



S.G. Fibre Limited

B-40, S.I.T.E., Karachi, Pakistan
Tel (021)2561190-3 Fax# (021)2563113
Email: info@sglyne.com internet: www.sglyne.com

Date: 03.12.2015

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Subject: **BOARD MEETING**

Dear Sir

This is to inform you that a meeting of Board of Directors of the Company has been held on December 03, 2015 at 01.00 pm. at Gloria Jean's Coffees, 122-A Malik Heights, S.M.C.H.S., Karachi, To consider entering into new line of business of cold storage, storage and trade of fruits and vegetables and indoor cultivation of agro-based products at the premises of the factory.

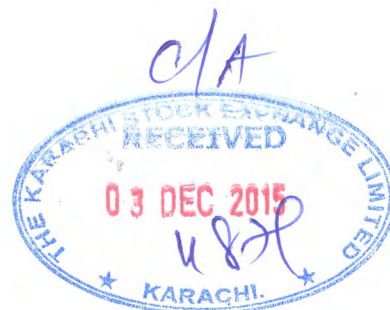
Attached is the minutes of the board meeting for your record.

You may please inform the members of the Exchange accordingly.

Sincerely Yours,
For S.G. Fibre Limited

A handwritten signature in black ink, appearing to be 'M. J.', written over a horizontal line.

(Director)



SG FIBRE LIMITED

MINUTES OF THE BOARD OF DIRECTORS MEETING HELD ON 03-12-2015

A meeting of the Board of Directors of the Company was held on December 03, 2015 at 10.00 AM at the Registered Office of the Company at B-40, S.I.T.E., Karachi.

Following directors attended the meeting:-

1. Mst. Zubaida Khatoon
2. Mr. Sohail Ahmed
3. Mr. Asim Ahmed
4. Mst. Ghazala Ahmed
5. Mrs. Tania Asim
6. Mr. Hidayat Ali Shar
7. Mr. M. Khurram Khawaja

The meeting started with the recitation of Holy Quran by Mr. Asim Ahmed.

The quorum being complete, Chairperson Mrs. Zubaida Khatoon conducted the meeting.

Following item on agenda were taken up:-

(i) Confirmation of minutes of BODmeeting held on 03-12-2015.

Minutes of the meeting had been circulated to the directors as per requirement of law. Observations of the directors were invited. The board unanimously confirmed and adopted the minutes by passing the following resolution:

RESOLVED THAT minutes of BOD meeting on 03-12-2015 are hereby confirmed and adopted.

(ii) Consideration of new line of business:

Mr. Sohail Ahmed, Chief Executive of the Company, informed the Board that conditions of the fibre industry are showing no improvement and as such there is little hope of any turn around in the foreseeable future. Plant and machinery has

remained closed for the last eight years and plant and machinery has not only got old but has also got rusted due to non-use. Mr. Sohail Ahmed was of the view that it is high time that the Company should enter into new line of business which can offer good profits. In this regard, he was of the view that establishment of cold storage facility, trading of fruits and vegetables and indoor cultivation of vegetables, herbs and mushrooms by adopting modern technology has a good prospect in the large city of Karachi which has very large population. He recommended that the Board may agree to dispense with the old line of business of Fibre manufacturing and start the new line of business proposed by him. In this regard he also stated that the Company has three storey building with large covered area and ample space is available to carry on the new business. He also suggested that a consultant may be engaged to prepare the feasibility report within a period of three months.

After deliberating the issue, the Board accepted, in principle, the proposal of Mr. Sohail Ahmed, Chief Executive and passed the following resolution unanimously:-

RESOLVED THAT the Company may initiate work on starting new line of business covering establishment of cold storage facilities, trading of fruits and vegetables and cultivation of indoor vegetables, herbs, mushrooms etc.

FURTHER RESOLVED THAT the Company may dispense with the existing line of business of fibre to enable it to enter into the new line of business.

FURTHER RESOLVED THAT Mr. Sohail Ahmed, Chief Executive is hereby authorize to appoint a consultant to carry out feasibility study on the proposed new line of business and the consultant to furnish the feasibility report within a period of three months of appointment.

There being no other item on the agenda, the meeting ended with a vote of thanks to the Chair.

Karachi: December 03, 2015

Mst Zubaida Khatoon
Chairperson

For
Zubaida