



PAKISTAN STOCK EXCHANGE LIMITED

PSX/N-3089

NOTICE

May 07, 2018

Reproduced hereunder letter No.CDC/LCR/151/2018 dated April 26, 2018 Received from **CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED** regarding **Notice of Intention to Suspend CDS Eligibility of Ordinary Shares of Saritow Spinning Mills Limited Under the CDC Regulations** for information all concerned.

(Copy of the same is also available on our Website www.Psx.com.pk)

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S. Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel: 111-111-500
Fax: (92-21) 34326036
URL: www.cdcPakistan.com
Email: info@cdcpak.com

N O T I C E

- To: - The Chief Executive Officer, Saritow Spinning Mills Limited
- CC: - The Director/HOD (PRDD-SMD), Securities and Exchange Commission of Pakistan
- The Director/HOD (MSCD-SMD), Securities and Exchange Commission of Pakistan
- The Chief Executive Officer, Pakistan Stock Exchange Limited
- The Chief Executive Officer, National Clearing Company of Pakistan Limited

From: Badiuddin Akber
Chief Compliance & Risk Officer

Ref no.: CDC/LCR/151/2018

Date: April 26, 2018

Subject: **NOTICE OF INTENTION TO SUSPEND CDS ELIGIBILITY OF ORDINARY SHARES OF SARITOW SPINNING MILLS LIMITED UNDER THE CDC REGULATIONS**



This notice is issued under Regulation 5.3.2 of the Central Depository Company of Pakistan Limited Regulations (the "CDC Regulations") for notifying the intention of CDC to suspend the CDS Eligibility of Ordinary Shares (Security Symbol: **SSML**) (the "said Securities") of Saritow Spinning Mills Limited (hereinafter referred to as the "Issuer") on account of its failure to pay the fee and charges in accordance with the Schedule of Fees and Deposits of the CDC Regulations (hereinafter referred to as the "Schedule").

In this regard please note that:

- (a) The Issuer has failed to discharge its obligations to pay the fee and charges of CDC in terms of invoice(s) raised by CDC in accordance with the Schedule.
- (b) Regulation 3.8.2 of the CDC Regulations provides that in consideration for the facilities and services provided to it by CDC, each CDS Element (including the Issuer) shall pay fees and charges to CDC in accordance with the Schedule. Further, as per the Issuer Agreement, the CDC Regulations constitute a contractual obligation between CDC and the Issuer and are to be read as an integral part of the said Agreement.
- (c) The Issuer is contractually obligated to settle the invoice without raising any objection, however, the Issuer has withheld the payment under the invoice(s) despite CDC's reminder vide letter no. CDC/FIN/1293-30/2017 dated November 22, 2017 thereby causing loss to CDC.

In view of the foregoing facts and circumstances arising due to conduct of the Issuer, the Issuer is hereby required to settle the invoices on or before thirty (30) Business Days from the date of receipt of this notice, failing which the CDS Eligibility of the said Securities of the Issuer may be suspended with effect from **Monday, June 11, 2018.**

Regards