



M O H A M M A D F A R O O Q
T E X T I L E M I L L S L T D

June 20, 2011

Mr. Muhammad Ghufan,
DGM Companies Affairs
The Karachi Stock Exchange (Guarantee) Limited
I.I. Chundrigar Road
Karachi

Dear Sir,

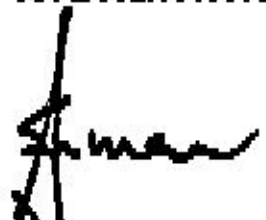
**Subj: Placement of your Company on the Non-Compliant Segment of
the Exchange on account of Default of the Listing Regulation**

This refers to your letter No. KSE/Gen-3584 on the above subject.

We would like to inform you that due to closure of production facilities and termination of most of the employees with effect from the end of October 2010 owing to acute shortage of working capital and mounting losses in the absence of implementation of the financial restructuring agreements reached with the Banks in May 2010, it has not been possible for the company to declare any dividend/bonus to its shareholders.

In view of the foregoing facts we hope you will please understand the position and shall defer any action which may harm the interest of the Company and its Shareholders.

Yours sincerely,
For Mohammad Farooq Textile Mills Limited


Sabina Sumar
Chief Executive