



Balochistan Particle Board Limited

(Under Members' Voluntary Winding-up)

February 26, 2021

Hafiz Maqsood Munshi
Manager
Companies & Securities Compliance – RAD
Pakistan Stock Exchange Limited
Karachi-74000.

Subject: **Suspension of Trading in the Shares of the Company**

Dear Sir

We are in receipt of your letter bearing No. PSX/Gen-308 dated February 22, 2021 along-with PSX Notice bearing No. PSX/N-267 dated February 22, 2021 informing continuation of suspension of trading in the shares of the company until such time the cause(s) of suspension have been rectified or another period of 60 days effective from February 23, 2021 and that it is advised to keep apprising us in the matter of distribution of proceeds to the minority shareholders and submit confirmation of auditor regarding final payment to the shareholder of the Company as advised your letter No. PSX/Gen-1563 dated August 26 2020.

In this respect before furnishing our response to the aforesaid, it is stated that the Company has passed a special resolution on August 5 2020 to voluntary wind up the Company voluntary and financial statements of the Company for 11 months ended on May 31 2020 were also circulated to the members, securities and Exchange commission and your esteemed stock exchange as well. The members approved the special resolution for winding up the company voluntarily and compliance as contained in the Companies Act 2017 was complied with.

After passing the special resolution for winding up, our Company received your letter along-with stock exchange notice both dated August 26 2020 that in terms of clause 5.11.1 (n) and 5.12 of the PSX Regulations that trading in shares of BPBL will remain suspended.

Here at the very outset of this reply, your attention is drawn to the provision of Section 372(5) of the Companies Act 2017 which states that winding up proceedings are to be completed within a period of one year from the date of commencement of winding up and steps stated in various sections of the Companies Act 2017 needs to be complied with.

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It is stated that the winding up proceedings have been initiated soon after passing of the special resolution. Furthermore, the foremost important matter involved in the process of winding up has been the sale of factory land and building and plant and machinery of the Company. In this respect, advertisement being "invitation to offer" were published in the newspapers and offers invited with the final deadline of December 31 2020. The bids received were analyzed and thereafter the agreements for sale of the same have been concluded with the highest bidder and thereafter the proceeds of sales are being realized in the manner agreed upon between the parties i.e., the Company and the buyers. The deadline for receipt of the all monies as agreed will end in the last week of May 2021 and thereafter surplus amount payable to the contributories/shareholder will be determined. The same will also be got audited by the Auditors of the Company before its distribution to members.

Once the process of sale of undertaking of the Company is concluded, notice of final general meeting along-with liquidators' Final Statement of Account and his report along-with Auditors report will be furnished to all the stakeholders including the Exchange. Copy of Registration of document from the Registrar of Companies for dissolution of the Company will also be furnished upon receipt of the same after making necessary compliances.

This information is being communicated to the Exchange in terms of your recent letter of February 22 2021 and we trust that the winding up proceeding will be concluded within the time frame given in the law.

In the mean time we shall be pleased to furnish any other information should you so desire.

Thanking you,

For Balochistan Particle Board Ltd
Under Voluntary winding up



Ali Niaz Akhtar
Chief Executive

Copy to :

1. The Director (CSD) – SECP.
2. The Acting Chief Regulatory Officer – PSX.
3. THK Associates (Pvt.) Limited, Karachi.