



NOTICE

To: - Chief Executive Officer, Harun Textile Mills Limited

CC: - Director (SMD-South), 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: Kamran Qazi
CPO & Company Secretary

Date: June 16, 2008

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

In view of non-submission of R/TA Reconciliation Report by your company for the period ended June 30, 2007, despite our follow-ups and notice dated April 9, 2008 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 and an invoice has been raised in this regard.

As your company is continuously in default of the said regulatory requirement, this failure 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 Regulations that consequent to failure by your company to comply with Regulation 13.7.1 of the Regulations with respect to CDS Eligibility of Ordinary Shares of your company (the "said Securities"), CDC intends to suspend the CDS Eligibility of the said Securities with effect from June 24, 2008.

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, 2007 duly authenticated by your statutory auditor along with payment of fine of Rs. 10,000/- without further delay but not later than June 23, 2008 to avoid suspension of CDS Eligibility of the said Securities as aforesaid.

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

Regards,

Note: CDS Participants are required to forthwith inform their relevant Sub-Account Holders regarding issuance of this notice.