



# SERVICE FABRICS LIMITED

SERF/Corp/PSX

August 24, 2021

**The General Manager**

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

## DECLARATION OF 1486% RIGHT ISSUE

Dear Sir

With reference to our letter No. SFL/PSX/2021/07/16 dated July 16, 2021, please find attached addendum to the business & financial plan (as attached along with above referred letter as Annexure D) as directed by the SECP vide its letter No. SMD/PMADD/CI/68/2021 dated August 23, 2021. The attached addendum may please be treated as integral part of the business & financial plan.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

For and on behalf of  
**For Service Fabrics Limited**



**FARZAND ALI**

Company Secretary

CC: The Director/HOD, Surveillance, Supervision and Enforcement, SMD, SECP-ISD  
The Executive Director, Corporate Supervision Department, SECP-ISD



# SERVICE FABRICS LIMITED

## **DECLARATION OF 1486% RIGHT ISSUE** **ADDENDUM TO THE BUSINESS & FINANCIAL PLAN**

Business & Financial Plan attached by the Company along with letter for declaration of right issue vide Company's letter No. SFL/PSX/2021/07/16 dated July 16, 2021 to the Pakistan Stock Exchange Limited (PSX) be and is hereby modified as follows.

- I. Deletion of conditional clause pertaining to mandatory 15% purchase of LOR's by Ghani Global Holdings Limited (GGL) from the market.
- II. That within one month of dispatch of offer letter i.e. by 23<sup>rd</sup> September, 2021.
  - a) LC will be opened by the company for importing plant & machinery from China for calcium carbide project; and
  - b) Civil contract for the project of calcium carbide shall be granted by the company.
- III. Purchase of land in Hattar Industrial Estate, Haripur and in Faisalabad for both the projects i.e. super capacitor and calcium carbide will be subject to approval of shareholders of the Company;
- IV. Investment in case of supercapacitor project shall be initiated pursuant to receipt of funds from the foreign partner.







**Securities and Exchange Commission of Pakistan**  
**Securities Market Division**  
**Primary Market Approvals and Development Department**

No: SMD/PMADD/CI/68/2021

August 23, 2021

Mr. Farzand Ali,  
Company Secretary,  
Service Fabrics Limited,  
10-N, Model Town,  
Ext. Lahore.

**Subject: Announcement to issue Right shares dated July 16, 2021 – Service Fabrics Limited**

Dear Sir,

Refer to the announcement of Service Fabrics Limited (the Company) dated July 16, 2021 pertaining to right issue amounting to Rs. 2.3 billion (1486% - 234 million shares @ Rs 10 each) and subsequent correspondence dated August 13, 2021, August 16, 2021 and email dated August 23, 2021 regarding the captioned subject.

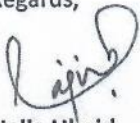
2. With this letter, the Company is advised to ensure that risk disclosures as agreed (Annexure A) be placed on first page of the revised notice to be shared with all shareholders in line with Schedule I of the Companies (Further Issue of Shares) Regulations, 2020 (the Regulations). Additionally, the company is required to ensure that revised notification/addendum clearly disclose:

- i). deletion of conditional clause pertaining to mandatory 15% purchase of LORs by Ghani Global Holding Limited (GGL) from the market (as right issue can not be conditional and said activity tantamount to be the issue other than right).
- ii). That within one month of dispatch of offer letter i.e by 23<sup>rd</sup> of September 2021
  - a) LC will be opened by the company for importing plant & machinery from China for calcium carbide project; and
  - b) Civil contract for the project of calcium carbide shall be granted by the Company.
- iii). Purchase of land in Hattar Industrial Estate, Haripur and in Faisalabad for both the projects i.e super capacitor & Calcium Carbide will be subject to approval of shareholders of the Company;
- iv). Investments in case of supercapacitor project shall be initiated pursuant to receipt of funds from the foreign partner.

3. The company shall ensure compliance with point 3(ii) above within timelines and make announcement of the same through PSX, as soon as completed.

4. This letter may not be construed as any sort of approval from the Commission. Veracity and correctness of the information/disclosures remains responsibility of the Company and its directors. The Commission, in case of non-compliance/violation of regulatory framework retains the right to initiate necessary action under applicable regulatory framework.

Regards,

  
Najia Ubaid  
HOD - PMADD

cc:

- i Mr. Nadir Rehman, COO - Pakistan Stock Exchange, Stock Exchange Building, Stock Exchange Road, Karachi.
- ii Mr. Abdul Samad, COO - Central Depository Company, CDC House, 99-B, Block 'B', S.M.C.H.S. Main Shahrah-e-Faisal Karachi.