



SHAHZAD TEXTILE MILLS LIMITED
MANUFACTURERS AND EXPORTERS OF YARN



Certified SG06/00526

FORM-25

Date: 26-10-2018

THE GENERAL MANAGER,
Pakistan Stock Exchange Limited,
Stock Exchange Building
Stock Exchange Road,
KARACHI.

Subject: Material Information

Dear Sir,

In accordance with Section 96 of the Securities Act, 2015 and Clause 5.6.1(a) of PSX Regulations, we hereby convey the following information.

The management, foreseeing future hike in the energy cost decided to shift the electric load to renewable energy and installed a 300 KW Grid solar power plant through Orient Energy System which will start generating Electricity during 2nd Quarter of the financial year. It will also reduce Energy cost of the Company.

The Board of Directors have also decided to dispose of the obsolete machinery of existing Unit No. 3 consisting of 18,552 spindles which is continuously running into losses. The Board of Directors have further decided to install a latest socks manufacturing unit to produce quality socks which has good demand in the international market. This will be a 100 % export oriented unit. The total cost of the project will be PKR 538.000 million which will be financed by bank loans and internal generation of funds including proceeds of the disposal of the old machinery as mentioned above.

Thanking You.

Yours Sincerely,
For **SHAHZAD TEXTILE MILLS LIMITED**


CHIEF EXECUTIVE