



Redco Textiles Limited

ISO 9001:2000 Certified

~~The Commissioner~~

~~Securities and Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue,
Islamabad.~~

~~The General Manager~~

~~Pakistan Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road,
Karachi.~~

DISCLOSURE OF MATERIAL INFORMATION

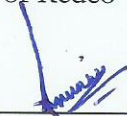
Dear Sir,

In pursuance of section 96 and 131 of the Securities Act, 2015 and Clause 5.19.13 (c) of the rule book of the Pakistan Stock Exchange Limited, we hereby convey the following information:

The Shareholders of the company instructed the Board of Directors (BOD) in AGM to rationalize the operations of company to minimize the losses. The Board of Directors of the Company in its meeting held on October 31, 2017 has decided to suspend the production from November 10, 2017. BOD has carefully considered the industry situation and the production plans and of view that in this situation it's not possible for the company to compete without modernization. A comprehensive plan has been formulated to Balancing, Modernization and Replacement (BMR) of Spinning Unit. It is expected intended BMR / Expansion will be operational in the financial year of 2017-18. The total Project cost would be around Rs. 700 Million which is subject to the approval of financing arrangements from bank(s) / financial institution(s) or any other arrangements in this regard as the directors think appropriate. The management re assess the efficiencies of both the spinning & weaving section machinery and draw a comprehensive plan for BMR , any inefficient machines will be disposed .

Please communicate to members of your exchange.

Yours truly,
For Redco Textiles Ltd



Monim Ul Haq
Company Secretary