



SERVICE FABRICS LIMITED

SERF/CORP/PSX/211220

October 12, 2021

The General Manager

Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road - Karachi - 74000

**ISSUANCE OF NO OBJECTION CERTIFICATE (NOC)
FOR THE RELEASE OF RIGHT SHARES SUBSCRIPTION MONEY**

Dear Sir,

In compliance of clause 9 of the "Right Issue Procedure" provided in your letter No. C-628-1465, dated July 29, 2021, we hereby confirm that 234,116,628 right shares offered by the Service Fabrics Limited (the Company) have been fully subscribed. The details of right issue subscription are as follows:

Description	No. of Right Shares	Amount
Total issue size	234,116,328	Rs.2,341,163,280
Subscription by directors/ sponsors/substantial shareholder	33,947,670	Rs. 339,476,700
Subscription by General Public	131,668,280	Rs. 1,316,682,800
Total Subscription Received till last date of Acceptance i.e. 23-09-2021	165,615,950	Rs. 1,656,159,500
Un-Subscribed Amount	68,500,378	Rs. 685,003,780

The Board of Directors in their meeting held on dated 08-10-2021, in pursuant to section 83(1) (a) (iv) of the Companies Act, 2017 allocated the un-subscribed portion to different individuals/ companies instead of calling upon the underwriters. Certified copy of board resolution is enclosed as Annexure-A. Subscription of this portion has also fully received till 12-10-2021.

In this regard, auditor's certificate dated October 12, 2021, from our statutory auditors of the Company, M/s CROWE Hussain Chaudhury & Co., Chartered Accountants confirming the receipt of full subscription money amounting to Rs. Rs.2, 341,163,280/- against right shares is enclosed as Annexure-B.

In view of above submission, you are requested to issue No Objection Certificate (NOC) in the name of Faysal Bank Limited, Habib Metropolitan Bank Limited, JS Bank Limited, Bank Alfalah Limited and Al Baraka Bank (Pakistan) Limited, for release of subscription amount received in bank accounts maintained for the purpose of Right Issue at your earliest.

You are further requested to issue No Objection Certificate (NOC) in the name of Central Depository Company of Pakistan Limited for release of subscription amount received in eLOR through 1-Link.

Thanking You,
for Service Fabrics Limited

Farzand Ali
Company Secretary
Encls: As Above

Copy to: - The Director, Surveillance Supervision Enforcement (SMD), SECP-Islamabad.

10-N, Model Town Ext., Lahore
UAN: 111-Ghani1, Ph. +92-42-35161424-5, Fax. (092) 42-35160393
E-Mail. corporate@servicefabrics.com, website. www.servicefabrics.com



SERVICE FABRICS LIMITED

EXTRACTS FROM THE MINUTES OF THE MEETING OF BOARD OF DIRECTORS HELD ON OCTOBER 08, 2021

"RESOLVED THAT in pursuant to section 83(1) (a) (iv) of the Companies Act, 2017 and the Board of Directors resolution dated July 16, 2021 the unsubscribed amount PK Rs. 685,003,780/- out of 1486% Right Issue PK Rs. 2,341,163,280/- announced by the Company on July 16, 2021 be and is hereby offered to the following individuals/companies instead of calling upon the underwriters for allotment of 68,500,378 ordinary shares at par value of Rs. 10 per share:

Sr. #	Names	Status	No. of Shares Offered/ Allotted	Subscription Amount PK Rs.
1	Ghani Global Holding Limited	Company	10,000,000	100,000,000
2	Ghani Chemical Industries Limited	Company	17,000,000	170,000,000
3	Ghani Products (Pvt.) Limited	Company	16,000,000	160,000,000
4	Mr. Masroor Ahmad Khan	Individual	8,376,790	83,767,900
5	Mr. Atique Ahmad Khan	Individual	8,376,790	83,767,900
6	Hafiz Farooq Ahmad	Individual	8,376,798	83,767,980
7	Mr. Hassan Ahmad	Individual	150,000	1,500,000
8	Mrs. Fakhra Khanum	Individual	20,000	200,000
9	Mr. Ammad Arshad	Individual	100,000	1,000,000
10	Mr. Ednan Syed	Individual	100,000	1,000,000
TOTAL			68,500,378	685,003,780

"FURTHER RESOLVED THAT above stated individuals/companies may be asked to deposit the share subscription amount in Service Fabrics Limited Right Issue Subscription Accounts of the company being maintained with Faysal Bank Limited, Habib Metropolitan Bank Limited, JS Bank Limited, Bank Alfalah Limited and Al Baraka Bank (Pakistan) Limited on or before October 12, 2021 through Cash/Cheque or Pay Order. "

"FURTHER RESOLVED THAT the Chief Executive Officer and the Company Secretary of the Company be and is hereby singly authorized to take all necessary steps, and do all other acts, deeds and things, including any ancillary or incidental actions to give effect to the above resolutions including but not limited, allotment of subscribed including unsubscribed new offered shares to others, execute the requisite documents, and complete all formalities of the Right Issue on behalf of the Company."

Certified To Be True Copy

Atique Ahmad Khan
Chief Executive Officer/ Director



FARZAND ALI
Company Secretary

10-N, Model Town Ext., Lahore
UAN: 111-Ghani1, Ph. +92-42-35161424-5, Fax. (092) 42-35160393
E-Mail. corporate@servicefabrics.com, website. www.servicefabrics.com

October 12, 2021

Ref. No. P/20904/21

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

Dear Sir,

PRACTICING CHARTERED ACCOUNTANT FIRM'S CERTIFICATE ON RECEIPT OF FUNDS FOR ALLOTMENT OF RIGHT SHARES AS REQUIRED UNDER CLAUSE 8 (ANNEXURE II) OF PAKISTAN STOCK EXCHANGE LIMITED'S (PSX) LETTER

We have been requested to provide you with a certificate on receipt of funds against allotment of right shares of **M/s Service Fabrics Limited** (the Company) as required under clause 8 (Annexure II) of Pakistan Stock Exchange Limited's (PSX) Letter.

Scope of Certificate

This certificate is being issued by us as statutory auditors of the Company for onward submission to Pakistan Stock Exchange Limited (PSX) and Central Depository Company of Pakistan Limited (CDC).

Management Responsibility

It is the management responsibility to ensure that aggregate subscription amount received is properly recorded in the books and records of the Company and to comply with all legal requirements in this respect.

Practicing Auditor's Responsibility

Our responsibility is to certify that the full amount of subscription money has been received in accordance with the "Guidelines for Issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms" issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures as mentioned below:

- a) Obtained and checked copy of the resolution of the Board of Directors of the Company approving issue of 234,116,328 ordinary shares of Rs. 10 each Right Shares;
- b) Obtained and checked copy of letter of offer issued under section 83 of the Companies Act, 2017 for last date of payment/ renunciation;
- c) Obtained and checked copies of bank statements provided by the Bankers to the right issue certifying the receipt of subscription money;
- d) Obtained and checked copies of deposit slips evidencing payment of subscription money;
- e) Obtained and checked detail of receipt of subscription money through online payment option for CDC's Investor Account Holders.

Certificate

Based on the procedures mentioned above, we certify that an amount of Rs. 2,341,163,280 has been received in relation to the issue of 1486% right shares, as approved in the Board of Directors' meeting held on July 16, 2021. Break-up of the amount received in this respect is as under:

Sr. No.	Details	Bank Account Number	Amount received (Rupees)
Bankers to the Issue			
1.	Al Baraka Bank (Pakistan) Limited	0123543889028	847,519,540
2.	Bank Alfalah Limited	5001398925	714,935,830
3.	Habib Metropolitan Bank Limited	6-99-82-20353-714-207082	390,497,300
4.	JS Bank Limited	0001845061	321,463,970
5.	Faysal Bank Limited	3192390000001812	62,487,680
Sub Total			2,336,904,320
CDC Account			
6.	CDC's online payment option for Investor Account Holders		4,258,960
Sub Total			4,258,960
Grand Total			2,341,163,280

Restriction on use and distribution

This certificate is being issued in the capacity of statutory auditors of the Company and on the specific request of the management for onward submission to PSX and CDC only. Accordingly, this should not be distributed to any other third party without our prior written consent. This certificate is restricted to the facts stated herein and is not to be presented as a testimony in any court of law.

Yours truly,


Crowe Hussain Chaudhury & Co.
 Chartered Accountants
 Lahore.