



# KHALID SIRAJ TEXTILE MILLS LIMITED

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Ref: 2019/07/002

July 15, 2019

**Mr. Hafiz MaqsoodMunshi**

Manager,  
Companies & Securities Compliance-RAD,  
The Pakistan Stock Exchange,  
Stock Exchange Building,  
Stock Exchange Road,  
Karachi.



Subject: Non-compliance of Clause 5.11.1. (b)(i) & (l) of PSX Regulations

Dear Sir,

Reference to your letter no. Gen-2274 dated May, 21, 2019 and Gen-3041 dated July 10, 2019 on the subject matter. In response to such letter, we have already submitted a brief explanation about the resumption of our business.

As APTMA has started pursuing 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 of sick units will begin and we will be one of such Units as well.

Recently, The Finance Bill 2019 sets to levy 17% sales tax on textile industry, that will enhance further severe liquidity crunch, as hundreds of billions of rupees are already stuck up with the government. The Textile market is highly depressed under Current government policies and uncertain political climate, refrained the Sponsors to invest in company's proposed BMR plans.

The management of the Company is putting its best professional efforts for turnaround of the project and get it operational in few months. The sponsors and the management have faith and belief in the textile business.

We hope that above mentioned explanations/clarifications will suffice your requirement and allow more time for compliance of Clause 5.11.1 of PSX Regulations.

Thanking You

Mian Tayyab Iqbal

**Chief Executive**

19/7/19