



ARSHAD ENERGY LTD.

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A: 16th Floor, Tricon Corporate Center
Main Jail Road, Gulberg II, Lahore - 54660, Pakistan.

23 November 2021

DGM – Company Affairs

Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Director / HOD

Enforcement Department
Securities & Exchange Commission of Pakistan
NIC Building, 63-Jinnah Avenue
Islamabad

Subject: Disclosure under Regulation 5 of the Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017

Dear Sir,

In accordance with the requirements of the Rule Book of Pakistan Stock Exchange Limited, applicable provisions of the Securities Act, 2015 and the Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017 (the "**Regulations**"), Arshad Energy Limited (the "**Company**") hereby conveys the following information:

Pursuant to Regulation 6 of the Regulations, the Company has received a notice of a public announcement of intention from **Automotive Plastics (Private) Limited**, through its Manager to the Offer, Integrated Equities Limited, to potentially acquire more than 51% shares of the Company, together with management control, being beyond the thresholds prescribed under Section 111 of the Securities Act, 2015.

The abovementioned disclosure / intention has been notified to the Board of Directors of the Company.


Moreover, a copy of the letter received, along with the Public Announcement of Intention have been enclosed herewith for your information.

You may please inform the TRE Certificate Holders accordingly.

Thanking you.

For and on behalf of

Arshad Energy Limited


Shafiq Ijaz
Company Secretary

Enclosed: As above



23 November 2021

The Chief Executive Officer

Arshad Energy Limited
404-405, 4th Floor, Business Center,
Mumtaz Hassan Road, Karachi



DGM – Company Affairs

Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road, Karachi

Executive Director

Public Offering and Regulated Persons Department
Securities Market Division
Securities & Exchange Commission of Pakistan
NIC Building, 63-Jinnah Avenue, Islamabad

Subject: Public Announcement of Intention to Acquire more than 51% of the issued and paid-up share capital and control of Arshad Energy Limited under the Securities Act, 2015 (the "Act") and Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017 (the "Regulations")

Dear Sirs,

We, Integrated Equities Limited, have been appointed as Manager to Offer by Automotive Plastics (Private) Limited (the "**Acquirer**"), in accordance with the provisions of the Act and the Regulations.

On behalf of the Acquirer, we are pleased to submit a Public Announcement of Intention to acquire more than 51% shareholding of Arshad Energy Limited (the "**Target**") together with management control thereof.

The Public Announcement of Intention is intended to be published in one English and one Urdu newspaper on 24 November 2021 in accordance with the Act and the Regulations.

For Integrated Equities Limited
(Manager to the Offer)

Sardar Ali
Chief Executive Officer

Enclosed: Copy of the Public Announcement of Intention

Integrated Equities Limited

TREC Holder Pakistan Stock Exchange Limited

PUBLIC ANNOUNCEMENT OF INTENTION TO ACQUIRE MORE THAN 51% SHARES AND CONTROL OF ARSHAD ENERGY LIMITED

BY

AUTOMOTIVE PLASTICS (PRIVATE) LIMITED

UNDER
THE SECURITIES ACT, 2015

PART A

BRIEF DESCRIPTION OF THE INTENDED ACQUISITION

Intended Acquisition through Agreement	No. of Shares Not determinable at this stage	Percentage More than 51% of issued and paid-up capital of the Target Company
Public Offer	Not determinable at this stage	To be determined after finalization of Agreement(s)

PART B

1) INFORMATION ABOUT THE ACQUIRER(S)

a. *Names and Addresses of Acquirer along with person(s) acting in concert, if any:*

Name	Automotive Plastics (Private) Limited
Address	55-60, Al-Noor Garden, Sultan Town, Lahore

b. *Name(s) of the ultimate acquirer or the ultimate controlling shareholder:*

Mr. Mian Muhammad Ahsan, Mr. Javed Arshad Bhatti, Mrs. Shabnam and Mrs. Shama Javed

c. *Name and address of manager to the offer of the acquirer:*

Name of Manager to the Offer	Integrated Equities Limited
Address	1st Floor, Building no. 202, Block Y (Commercial), Phase 3, DHA, Lahore

d. Principal areas of business of the Acquirer and relevant experience:

As per the audited accounts for the year ended June 30, 2021, the Acquirer was principally engaged in the business of manufacturing and dealers of all kinds of plastic materials, auto parts made of each type and description of plastics, polythene, polypropylene and other allied substances. Having said that, as per the said audited accounts, the Acquirer suspended its commercial operations and has not restarted its commercial operations for the last few years till Reporting Date i.e., 13 September 2021 (the Reporting Date) due to unfavorable market conditions.

As at Reporting Date, sponsors of the Acquirer through associated companies have expressed their continued financial support to the Acquirer as it has provided its financial support to the Acquirer. Subsequent to Reporting Date, the sponsors of the Acquirer have injected funds in the Acquirer to revive the Acquirer for making investment in another company. Further, the management is committed to start commercial operations as soon as the market conditions are favorable for business, including in varying lines of business as may be deemed fit. For the time being, the Acquirer holds investments.

e. In case the acquirer is a fund/company:

i) Names of the chief executive and directors of the company	Chief Executive Officer: Mr. Mian Muhammad Ahsan Directors: Mr. Mian Muhammad Ahsan Mr. Javed Arshad Bhatti
ii) Names of substantial shareholders of the company	Mr. Mian Muhammad Ahsan: 25% Mr. Javed Arshad Bhatti: 25% Mrs. Shabnam: 25% Mrs. Shama Javed: 25%
iii) Date of incorporation	25 April 2007
iv) Jurisdiction of incorporation	Lahore, Pakistan
v) Authorized and paid-up capital	Authorized Capital: PKR 50,000,000/- divided into 500,000 ordinary shares of PKR 100/- each Paid up Capital: PKR 23,319,000/- divided into 233,190 ordinary shares of PKR 100/- each

f. Detail of companies, where the intended acquirer holds more than thirty percent voting shares:

Name of Company	Registration No.	Nature (listed / unlisted / private)	Nature of business	Jurisdiction of incorporation	Description held control / more than thirty % shares or both
Not Applicable					

g. Information about ultimate beneficial owner of the intended acquirer(s):

Name	CNIC	Nationality	Address
Mr. Mian Muhammad Ahsan	35202-2424092-3	Pakistani	71-A, Izmir Housing Society, Lahore
Mr. Javed Arshad Bhatti	35202-8469816-7	Pakistani	55-A-Izmir Housing Society, Lahore
Mrs. Shabnam	35202-5506429-4	Pakistani	71-A, Izmir Housing Society, Lahore
Mrs. Shama Javed	35202-9884667-0	Pakistani	55-A-Izmir Housing Society, Lahore

h. Detail of any existing holding of voting rights in the target company:

(i) which the acquirer owns or over which they have control or direction:	None
(ii) which is owned or controlled or directed by any person acting in concert with the acquirer(s):	None
(iii) In respect of which the acquirer(s) or any person acting in concert with them has received an irrevocable commitment to accept the takeover offer; and in respect of which the acquirer(s) or any person acting in concert with them holds an option to purchase or warrants or other convertible securities:	None

i. All conditions (including normal conditions relating to acceptance, listing and increase of capital) to which the public offer or posting of it is subject: None

PART C

2) INFORMATION ABOUT THE TARGET COMPANY

a. Name of the target company, its directors and major shareholders along with number of shares and percentage of paid-up capital:

Name of the Target Company: Arshad Energy Limited

Directors of the Target Company:

Name	Designation
Mr. Nisar Ahmed Sheikh	Chairman
Mr. Mohammad Arshad Sheikh	Chief Executive Officer
Mr. Shahzad Ahmed Sheikh	Director
Mr. Waseem Ashfaq	Director
Ms. Resham Shahzad	Director
Mr. Shehryar Arshad	Director
Mr. Zeeshan Ahmed	Director

Source: Quarterly accounts for the period ended September 30, 2021, reported by the Target Company

Major Shareholders:*(Shareholders holding 10% or more of the total capital)*

Name of Shareholder	No. of Shares	Percentage
Mr. Mohammad Arshad Sheikh	1,347,200	16.84%
Mr. Nisar Ahmed Sheikh	1,187,750	14.85%
Mrs. Shahida Arshad	832,680	10.41%

Source: Audited accounts for the year ended June 30, 2021, reported by the Target Company

b. **Total number of issued shares of the Company:** 8,000,000 Ordinary Shares having face value PKR 10/- each.

c. **Date of listing and offer price at the time of initial public offering:**

Date of Listing: 21 May 1996

Offer Price at Time of IPO: Not Available

d. **Opening price at Securities Exchange at the time of listing:** Not Available

e. **Share price quoted on the Securities Exchange one day before the public announcement of intention:**

PKR 26.93 per share

f. **The weighted average share price as quoted on the Securities Exchange during four weeks preceding the date of public announcement intention:**

PKR 24.28 per share

g. **Financial position / performance of the target company for the last five years, including profit/loss after tax, earnings per share, payouts:**

(PKR million, except EPS)	Jun-21	Jun-20	Jun-19	Jun-18	Jun-17
Financial Performance					
Sales	2.93	-	6.25	227.47	241.92
Profit/(loss) after tax (Mn)	(40.36)	(25.86)	(15.68)	(19.14)	11.12
Earnings per share	(5.04)	(3.29)	(1.96)	(2.39)	1.40
Payouts (%)	Nil	Nil	Nil	Nil	Nil
Financial Position					
Total Equity	76.46	97.25	124.26	139.31	114.51
Total Liabilities	85.23	77.48	66.06	54.38	51.93
Total Assets	161.74	174.73	190.32	193.69	207.13

Source: Company's annual audited accounts for the year ended June 30, 2021

All queries and correspondence relating to this announcement may be addressed to the manager to offer at the following address:

Integrated Equities Limited

Muhammad Iqbal Hussain

1st Floor, Building no. 202, Block Y (Commercial), Phase 3, DHA, Lahore

Contact: +92-42-357414-15

Email: info@iel.net.pk

Website: www.iel.net.pk

Signature:



Name:

Mr. Mian Muhammad Ahsan

Designation:

Chief Executive Officer

Date:

23 November 2021