

SCML/PSX/CS/01

BY COURIER & PUCARS

February 26, 2016

The General Manager

Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

SUBJECT: MATERIAL INFORMATION

Dear Sir,

In accordance with the applicable provisions of the Securities Act, 2015 and Rule Book of Pakistan Stock Exchange Limited, we are pleased to convey the following material/inside information as per disclosure form is attached:

You may please inform members of the Exchange accordingly.

Thanking You.

Yours Sincerely,

for **Suraj Cotton Mills Limited**


Gulraiz Ali
Company Secretary

C.C: Commissioner (CLD), Securities & Exchange Commission of Pakistan, 7th Floor, NIC Building, 63-Jinnah Avenue, Islamabad.

Commissioner (SMD), Securities & Exchange Commission of Pakistan, 7th Floor, NIC Building, 63-Jinnah Avenue, Islamabad.

DISCLOSURE FORM
Under Securities Act, 2015

Name of the Company SURAJ COTTON MILLS LIMITED
Date of Report February 26, 2016
Name of Company as specified
In its Memorandum Suraj Cotton Mills Limited
Company's Registered Office 7-B-III, Aziz Avenue, Marina Homes, Gulberg V, Lahore.
Contact information 042-35760381

Disclosure of inside information by listed Company in terms of Securities Act, 2015

The Board of Directors of Suraj Cotton Mills Limited passed the following resolutions:

- 1) **Resolved** that the expansion in Project of Spinning Segment approved having capacity of 29,376 spindle be and is hereby approved.
- 2) **RESOLVED FURTHER** that pursuant to the requirement of section 208 of the Companies Ordinance 1984, the Company be and is hereby authorized to make long term equity investment up to Rs. 50 million in the share capital by way of acquisition of 5,000,000 ordinary shares of Rs. 10 each of associated undertaking **M/s S2 HYDRO LIMITED** on the terms and condition disclosed to the members.
- 3) **RESOLVED FURTHER** that pursuant to the requirement of section 208 of the Companies Ordinance 1984, the Company be and is hereby authorized to make long term equity investment of up to Rs. 50 million in the share capital by way of acquisition of 5,000,000 ordinary shares of Rs. 10 each of associated undertaking **M/s S2 POWER LIMITED** on the terms and condition disclosed to the members.
- 4) **RESOLVED** that pursuant to the requirement of section 208 of the Companies Ordinance 1984, the Company be and is hereby authorized to make long term equity investment in its associated undertaking M/s. The Crescent Textile Mills Limited up to Rs. 50 Million in the share capital by way of acquisition of 2.5 Million ordinary shares, at market value on the terms and condition disclosed to the members.

SIGNATURE

Pursuant to the requirements of the Securities Act, 2015, the Company has duly caused this form/statement to be signed/ on its behalf by the undersigned hereunto duly authorized.

For and on behalf of
Suraj Cotton Mills Limited

Gulraiz Ali
Company Secretary

