale shall be through open bid in newspaper.

iii. Reasons of the sale or disposal of the assets

- Demand of grey fabric is decreasing rapidly and under current market scenario, it is anticipated that in coming years, survival of weaving units with no processing and stitching facilities would be very difficult and company may suffer huge losses in coming years.
- Leverage of the ITML weaving unit is very high. Unit's long term and short term borrowings are more than Rs. 1 billion and grey fabric export is not entitled for export refinance having low rate of mark up. Due to higher financial charges, cost per pick is higher than the prevailing per pick conversion charges of the grey fabric qualities in the market. In case export of fabric decreases further in future and grey fabric is sold in local market then company may suffer losses to the extent of approximately Rs. 80 million per year and payment of installments of long term loans would not be possible and ultimately company may default in payments of its long term liabilities.