



fauji foods

FFL/HO/CS/

August 23, 2022

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

Subject: Material Information

Dear Sir,

In accordance with Section 96 of the Securities Act, 2015 and Clause 5.6.1(a) of PSX Regulations, we hereby convey the following information:

Company's letter dated August 23, 2022 is attached.

Yours Sincerely,

Brig Hamid Mahmood Dar (Retd)
Company Secretary



fauji foods

Lahore

August 23, 2022

Ref. No. FFL/HO/CS/

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

Director/HOD (Enforcement Department)
Securities and Exchange Commission of
Pakistan
7th Floor, NIC Building, Jinnah Avenue
Islamabad

Dear Sirs,

Subject: Disclosure of the Board of Directors' Meeting

Pursuant to Section 96 of the Securities Act, 2015 read with Clauses 5.6.1 and 5.8 of the Rule Book of Pakistan Stock Exchange Limited, we write to disclose that on August 22, 2022, the Board of Directors of Fauji Foods Limited ("Company") held its meeting and approved that the Company be and is hereby authorized to borrow the total amount of PKR 2,350,000,000 as Loan from Fauji Foundation and, to this end, to enter into the Shareholder Loan Agreement with Fauji Foundation for the said Loan, which shall be an unsecured subordinated shareholder loan to be provided by Fauji Foundation to the Company to meet the Company's working capital requirements and shall be disbursed in one or more tranches as may be agreed with Fauji Foundation, and shall be for the tenor ending on the second anniversary of the date of disbursement of the each tranche, after which it will carry mark-up at the rate of 6 Month KIBOR +2% and will be payable on demand. Fauji Foundation shall have the option to convert the said loan into equity at any time by written notice at par or lower value as set out in the Shareholder Loan Agreement and subject to necessary approvals.

The disclosure mentioned above, in the format prescribed by the Securities and Exchange Commission of Pakistan, is enclosed as the Schedule hereto.

Regards

Brig Hamid Mahmood Dar (Retd)
Company Secretary

Disclosure Form
In terms of Section 96 of the Securities Act, 2015

Name of the Company Fauji Foods Limited

Date of Report August 23, 2022

Contact Information Brig Hamid Mahmood Dar (Retd)
Company Secretary
Telephone: 042-37136306
Fax: 042 37136310
Email: secretary@faujifoods.com

Please mark the appropriate box below:

☒ **Disclosure of inside information by listed company in terms of Section 96.**

On August 22, 2022, the Board of Directors of Fauji Foods Limited ("Company") held its meeting and approved The Company be and is hereby authorized to borrow the total amount of PKR 2,350,000,000 as Loan from Fauji Foundation and, to this end, to enter into the Shareholder Loan Agreement with Fauji Foundation for the said Loan, which shall be an unsecured subordinated shareholder loan to be provided by Fauji Foundation to the Company to meet the Company's working capital requirements and shall be disbursed in one or more tranches as may be agreed with Fauji Foundation, and shall be for the tenor ending on the second anniversary of the date of disbursement of the each tranche, after which it will carry mark-up at the rate of 6 Month KIBOR +2% and will be payable on demand. Fauji Foundation shall have the option to convert the said loan into equity at any time by written notice at par or lower value as set out in the Shareholder Loan Agreement and subject to necessary approvals.

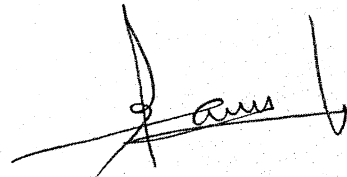
☐ **Intimation of decision of the listed company to delay disclosure of inside information in terms of Section 96(4).**
NIL

☐ **Disclosure of inside information by listed company where the listed company or person acting on its behalf discloses inside information to third party in terms of Section 131.**
NIL

☐ **Disclosure of transactions conducted by persons discharging managerial responsibilities within a listed company or persons closely associated with them.**
NIL

SIGNATURE

In case of company, the company has duly caused this form/statement to be signed on its behalf by the undersigned hereunto duly authorized.



Brig Hamid Mahmood Dar (Retd)
Company Secretary