

DIAMOND INDUSTRIES LIMITED

23-Km, Multan Road Mohlanwal, Lahore Tel: 111-111-666, 37540336-7

Fax: (042) 37540335, E.mail: diamondind@diamondfoam.com

REF: DIL/CS/006-4

DATED:- 28.04.2021

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road
Karachi.

Subject: **Material Information as required under clause 5.6.1 (a) of Rule Book**

Dear Sir,

In compliance of clause 5.6.1 (a) of the Rule Book of the exchange, we hereby convey the following information to the stock exchange and the esteemed shareholders of the Company.

- That in due to the then pending litigation with ABL the company had leased out its manufacturing and business operations to Diamond Tyres Limited vide agreement on June 10, 2017.
- In May 2018, after hectic efforts and financial support from the sponsors of the company, the company successfully settled all its outstanding liabilities towards Allied Bank Limited and consequently pending cases / litigations were mutually withdrawn by all parties and as of present date there is absolutely no pending litigation, issue or outstanding financial facility with any Bank or financial institution of whatsoever nature.
- Subsequently, in order to meet the requirements of the auditors of the Company, the management of the company got revalued and re-classified the company's assets during the financial year ending June 30, 2020.
- The Board of Directors have held a meeting on the April 28, 2021 and after due deliberations and considerations of the circumstances have decided to revive the manufacturing and business operations of the Company w.e.f. May 1, 2021. For the purpose, the Company and the management of Diamond Tyres Ltd. have mutually and amicably agreed to terminate the factory lease agreement w.e.f. 30th. April, 2021.
- Consequently, our Company shall be restarting its core manufacturing and business operations at its factory in Gadoon Amazai, Province of KP, w.e.f. May 1, 2021. The management of Diamond Tyres Ltd. have agreed to extend full financial and logistical support to our company to achieve the objective and in the meanwhile till our Company is able to negotiate proper finance arrangements to manage its affairs.

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- The Board has also proposed that the authorized capital of the Company be increased from Rs. 120 Million to Rs. 420 Million by raising of Rs.300.0 Million. The matter of issuance of further shares will be considered later. For the purpose the Company Secretary is directed to issue notice for calling of EOGM on a convenient date by taking the necessary measures under compliance of the provisions of the Companies Act, 2017.

You may please inform the members of the Exchange accordingly.

Sincerely yours,
for DIAMOND INDUSTRIES LIMITED


ZAHOOR AHMAD
Company Secretary



Copy to :-

The Director / HOD
Surveillance, Supervision and Enforcement Department,
Securities and Exchange Commission of Pakistan,
NIC Building, 63-Jinnah Avenue, Blue Area,
Islamabad