



# Shadab Textile Mills Limited

*Manufacturer, Importer & Exporter*

Registered Office: A-601/A, City Towers, 6-K, Main Boulevard, Gulberg-II, Lahore.  
Ph: (042) 35788714-16 Fax: (042) 35788718 E-mail: shadstm@brain.net.pk N.T.N.: 0657824-1

STM/PSX/19

November 22, 2019

**Muhammad Ghufraan,**  
Deputy General Manager  
Trading & TREC Holders Affairs,  
Pakistan Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi.

Subject: **SUBSCRIPTION OF RIGHT SHARES BY DIRECTORS/SPONSORS**

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/Sponsors of Shadab Textile Mills Limited have fully subscribed their portion of Right Shares offered to them by the Company as per their entitlements in advance of last date of payment.

Auditors' certificate is attached herewith as "**Annexure -A**"

Copy of the "Notice" to be 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.

You may please inform the TRE Certificates Holders of the Exchange accordingly.

Thanking you.

Sincerely yours,  
for SHADAB TEXTILE MILLS LIMITED

(Aamir Naseem)  
CHIEF EXECUTIVE

FMC/RSI/19/1109

November 21, 2019

The Chief Executive Officer,  
Shadab Textile Mills Limited,  
A-601/A, City Towers,  
6-K, Main Boulevard, Gulberg-II  
Lahore.

Dear Sir,

**CERTIFICATE CONFIRMING THE SUBSCRIPTION OF RIGHT SHARES BY DIRECTORS / SPONSORS OF SHADAB TEXTILE MILLS LIMITED**

We have been requested to provide Shadab Textile Mills Limited ( the Company) with a certificate on payment deposited for subscribing the right shares by the Directors and Sponsors of the Company before the book closure date as required by the Pakistan Stock Exchange (PSX) vide its letter PSX/C-542-4826 dated September 30, 2019 ( the letter).

**Scope of Certificate**

Our engagement is undertaken on the request of the management of the Company for the purpose of submission of certificate to PSX confirming that the Directors/ Sponsors have subscribed their portion of right shares before closing date of share transfer book being November 22, 2019.

**Management Responsibility**

It is the responsibility of the management to ensure compliance with the requirement of PSX as required under the letter. The management responsibility also include to ensure that aggregate subscription amount received is properly recorded in the books and records of the Company and to comply with the entire legal requirement in this respect.

**Auditor's Responsibility**

Our responsibility is to certify the compliance of above mentioned requirement of PSX required under clause 5 of Annexure-II of "Procedure to be complied with for the issue of right shares" of the Letter: We conducted our verification in accordance with 'Guidelines for Issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms' issued by the Institute of Chartered Accountants of Pakistan. Those guidelines require us to review the information contained in the Statement prepared by the management and to certify in accordance with the applicable laws and regulations.

Our verification was limited to the procedures as mentioned below:

- Traced subscription money of Rs. 159,617,050 received from Directors and Sponsors against subscription of 6,384,682 ordinary shares having face value of Rs. 10 each of the Company at exercise price of Rs. 25 per share ( including premium of Rs.15.00 per share) being 46.95% of the total issue;
- Confirmed that subscription money has been received before the closing date of share transfer book being November 22, 2019; and
- Reviewed resolution of the Board of Directors to check the approval of issuance of right shares to existing shareholders of the Company.



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Certificate

Based on the procedures mentioned above, we certify that the subscription money has been received from Directors and Sponsors of the Company in accordance with the requirement of clause 5 of Annexure-II of "Procedure to be complied with for the issue of right shares" of the Letter. The details of the right issue subscribed and money received there against up to November 20, 2019 are as follows:

S.No.	Name of Directors / Sponsors	Right Shares Entitlement ( Number)	Percentage of shareholding	Subscription Amount Received (Rupees)
1	Farrukh Naseem - Director	923,149	6.79	23,078,725
2	Aamir Naseem - Director	1,252,496	9.21	31,312,400
3	Saad Naseem - Director	848,023	6.24	21,200,575
4	Yasir Naseem - Director	45,333	0.33	1,133,325
5	Hamza Naseem - Director	4,533	0.03	113,325
6	Fahad Shafiq - Director	2,266	0.02	56,650
7	Fatima Aamir - Director	1,889,733	13.90	47,243,325
8	Ahmad Naseem - Sponsors	695,571	5.11	17,389,275
9	Hina Farrukh - Sponsors	357,498	2.63	8,937,450
10	Anam Omer - Sponsors	366,080	2.69	9,152,000
<b>Total</b>				<b>159,617,050</b>

Restriction on use and distribution

This certificate is being issued in capacity of statutory auditors of the Company on specific request of management for onward submission with PSX as required under the letter and is not to be used or distributed for any other purposes and to parties other than the company and Securities and Exchange Commission of Pakistan. This certificate is restricted to the facts stated herein and the attachments.

Yours truly

*Fazal Mahmood*

**FAZAL MAHMOOD & COMPANY**

CHARTERED ACCOUNTANTS

Lahore



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## Final


**SHADAB TEXTILE MILLS LIMITED**
**SUBSCRIPTION OF RIGHT SHARES BY DIRECTORS  
AND SPONSORS**

All concerned are hereby informed that the Directors and Sponsors of **Shadab Textile Mills Limited** have fully subscribed their portion of Right Issue against their entitlements of Right Shares within the stipulated time. This subscription has been duly certified by the Auditors of the Company.

(Aamir Naseem)  
Chief Executive

Date: 22-11-2019

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**شاداب ٹیکسٹائل ملز لمیٹڈ**
**ڈائریکٹران اور سپانسرز کے رائٹ شیئرز کی سبسکریپشن**

تمام متعلقہ افراد کو بذریعہ ہذا مطلع کی جاتا ہے کہ شاداب ٹیکسٹائل ملز لمیٹڈ کے ڈائریکٹرز اور سپانسرز نے مقرر کردہ مدت میں اپنے رائٹ شیئرز کے متعلقہ حصے کی خریداری مکمل کر لی ہے۔ مذکورہ بالا سبسکریپشن کہنی کے آڈیٹرز کے ذریعے سے مستحکم طور پر تصدیق شدہ ہے۔

عامر نسیم

چیف ایگزیکٹو

تاریخ: 22-11-2019

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