

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-419

NOTICE

January 28, 2011

Reproduced hereunder letter received from **CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED**, for information of members of the Exchange.
(Copy of the same is also available on our Website www.kse.com.pk).

MUKHTAR TEXTILE MILLS LIMITED

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office
CDC House, 99-B, Block 'B'
S.M.C.H.S. Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326061
URL: www.cdcpakistan.com
Email: info@cdcpak.com

NOTICE

To: - The Chief Executive Officer, Mukhtar Textile Mills Limited

CC: - Director (SROD), Securities and Exchange Commission of Pakistan
- Acting Managing Director, The Karachi Stock Exchange (Guarantee) Limited
- Managing Director, Lahore Stock Exchange (Guarantee) Limited
- Managing Director, Islamabad Stock Exchange (Guarantee) Limited
- The Chief Executive Officer, National Clearing Company of Pakistan Limited
- CDS Elements - Account Holders/ Participants/ Eligible Pledges

From: Asif Ahmed Diwan
Chief Operating Officer

Date: January 27, 2011

Subject: **NOTICE OF SUSPENSION OF CDS ELIGIBILITY OF ORDINARY SHARES OF MUKHTAR TEXTILE MILLS LIMITED UNDER THE CDC REGULATIONS.**

By our notice dated January 18, 2011 issued to Mukhtar Textile Mills Limited (hereinafter referred to as the "Issuer") under Regulation 5.3.2 of the Central Depository Company of Pakistan Limited Regulations ("the CDC Regulations"), we showed our intention to suspend the Central Depository System Eligibility ("CDS Eligibility") of ordinary shares (Security Symbol: MUKT) (hereinafter referred to as the "said Securities") of Issuer with effect from January 27, 2011, if the Issuer fails to comply with Regulation 13.7.1 of the Regulations within seven (7) Business Days from the date of such notice by submitting duly authenticated R/TA Reconciliation Report from their external auditors for the period ended June 30, 2010, along with payment of fine of Rs. 10,000/-, failing which CDS Eligibility of the said Securities of the Issuer will be suspended.

It is now notified that CDC has decided to suspend the CDS Eligibility of the said Securities of the Issuer with effect from Friday, January 28, 2011 on account of failure of the Issuer to comply with Regulation 13.7.1 of the CDC Regulations and non-payment of fine of Rs. 10,000/-. This suspension shall remain in force till further notice. During the suspension period no new deposit requests will be accepted in the CDS.

It is to be noted that as per the CDC Regulations, if a suspension of the CDS Eligibility of any Securities of an Issuer continues for 60 Business Days, CDS Eligibility of such Securities may be revoked with effect from End of Day on the last day of the suspension.

Consequent upon revocation of CDS Eligibility of an Issuer, all the Securities of such Issuer held in the accounts and sub-accounts in the CDS represented by Book-entry Securities will be cancelled including Securities held under pledged position.

Further, as required under Regulation 5.3.2, a copy of this notice is being sent to the Stock Exchanges on which the Securities of the Issuer are listed.

Regards,

Asif Ahmed Diwan

Note: As required under Regulation 5.3.4A of the CDC Regulations, Participants are required to notify contents of this notice to their Sub-Account Holders holding securities of the Issuer within 2 Business Days of receipt of this notice.

