

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-1246

N O T I C E

March 07, 2012

Reproduced hereunder letter received from **CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED**, for information of members of the Exchange.

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

FAWAD TEXTILE MILLS LIMITED

**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: (92-21) 111-111-500

Fax: (92-21) 34326061

URL: www.cdcpakistan.com

Email: info@cdcpak.com

N O T I C E

To: - The Chief Executive Officer, Fawad Textile Mills Limited

CC: - Director/HOD (PRDD-SMD), Securities and Exchange Commission of Pakistan
- Director/HOD (MSCID-SMD), Securities and Exchange Commission of Pakistan
- Managing Director, The Karachi Stock Exchange (Guarantee) Limited
- Managing Director, Lahore Stock Exchange (Guarantee) Limited
- The Chief Executive Officer, National Clearing Company of Pakistan Limited
- CDS Elements – Account Holders/ Participants/ Eligible Pledges

From: Fazal Hussain Gaffoor
CFO & Company Secretary

Date: March 06, 2012

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

In view of non-submission of R/TA Reconciliation Report by your company for financial year ended June 30, 2011, despite our follow-ups and notice dated January 09, 2012 under Regulation 13.7.1 of the CDC Regulations allowing further 3 Business Days to comply with the said notice, an amount of Rs. 10,000 was imposed on your company as fine where an invoice was raised in this regard.

As your company is continuously in default of the said regulatory requirement, this failure on part of your company is construed as contravention of the CDC Regulations, thus giving rise to Regulation 5.3.1 of the Regulations, which authorizes CDC to take action including suspension of CDS Eligibility of Securities of the Issuer in respect of which non-compliance has occurred.

You are therefore notified under Regulation 5.3.2 of the CDC Regulations that consequent to failure by your company to comply with Regulation 13.7.1 of the CDC Regulations with respect to submission of R/TA Reconciliation report for the period ending June 30, 2011 duly certified by your external auditor relating to the Ordinary Shares (Security Symbol: FIM) of your company (the "said Securities"), CDC intends to suspend the CDS Eligibility of the said Securities with effect from March 16, 2012.

In view of the above, you are hereby advised to comply with Regulation 13.7.1 of the Regulations by submitting the R/TA Reconciliation Report correct as of June 30, 2011 duly certified by your external auditor along with payment of fine of Rs. 10,000/- without further delay but not later than March 15, 2012 to avoid suspension of CDS Eligibility of the said Securities as aforesaid.

As required by the said Regulation 5.3.2 of the CDC Regulations, a copy of this notice is being sent to the Stock Exchanges where the said Securities are listed.

Regards,

