

MISIL/BMOFR-1/2022

December 31, 2021

**The General Manager**

Pakistan Stock Exchange Limited,  
Stock Exchange Building,  
Stock Exchange Road,  
Karachi.  
By PUCAR & Courier

**SUBJECT:**

**DISCLOSURE OF MATERIAL INFORMATION**

Dear Sir,

We are pleased to inform you that the Board of Directors of Mughal Iron & Steel Industries Limited in their meeting held on December 31, 2021 at 11:30 am at 31-A Shadman 1, Lahore, have approved the following:

1. Procurement and installation of melting plant and feedstock processing unit with approximate aggregate project cost of PKR. 2,900 million for its non-ferrous segment. This will enable the Company to commence exports of aluminum ingots and also increase current copper exports. COD is expected within 20 months from the date of establishing letter of credit.
2. Capital expenditure for purchase of spare parts for re-rolling mill with approximate cost of PKR. 400 million.

The above capital expenditure will be financed mainly by way of long-term debt with expected mix of debt-to-equity ratio of 80:20. In addition to the above, the Board of Directors have also approved the following:

3. To retire, dismantle and dispose of, idle fixed assets, comprising of ferro plant, old bar re-rolling mill (installed capacity 96,000 MT) and coal gasification plant, having aggregate book value of PKR 568 million.
4. To issue sukuk certificates to the tune of PKR. 5,000 million for a period of 5 years for meeting working capital requirements.

*A disclosure form as required under SRO 143(1)/2012 dated December 05, 2012 read with Sections 96 and 131 of Securities Act, 2015 in relation to above inside information is attached herewith as "ANNEXURE-A".*

Yours Sincerely

for **MUGHAL IRON & STEEL INDUSTRIES LIMITED**



**MUHAMMAD FAHAD HAFEEZ**

(Company Secretary)

CC: The Director / HOD

(Surveillance, Supervision and Enforcement Department),

Securities & Exchange Commission of Pakistan, Islamabad



“ANNEXURE – A”

**DISCLOSURE FORM**  
**IN TERMS OF SECTIONS 96 AND 131 OF THE SECURITIES ACT, 2015**

Name of Company:	Mughal Iron & Steel Industries Limited
Date of Report:	December 31, 2021
Contact information:	Muhammad Fahad Hafeez Company secretary 31-A Shadman 1, Lahore Contact No. 042-35960841 (155) Fax No. 042-35960846 Email: fahadhafiez@mughalsteel.com

☒ **Disclosure of inside information by listed company**

Public disclosure of inside information, which directly concerns the listed securities:

We are pleased to inform you that the Board of Directors of Mughal Iron & Steel Industries Limited in their meeting held on December 31, 2021 at 11:30 am at 31-A Shadman 1, Lahore, have approved the following:

- I. Procurement and installation of melting plant and feedstock processing unit with approximate aggregate project cost of PKR. 2,900 million for its non-ferrous segment. This will enable the Company to commence exports of aluminum ingots and also increase current copper exports. COD is expected within 20 months from the date of establishing letter of credit.
- II. Capital expenditure for purchase of spare parts for re-rolling mill with approximate cost of PKR. 400 million.

The above capital expenditure will be financed mainly by way of long-term debt with expected mix of debt-to-equity ratio of 80:20. In addition to the above, the Board of Directors have also approved the following:

- III. To retire, dismantle and dispose of, idle fixed assets, comprising of ferro plant, old bar re-rolling mill (installed capacity 96,000 MT) and coal gasification plant, having aggregate book value of PKR 568 million.
- IV. To issue sukuk certificates to the tune of PKR. 5,000 million for a period of 5 years for meeting working capital requirements.

**SIGNATURES**

In case of company pursuant to the requirements of the securities Exchange Ordinance 1969 (XVII), the Company has duly caused this form / statement to be signed / on its behalf by the undersigned hereunto duly authorized.



**Muhammad Fahad Hafeez**  
(Company Secretary)

Dated: December 31, 2021

