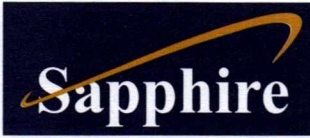


316-Cotton Exchange Building,
I.I. Chundrigar Road, Karachi (Pakistan).
UAN: + 92 21 111-000-100 Fax: + 92 21 32416705

7-A/K, Main Boulevard, Gulberg-II,
Lahore (Pakistan).
UAN: + 92 42 111-000-100 Fax: +92 42 35758783, 35713753



Sapphire Fibres Limited

November 21, 2019

Deputy General Manager
Trading & TREC Holder's Affairs
Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject: Subscription of Right Shares by Directors

Dear Sir,

In accordance with the Pakistan Stock Exchange Limited procedure for issue of right shares, we are pleased to inform you that the Directors of Sapphire Fibres Limited, undertake to subscribe the right has fully subscribed their portion of Right shares offered to them by the company as per their entitlement in advance of the last date of payment.

The Auditors Certificate is attached herewith as **Annexure-A**

Copy of the "Notice" published in nationwide newspaper in respect of the above is being attached as "**Annexure-B**" in compliance with Rule 5.6.4(b) of the PSX rule book

We hope the above submissions will suffice the requirement of the Exchange.

Yours truly,
For Sapphire Fibres Limited

Company Secretary

71/S-25/2019-20

November 21, 2019

The Company Secretary
Sapphire Fibres Limited
Cotton Exchange Building
I.I. Chundrigar Road,
Karachi.

Dear Sir,

AUDITORS' CERTIFICATE ON PAYMENT FOR SUBSCRIPTION OF RIGHT SHARES BY DIRECTORS AND SPONSORS

We have been requested to provide you with a certificate on payment for subscription of right shares by the directors and sponsors of Sapphire Fibres Limited (the Company) at least 7 days in advance of the last date of payment / renunciation as required by Pakistan Stock Exchange Limited (PSX) vide its letter No. PSX/C-608-4815 (the Letter), dated September 30, 2019.

Scope of certificate

The requirement of clause 5 of Annexure-II 'Procedure to be complied with for issue of right shares' of the Letter is reproduced below;

"The directors / sponsors of the Company shall be required to subscribe their portion of Right Shares as prescribed under condition No. 16 of the Document / Information. The Company shall confirm the amount subscribed along with the Auditors' Certificate in this regard and"

Management responsibility

It is the management's responsibility to ensure compliance with the requirement of PSX as required under the Letter. The management's responsibility also includes maintenance of accounting records and internal controls system, the selection and application of accounting policies, safeguarding of the assets of the Company and prevention and detection of fraud and irregularities. This certificate does not relieve the management of its responsibilities.

Auditors' responsibility

Our responsibility is to certify the compliance with the requirement of PSX as required under clause 5 of Annexure-II 'Procedure to be complied with for issue of right shares' of the Letter in accordance with the 'Guidelines for Issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms' issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures as mentioned below:

Since

- Traced subscription money of Rs.41,153,580 received from directors and sponsors against subscription of 158,283 ordinary shares having face value of Rs.10 each of the Company at exercise price of Rs.260 per share from copies of receipt issued by bank and bank statement of Habib Bank Limited non chequeing account number 0042-79919340-03.
- Ensured subscription money has been received at least 7 days in advance of last payment / renunciation date; and
- Review resolution of the Board of Directors to check the approval and number of issuance of right shares to existing shareholders of the Company.

Certificate

Based upon the procedures mentioned under Auditor's Responsibility paragraph, we certify that the subscription money from directors and sponsors of the Company has been received in accordance with clause 5 of Annexure-II 'Procedures to be complied with for issue of right shares' of the Letter. The details of right issue subscribed and money received their-against are as follows:

Name of directors and sponsors	Right share entitlement (Number)	Right shares subscribed (Number)	Amount received (Rupees)
Mr. Amer Abdullah	16,319	16,319	4,242,940
Mr. Shahid Abdullah	20,310	20,310	5,280,600
Mr. Nadeem Abdullah	14,329	14,329	3,725,540
Mr. Yousuf Abdullah	82,250	82,250	21,385,000
Mr. Shayan Abdullah	25,000	25,000	6,500,000
Mr. Abdul Sattar	25	25	6,500
Mr. Tajammal Husain Bokharee	25	25	6,500
Mr. Nadeem Arshad Elahi	25	25	6,500
	158,283	158,283	41,153,580

Restriction on use and distribution

This certificate is being issued in capacity of statutory auditors of the Company on specific request of the management for onward submission with PSX as required under the Letter and is not to be used or distributed for any other purpose. This certificate is restricted to the fact stated herein.

Yours truly

ShineWing Hameed Chaudhri & Co.
SHINEWING HAMEED CHAUDHRI & CO.
CHARTERED ACCOUNTANTS

SAPPHIRE FIBERS LIMITED

**SUBSCRIPTION OF RIGHT
SHARES BY THE DIRECTORS
OF THE COMPANY**

We are pleased to inform our all stakeholders that the Directors of Sapphire Fibers Limited have fully subscribed their portion of Right Shares against their entitlements of Right Shares, within stipulated time. This subscription has duly been certified by the Auditors of the company.

November 22, 2019 Shaukat Mehmud
Karachi Company Secretary

سیفائر فائبرز لمیٹڈ

کمپنی کے ڈائریکٹرز کی جانب سے
رائٹس شیئرز کی سبسکرپشن

ہم بخوشی اپنے تمام اسٹیک ہولڈرز کو مطلع کرتے ہیں
کہ سیفائر فائبرز لمیٹڈ کے ڈائریکٹرز نے اپنے رائٹس
شیئرز کی اہلیت کے مطابق مقررہ مدت میں رائٹس
شیئرز کے اپنے حصہ کی سبسکرپشن مکمل کر لی ہے۔ کمپنی
کے آڈیٹرز نے سبسکرپشن ہذا کی تصدیق کر دی ہے۔

شوکت محمود

کراچی

کمپنی سیکریٹری

22 نومبر 2019