

Ref.No.CL/225/22

Dated:17-09-2022

Hafiz Maqsood Munshi
Head, Listed Companies Compliance,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Ali Akbar
Pls Circulate.
19/9
cc: Faisal

Dear Sir,

Sub: - NON COMPLIANCE OF PSX REGULATIONS 5.11.1. (c) ,(d) & (e).

Please refer to your letter No. PSX/C-1082-1598 dated August 16, 2022 on the subject, it is submitted as under:-

- i- On the application of Joint official Liquidators the Lahore High Court Lahore had appointed Auditors M/s Rahman Sarfaraz Rahim Iqbal Rafiq, Chartered Accountants, Lahore for Audit of Accounts for the year ended June 30, 2017, 2018 and 2019.
- ii- As regards submission of half yearly (Reviewed) Accounts for the year ended June 30, 2019 we have requested our Auditors appointed by the court vide our letter No.CL/185/22 dated 23-06-2022 whereby it was replied that this assignment does not fall in their scope as court has only allowed for Annual Audit for the year ended year June 30, 2017,2018 and 2019. Copy of letter is also attached.
 - (A) In view of the above situation it was the duty of Joint Official Liquidators to get permission of two matters from the court for Audit of Accounts and for half yearly (reviewed) Accounts coupled with compiling/ publication of quarterly Accounts u/s 237 of Companies Act, 2017 and regret to inform you that this responsibility was not discharged by them in it true sense.
 - (B) Under the situation we are in the process of obtaining legal opinion from SECP authorities whether provisions of section 237 of Companies Act, 2017 is applicable in the case of liquidation period.

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- iii- We are also in the process of seeking permission for holding delayed AGM for the year 2019 U/s 147 of the Companies Act 2017 and shall furnish approval whenever it is issued.
- iv- On line payment against invoice No.202207/00285 dated 14-07-2022 and No.202207/00428 dated 14-07-2022 issued by you aggregating to Rs.361,969/- is being made well before September 30,2022.
- vi. With regard to outstanding payment it is once again submitted as under.
 - i). Kindly allow us to make payment from July 2017 to June 2022 in easy monthly installments.
 - ii) The payment of surcharge during the period of trading of the shares suspended i.e 22-12-2017 till trading is restored may please be waived off. Notification of PSX is attached.
- vii. As regard updation of PUCARS portal you are requested to please issue **PUCARS SECURITY TOKEN** enabling us to make on line communication with this esteemed exchange.

A perusal of above explanation shows that **BOARD** of the company is in the process of removing Non Compliance of PSX regulations one by one arisen on account of liquidator's office and expect that above arrangements shall be accepted by you and would request you to please extend an other period of 60 days for suspension of trading in the shares of the Company from September 27, 2022. .

Thanking you.
Yours faithfully,
For CHENAB LIMITED



(MUHAMMAD ARSHAD)
COMPANY SECRETARY

Encls: As above



RAHMAN SARFARAZ RAHIM IQBAL RAFIQ
CHARTERED ACCOUNTANTS

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C-37/07001

6 July 2022

Mr. Muhamamd Arshad,
Company Secretary,
Chenab Limited,
Nishatabad, Faisalabad.

**SUBJECT: AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS FOR
THE PERIOD ENDED DECEMBER 31, 2018**

Dear Sir

Reference to your letter no. CL/185/22 dated 23 June 2022 on the above subject. We would like to mention that the Chenab Limited was in compulsory winding up under the orders of honourable High Court, Lahore. Our appointment was ordered by the Lahore High Court vide order sheet date 22 May 2018 CO No. 43/2011 (Saudi Pak versus Chenab Limited) to perform primarily audit of annual accounts for the purposes of submission to the honourable High Court.

Performing review of the interim financial statements, therefore don't fall under our purview and that is why the scope of work given in the engagement letter doesn't cover this aspect.

We trust this clarifies our view point on the issue.

Yours truly

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants