



## ARSHAD ENERGY LTD.

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W: www.arshadgroup.com

E: info@arshadgroup.com

A: 16th Floor, Tricon Corporate Center  
Main Jail Road, Gulberg II, Lahore - 54660, Pakistan.

28 January 2022

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

### Disclosure of Material Information – Arshad Energy Limited ("AEL" or the "Company")

Dear Sir,

Under Sections 96 and 131 of the Securities Act, 2015 (the "Act") and Clause 5.6.1(a) of the Rule Book of Pakistan Stock Exchange Limited ("PSX"), we hereby convey the following information:

The Board of Directors of the Company, in their meeting held on 27 January 2022 (concluded on 28 January 2022), have approved the sale/disposal of the Company's assets located at 35 kilometers, Sheikhpura Road, Tehsil Jaranwala, District Faisalabad, Punjab, comprising freehold land, construction on the same, plant and machinery, factory equipment, electric installation, office equipment, computers, electric appliances, furniture & fittings, vehicles and other assets (the Assets), subject to obtaining the approval of the shareholders of the Company, in accordance with the provisions of Sections 183(3) and 208 of the Companies Act, 2017, based on the recommendation of the Audit Committee, and utilization of the proceeds from the sale of the Assets to (a) settle the liabilities of the Company; and (b) initiate/start the implementation of the Alternate/Revival Business Plan (Textile trading and later manufacturing), as also approved and recommended by the Board of Directors of the Company.

It was proposed and recommended that the Land and building (collectively), forming part of the Assets, shall be sold to the Company's related parties i.e. Arshad Textile Mills Limited and / or Arshad Corporation (Private) Limited subject to agreeing to terms for the same, whereas plant & machinery and other ancillary assets shall be sold/disposed of to interested third party buyer(s), keeping in view the valuations carried out by PBA approved valuers.

Furthermore, in light of the alternative/revival business plan of the Company, the Board has also approved the change in the principal line of business of the Company, along with alterations to the Memorandum of Association, including to update the same in accordance with the provisions of the Companies Act, 2017, subject to obtaining the approval of the shareholders. Additionally, the Board also approved to change the name of the Company to "AEL Textiles Limited", subject to obtaining availability of name and approval of the shareholders of the Company.

The Board authorized representatives for the purposes of the above matters, subject to approval of the shareholders of the Company (where required) and further subject to completion of all necessary corporate and legal formalities where required.



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For the above purposes an Extraordinary General Meeting (EOGM) of the shareholders of the Company shall be held on 24 February 2022 to consider and approve the above businesses. The notice of EOGM shall be sent in due course in accordance with the applicable laws.

You may please inform the TREC Holders of the Exchange accordingly.

Yours sincerely,  
For Arshad Energy Limited

  
Shafiq Ijaz  
Company Secretary

Cc: Director / HOD, Surveillance, Supervision and Enforcement Department, SECP, Islamabad