

Manufacturers of Multi Layer Co-extruded Packaging Films



MFL/ZA/09-10
July 7, 2010

Mr. Haroon Askari
The General Manager-Operation
Karachi Stock Exchange (Guarantee) Ltd
Stock Exchange Building
Stock Exchange Road
KARACHI.

Show Cause Notice under Listing Regulation No. 30(2)

Dear Sir,

We refer to your letter No KSE/Gen-4414 dated June 22,2010 received by us on June 24, 2010 on the captioned subject and would like to submit as under:

Fire due to Short Circuit:

In October 2007 due to hazardous fire manufacturing facilities were completely destroyed the incident was immediately communicated to all the regulatory bodies including Stock exchanges the above letter is also reproduced as under for your kind perusal:

“In accordance with the requirement of Clause (xxiii) of the Listing Regulation No. 37 under Code of Corporate Governance, we are compelled to convey the following information:

A tragic disaster of fire broke out at our factory premises situated at Plot No. EZ/1/P-10, Eastern Industrial Zone, Port Qasim Area, on October 30, 2007 at about 2:00 AM. The cause of the fire is yet unknown and is under investigation. By the grace of Allah, there was no human casualty or injury and the main plant is unharmed. Anyhow, the fire severely damaged our building and destroyed our stocks finished goods, one production department (CPP) and some auxiliary machinery. The calamity is so severe that our production has come to a halt and the company is taking prompt measures to restore production as soon as possible.”

The company has however rebuild the damaged building from its own resources and Imported some plant and machinery to resume the production.