

Synthetic Products Enterprises Limited.

127-S,Q.I.E, Township, Kotlakhpat Lahore-Pakistan.

Tel: +92-42-35115506-07

Fax: +92-42-35118507

Web: www.spelgroup.com

Email: synthetic@spelgroup.com

18 December 2020

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

**SUBJECT: AUDITORS' CERTIFICATE CONFIRMING FULL SUBSCRIPTION
OF RIGHT ISSUE AND REQUEST FOR ISSUANCE OF NOC**

Dear Sir,

This refers to the Pakistan Stock Exchange's procedure for issue of Right Shares.

We are providing you the details of Right Issue Subscription of the Company as follows

Description	No. of Shares	Amount "PKR"
Directors & Sponsors	2,920,340	93,450,880
General Public	882,175	28,229,600
Allocation of Unsubscribed Portion	179,463	5,742,816
Total	3,981,978	127,423,296

Please note that the allocation of aforementioned unsubscribed portion of the right issue has been approved by the Board of Directors of the Company in accordance with section 83 (1) (a) (iv) of the Companies Act 2017 and subscription money has been received in the Bank accordingly.

The certificate from the External Auditors of the Company confirming the receipt of entire subscription amount of Rs. 127,423,296/- for the right issue along with extracts of the Board Resolution for allocation of unsubscribed portion is attached herewith.

You are requested to issue No Objection Certificate in the name of Habib Bank Limited for release of subscription money to the Company.

Regards,

Khalil Ahmad Hashmi FCA
Chief Financial Officer

Muhammad Kamran Farooq ACMA
Company Secretary



ISO 9001:2015 & 14001:2015
Certified Company



FSSC 22000 & HALAL
Certified Company



KPMG Taseer Hadi & Co.
Chartered Accountants
351 Shadman-1, Jail Road,
Lahore 54000 Pakistan
+92 (42) 111-KPMGTH (576484), Fax +92 (42) 3742 9907

The Company Secretary
Synthetic Products Enterprises Limited
127-S, Quid-e-Azam Industrial Estate
Kot Lakhpat Lahore

Our ref LA-IA-514-20
Contact Mohsin Jamil

18 December 2020

Dear Sir

**Synthetic Products Enterprises Limited ("the Company")
Report on factual Findings**

We have performed a procedure agreed with you and enumerated below with respect to subscription money received by the Company against issue of right shares in its bank account as mentioned in the attached statement ("the Statement"). The Statement is prepared by the management of the Company on which we have performed agreed procedure. Our engagement was undertaken in accordance with the International Standard on Related Services applicable to agreed-upon procedures engagements. The procedure was performed solely to assist you in evaluating the subscription money received by the Company against right issue of ordinary shares as approved by the Board of Directors in their meeting held on 17 September 2020 and is summarised as follows:

1. Traced an aggregate amount of Rs. 127,423,296 as mentioned in the Statement, received by the Company till 15 December 2020 in the bank statement of Habib Bank Limited subscription account number 0042-79920605-03.

We report our findings below:

- a) In respect of (1) above, we found that the Company has received an aggregate amount of Rs. 127,423,296 as mentioned in the Statement, till 15 December 2020, which is reflected in the bank statement of Habib Bank Limited subscription account number 0042-79920605-03.

Because the above procedure does not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any assurance on the Statement.

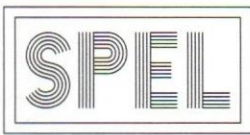
Had we performed additional procedures, or had we performed an audit or review in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is being issued in the capacity of statutory auditor of the Company and on the specific request of the management of the Company for onward submission to the Pakistan Stock Exchange vide its letter no. PSX/C-H49-1823 dated 22 September 2020 and is not to be used or distributed for any other purpose. This report is restricted to the facts stated herein.

Lahore

Date: 18 December 2020


KPMG Taseer Hadi & Co.
Chartered Accountants



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EXTRACTS FROM THE RESOLUTIONS APPROVED BY THE BOARD OF DIRECTORS OF “SYNTHETIC PRODUCTS ENTERPRISES LIMITED” ON 12 DECEMBER 2020

Allotment of Unsubscribed Shares

“Resolved that 179,463 unsubscribed shares of the Company be and are hereby allotted as follows in accordance with section 83 (1) (a) (iv) of the Companies Act 2017,

Sr. No.	Name	No. of Shares Allotted	Subscription Amount “PKR”
1	Abid Saleem Khan	25,026.00	800,832.00
2	Khalil Ahmad Hashmi	24,937.00	797,984.00
3	Muhammad Shahid	24,000.00	768,000.00
4	Muhammad Zafar Iqbal	22,000.00	704,000.00
5	Muhammad Kamran Farooq	15,500.00	496,000.00
6	Abu Bakar	13,500.00	432,000.00
7	Mirza Sikandar Baig	10,000.00	320,000.00
8	Muhammad Munir	10,000.00	320,000.00
9	Umair Amanullah	10,000.00	320,000.00
10	Aamir Rahim	8,000.00	256,000.00
11	Muhammad Mushtaq	8,000.00	256,000.00
12	Muhammad Saleem Akhtar Malik	3,000.00	96,000.00
13	Adeel Ahmad	2,000.00	64,000.00
14	Muhammad Ashraf	2,000.00	64,000.00
15	Fiaz Hussain	1,500.00	48,000.00
Total		179,463.00	5,742,816.00”

“Further Resolved that the Chief Executive Officer, Chief Financial Officer and Company Secretary of the Company be and are hereby authorised to complete the necessary legal formalities.”

Khalil Ahmad Hashmi FCA
Chief Financial Officer

Muhammad Kamran Farooq ACMA
Company Secretary



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