National Clearing Company of Pakistan Limited

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

NCCPL/CM/FEBRUARY-22/06
February 28, 2022

Placement of M/s. Sakrand Sugar Mills Limited in the Defaulter Segment

Dear Clearing Members,

This is with reference to Pakistan Stock Exchange Notice No. PSX/N-203 dated: February 28, 2022, regarding placement of M/s. Sakrand Sugar Mills Limited (SKRS) in the Defaulter's segment with effective from Tuesday, March 01, 2022.

This event leads to action under Clauses 7A.3.5, 7B.3.1.4 and 7E.2.1.1 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)***

"Where a MSF Eligible Security has been placed on the defaulter segment of the Exchange and notified to the Company, such Security shall not be made available for Murabaha Share Financing from the date of its placement on the defaulter segment. However, all open MSF Transaction shall be settled as per the terms and conditions defined in the Murabaha Master Agreement agreed between MSF Participants. Such MSF Eligible Security shall be eligible for Murabaha Share Financing once it has been removed from the defaulter's segment by the Exchange." ***(Regulations 7E.2.1.1)***

Accordingly, in pursuance of provisions stipulated in the above referred clauses of NCCPL Regulations, 2015, M/s. Sakrand Sugar Mills Limited shall be excluded from the list of SLB Eligible Securities, MF Eligible Securities and MSF Eligible Securities with effect from Tuesday, March 01, 2022.

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 021-111-111-622

Regards,

__________sd____________
Muhammad Asif
General Manager / HOD - Operations

1. 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
6. Pakistan Stock Brokers Association

NOTICE

PSX/N-203

February 28, 2022

PLACEMENT OF
M/S. SAKRAND SUGAR MILLS LIMITED
IN THE DEFAULTERS' SEGMENT UNDER PSX REGULATIONS 5.11.1.(c) & (d)

It is hereby notified to all concerned that M/s. Sakrand Sugar Mills Limited ("SKRS") has failed to hold its Annual General Meeting and submit its Annual Audited Accounts for the year ended September 30, 2021.

The said defaults attract action under PSX Regulations 5.11.1. (c) & (d), reproduced hereunder:

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

(c) It has failed to hold its one Annual General Meeting as per law;
*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 such company fails to hold its Annual General Meeting for **two consecutive years**, trading in shares of the company shall be suspended 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).*

(d) It has failed to submit its annual audited accounts for the immediately preceding financial year as per law;
*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 such company fails to submit its annual accounts for **two consecutive years**, trading in shares of the company shall be suspended 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)."*

In this context, it is hereby informed to all concerned that in line with the requirements of PSX Regulations 5.11.1. (c) & (d), SKRS is being placed in the Defaulters' Segment of the Exchange with effect from **Tuesday, March 01, 2022**.

All concerned are requested to note the above.

Hafiz Maqsood Munshi
Senior Manager-RAD

Cc:

1. The Director / HOD (PRDD) - SECP
2. The Director (CSD) - SECP
3. The Additional Director (CMD-SMD) -SECP
4. The Chief Executive Officer-PSX
5. The Chief Regulatory Officer-PSX
6. All Departmental Heads-PSX
7. Company concerned
8. Company Concerned Registration Office
9. Registrar of Company
10. The Central Depository Company of Pakistan Limited
11. The National Clearing Company of Pakistan Limited
12. PSX Notice Board and Website
13. State Bank of Pakistan
14. Pakistan Banks' Association
15. Institute of Chartered Accountants of Pakistan
16. Auditor of the Company Concerned