

NISHAT MILLS LIMITED



SECY/STOCKEXC/

July 14, 2015

1. The General Manager
Karachi Stock Exchange Ltd
Stock Exchange Building
Stock Exchange Road, Karachi.
Fax No. (021) 111 573 329
2. The Secretary,
Lahore Stock Exchange Ltd.
19-Khyaban-e-Aiwan-e-Iqbal,
LAHORE.
Fax No. (042) 36368485
3. The Secretary,
Islamabad Stock Exchange Ltd.
55-B ISE Towers,
Jinnah Avenue, ISLAMABAD.
Fax No. (051) 111 473 329
4. The Executive Director
Monitoring & Enforcement Division
Securities & Exchange Commission of Pakistan
8th Floor, NIC Building, Jinnah Avenue,
Blue Area, ISLAMABAD.
Fax No. (051) 9218592, 9204915

SUB: MATERIAL INFORMATION

Dear Sir,

In connection with the Listing Regulation and Code of Corporate Governance, we are pleased to convey the following information:

That the Board of Directors of Nishat Mills Limited ("the Company") in their meeting held on July 14, 2015 has approved the followings:-

1. To Establish a new private limited, wholly owned subsidiary, company of Nishat Mills Limited with an authorized capital of Rs.10 million divided into 1 million ordinary shares of Rs. 10 each under the proposed name and style of Nishat Commodities (Private) Limited.
2. To invest an amount not exceeding Rs. 7 million (Rupees Seven Million) by way of an equity investment as and when required and up to Rs. 2 billion (Rupees Two Billion) in the form of loan and advances in the proposed Nishat Commodities (Private) Limited in the normal course of business as and when required by Nishat Commodities (Private) Limited in accordance with the provisions of the Companies Ordinance, 1984, and subject to the compliance with all statutory and legal requirements.

Contd.P/2

NISHAT MILLS LIMITED



(2)

3. To issue bank guarantees up to Rs. 1 billion from the Banks and Financial Institutions of Nishat Mills Limited to the lenders of Nishat Commodities (Private) Limited and to issue corporate guarantees up to Rs. 1 billion to the lenders of Nishat Commodities (Private) Limited.

Disclosure form in terms of Section 15-D of the Securities and Exchange Ordinance, 1969, is attached for information and circulation amongst the TRE Certificate Holders of the Exchange.

Thanking you,

Yours truly,



KHALID MAHMOOD CHOHAN
(COMPANY SECRETARY)

NISHAT MILLS LIMITED



DISCLOSURE FORM

INTERMS OF SECTION 15D OF THE SECURITIES AND EXCHANGE ORDINANCE, 1969

Name of the Company : Nishat Mills Limited

Date of Report (Date of earliest event reported if applicable) : N/A

Address of Registered Office : Nishat House, 53-A, Lawrence Road, Lahore.

Contact Information : Company Secretary, Nishat House, 53-A, Lawrence Road, Lahore.

Disclosure of inside information by listed company in terms of Section 15D(1).

That the Board of Directors of Nishat Mills Limited ("the Company") in their meeting held on July 14, 2015 has approved the followings:-

1. To Establish a new private limited, wholly owned subsidiary, company of Nishat Mills Limited with an authorized capital of Rs.10 million divided into 1 million ordinary shares of Rs. 10 each under the proposed name and style of Nishat Commodities (Private) Limited.
2. To invest an amount not exceeding Rs. 7 million (Rupees Seven Million) by way of an equity investment as and when required and up to Rs. 2 billion (Rupees Two Billion) in the form of loan and advances in the proposed Nishat Commodities (Private) Limited in the normal course of business as and when required by Nishat Commodities (Private) Limited in accordance with the provisions of the Companies Ordinance, 1984, and subject to the compliance with all statutory and legal requirements.
3. To issue bank guarantees up to Rs. 1 billion from the Banks and Financial Institutions of Nishat Mills Limited to the lenders of Nishat Commodities (Private) Limited and to issue corporate guarantees up to Rs. 1 billion to the lenders of Nishat Commodities (Private) Limited.

Intimation of decision of the listed company to delay disclosure of inside information in terms of Section 15D(2).

N/A

Contd.P/2

NISHAT MILLS LIMITED



(2)

[] Disclosure of inside information by listed company where the listed company or person acting on its behalf disclosed inside information to third party in terms of Section 15D(3).

N/A

[] Disclosure of transaction conducted by person discharging managerial responsibilities within a listed company or person closely associated with them in terms of Section 15D(5).

N/A

Signatures

In case of company, pursuant to the requirements of the Securities & Exchange Ordinance of 1969 (XVII of 1969), the Company has duly caused this form/statement to be signed on its behalf by the undersigned, hereunto duly authorized

July 14, 2015


Khalid Mahmood Chohan
Company Secretary