



KHALID SIRAJ TEXTILE MILLS LIMITED

135-UPPER MALL, LAHORE

Tel: +92-42-35761706, Fax: +92-42-35761708

Email: kslml@barkatex.com Website: www.kstml.com

May 15 2019

The Manager-RAD
Pakistan Stock Exchange Limited
Stock Exchange Building, Stock Exchange Road
Karachi

Re: Notice No. PSX/N-568 Dated May.06 2019

Dear Sir

Reference to your above stated letter, received on May 10 2019 regarding a query of noncompliance of clauses 5.11.1(b)& i of PSX Regulations, on receipt of your first letter we had a meeting with SECP officials and discussed about our future plan for resumption of our business/commercial activities.

We submit the same in response of your said letter, as under:

- A- We have been among the busiest spinning units of Pakistan but the prevailing bad patch which began almost a decade ago in Textile Industry has affected Spinning sector severely. Majority units have closed and sold their assets, leaving all stakeholders at a loss. As management of the unit we have rather serious concerns over the suspension of business/commercial activities of our Unit.
Ever since the Unit is closed, not a single NUT /Bolt of our Plant & Machinery has been removed, this shows our seriousness towards the re start of our Unit. Even though not a single penny is generated from it, we are spending substantial amounts on security staff and other human resource required for the maintenance of documents /forms and statements as required by SECP & FBR.
- B- We are quite optimistic and strongly believe in GOING –CONCERN principle of a business enterprise, but to restart this unit we cannot take the decision at our will without foreseeing the market forces and trends. Its Export oriented Company and we need a clear road map and policies from the Government.
- C- Since quiet some time APTMA(ALL PAKISTAN TEXTILE MILLS ASSOCIATION) has been in discussions with the government in order to formulate a policy for revival. Recently we have received a letter from APTMA (copy attached herewith), on the subject matter of REVIVAL OF SICK UNITS-whereby they have asked us to provide information /facts and figures of our sick units to compile a comprehensive report, for concrete negotiation with Government so as to formulate a clear TEXTILE POLICY for the REVIVAL of TEXTILE INDUSTRY, it's a an encouraging move at the end of APTMA, that most probably in the light of the efforts made by APTMA an era of revival shall begin.



KHALID SIRAJ TEXTILE MILLS LIMITED


135-UPPER MALL, LAHORE

Tel: +92-42-35761706, Fax: +92-42-35761708

Email: kstml@barkatex.com Website: www.kstml.com

We have high hopes from the government and positively looking forward to steps that can ensure revival and sustainability for the Textile sector. As soon as the government announces these policies we shall try our level to resume all operations.

Regards


Mian Tayyab Iqbal
Chief Executive



APTMA/PO/Circulars/0329

April 17, 2019

The Chief Executive(s)
All Concerned Member Mills

Subject: Revival of Sick Units

Dear Sir(s),

APTMA committee on revival of sick units finalized its proposals and presented to the advisor on industries and commerce for appropriate decision.

Furthermore, recommendations are also being finalized to be incorporated in the long-term textile policy being finalized by the chairman taskforce on textile policy.

In order to represent this matter before decision makers, it is advised that all concerned mills to submit their proposals (to be kept confidential) to APTMA so that proposals be evaluated by the consultants (to be hired) for the guidance of the concerned members.

All concerned are advised to send their proposals incorporating the following:

- 1 • Brief introduction of the company
- 2 • Location of the manufacturing facility
- 3 • Production capacity – make and model
- 4 • Power sources
- 5 • Turnover of the company
- 6 • Debts vs asset valuation
- 7 • Business plan – restructuring, exit policy, Merger & Acquisition (M&A)
- 8 • Fresh funding requirement / Liquidity
- 9 • Refund of outstanding (sales tax, DLT, etc)
- 10 • Taxation / fiscal benefits
- 11 • Power / energy outstanding repayment plan and energization
- 12 • Working capital and BMR requirement

The proposal should reach APTMA at email addresses mis.pz@aptma.org.pk, info.pz@aptma.org.pk latest by 30th April 2019.

Regards,

Yours truly

SYED ALI AHSAN
Chairman

CC: All members of the Committee on Revival of Sick Units