

January 31, 2022

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

Disclosure of Material Information

Dear Sir,

Crescent Star Insurance Limited (CSIL) together with members of Dost Steels Limited who collectively represent more than 5% of the total voting power have on 29-01-2022 invoked jurisdiction under section 140 of the Companies Act 2017 (Act) and have given notices to Dost Steel Limited to incorporate the Proposed Resolutions given in the notices as agenda items in the Extraordinary General Meeting of the Company to be held on Thursday, day of 10th February 2022 at 02:30 at the registered office at 4th Floor, Ibrahim Trade Centre, 1-Aibak Block, Barkat Market, new Garden Town, Lahore to consider and if deemed fit to pass the resolutions as proposed. The proposed resolutions to be incorporated in the said EOGM are:

Special Businesses:

- 1. To consider the proposal of injection of equity received from Crescent Star Insurance Limited (including their nominees) and if deemed fit, pass the following "Special Resolutions" with or without modifications subject to the approval of the Securities and Exchange Commission of Pakistan:**

"RESOLVED THAT, subject to compliance with the provisions of all applicable laws and requisite regulatory approvals & permissions as the case may be, including the approval of the Securities and Exchange Commission of Pakistan (the "SECP") under Section 82 and 83 of the Companies Act, 2017, approval of the shareholders of Dost Steels Limited (the "Company") be and is hereby accorded to issue additional 222,222,222 Ordinary Shares of the face value of PKR 10/- each by way of otherwise than right shares to be issued at an issue price of PKR =4.50= per share (at a discount of 55% to par value) to Ms. Crescent Star Insurance Limited being the potential investor (including its nominees).

"RESOLVED FURTHER THAT any issuance of the shares other than right shall be on first served basis. Therefore, those creditors who have already advanced amount for issuance of shares shall be issued shares prior to the other."

"RESOLVED FURTHER THAT the shares when issued shall from the date of their allotment, rank pari passu in all respects with the existing fully paid Ordinary Shares."

"RESOLVED FURTHER THAT the aforesaid special resolution(s) shall be subject to any amendment, modification, addition or deletion including the adjustment to the pricing of the shares to be issued as may be suggested, directed and advised by SECP and / or any other competent authority, which suggestion, direction and advice shall be deemed to be part of

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these Special resolution(s) without the need of the shareholders to pass fresh Special Resolution(s).”

Statement concerning the Special Business:

This statement sets out the material facts pertaining to the Special Business to be transacted at the Extraordinary General Meeting of the Company to be held on 10th February 2022.

ISSUANCE OF SHARES OTHERWISE THAN RIGHT OFFERING

Crescent Star Insurance Limited has given an offer for injection of Rs.1 billion as equity in Dost Steels Limited against issuance of additional 222,222,222 Ordinary Shares of the face value of PKR 10/- each by way of otherwise than right shares to be issued at an issue price of PKR =4.50= per share (at a discount of 55% to par value) under the provisions of section 82 and 83 of the Companies Act, 2017 (the “Act”) subject to the approval of the shareholders and the Securities and Exchange Commission of Pakistan (SECP). The shares are proposed to be issued to Crescent Star Insurance Limited (including his nominees).

Crescent Star Insurance Limited is a major stake holder in Dost Steel Limited and has already invested Rs.354 million as advance against issuance of shares and have now given an offer to invest a further 1 billion in DSL against issuance of shares otherwise than right.

You may inform the members accordingly

For Crescent Star Insurance Limited



Naim Anwar
Managing Director & CEO