



## National Clearing Company of Pakistan Limited

8th Floor, Pakistan Stock Exchange Building, Stock Exchange Road, Karachi

NCCPL/CM/JANUARY-20/17

January 22, 2020

### Placement of M/s. Hira Textile Mills Limited in the Defaulter Segment

Dear Clearing Members,

This is with reference to Pakistan Stock Exchange Notice No. PSX/N-85 dated: January 22, 2020, regarding placement of M/s. Hira Textile Mills Limited (HIRAT) in the Defaulter's segment with effective from Thursday, January 23, 2020.

This event leads to action under Clauses 7A.3.5 and 7B.3.1.4 of NCCPL Regulations, 2015 that has been reproduced below for ready reference;

*"Where a Security that has been quoted on the defaulter's segment of the Exchange and notified to the Company, such Security shall not be eligible for trading in the SLB Market from the date it has been placed on the defaulter segment. However, all open SLB Contracts shall be released on Accelerated Maturity Date and/or Maturity Date as the case may be."*

*"In case where such Security is reinstated during the review period, trading in SLB Market shall not be allowed during that review period."*

**(Regulations 7A.3.5)**

*"Where a Security that have been quoted on the Defaulter segment of the Exchange and notified to the Company, such Security shall not be made available on MF Market from the date it has been placed on the defaulter segment. However, all MF (R) Transactions shall be released as per the terms and conditions defined in the Margin Financing Agreement between MF Participants."*

*"In case where such Security is reinstated during the review period, trading in MF Market shall not be allowed during that review period."*

**(Regulations 7B.3.1.4)**

Accordingly, in pursuance of provisions stipulated in the above referred clauses of NCCPL Regulations, 2015, M/s. Hira Textile Mills Limited shall be excluded from the list of SLB Eligible Securities and MF Eligible Securities with effect from Thursday, January 23, 2020.

All concerned are requested to note the above.

For any further queries or concerns, please feel free to contact the Customer Support Department at UAN No. 021-111-111-622

Regards,

**Muhammad Asif**  
**Head of Operations**

1. Executive Director/HOD - Policy, Regulation and Development Department – SMD Securities & Exchange Commission of Pakistan - Islamabad
2. Chief Executive Officer - Pakistan Stock Exchange Limited
3. Chief Executive Officer - Central Depository Company of Pakistan Limited
4. Chief Executive Officer - Mutual Fund Association of Pakistan
5. Chairman - Pakistan Banking Association



## PAKISTAN STOCK EXCHANGE LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi  
Phones: 111-001-122

PSX/N-85

NOTICE

January 22, 2020

### PLACEMENT OF M/S. HIRA TEXTILE MILLS LIMITED IN THE DEFAULTERS' SEGMENT UNDER PSX REGULATION NO.5.11.1.(i)

It is hereby notified to all concerned that as a consequence of default of clause 5.11.1. (i) of PSX Regulations i.e. Adverse opinion of the statutory auditor in the audit report for the year ended June 30, 2019, M/s. Hira Textile Mills Limited ("HIRAT") will be placed in the Defaulters' Segment w.e.f **Thursday, January 23, 2020.**

The said clause is reproduced hereunder for reference:

5.11.1. A listed company may be placed in the Defaulters' Segment if:

- (i) Its statutory auditor has issued a qualified opinion on the going concern assumption or has issued a disclaimer or an adverse opinion in the audit report;

*Upon placement of such company on the Defaulters' Segment, the Exchange shall only initiate actions under Regulation 5.11.2(a) and 5.11.2(b). However, if the audit report for the following year also contains any of the above concern(s)/opinion(s), trading in shares of the company shall be suspended immediately by the Exchange and the company shall be given 90 days to rectify the non-compliance, failing which, the Exchange shall initiate further actions against the company commencing from Regulation 5.11.2(e).*

Please note that in case audit report of HIRAT for the following year also contains qualified opinion on going concern assumption / a disclaimer or an adverse opinion, trading in shares of the company may be suspended, followed by further action(s) under subsequent provisions of Clause 5.11.2. of PSX Regulations.

All concerned are requested to note the above.

**HAFIZ MAQSOOD MUNSHI | Manager - RAD**

Copy to:

The Director / HOD (PRDD) – SECP  
The Director (CSD) - SECP  
The Additional Director (CMD-SMD) – SECP  
The Acting Chief Executive Officer – PSX  
The Acting Chief Regulatory Officer - PSX  
All Departmental Heads – PSX  
Company Concerned Registration Office  
Registrar of Company

Company Concerned  
The Central Depository Company of Pakistan Limited  
The National Clearing Company of Pakistan Limited  
PSX Notice Board and Website  
State Bank of Pakistan  
Pakistan Banks' Association  
Institute of Chartered Accountants of Pakistan (ICAP)  
Auditor of the Company Concerned