



AEL/PSX/06/2023/4

June 07, 2023

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

Disclosure of Material Information – AEL Textiles Limited ("AEL" or the "Company")

Dear Sir,

In accordance with Section 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 inform you as follows:

This is with reference to the disclosure/notice dated 03 June 2023 bearing reference No. AEL/PSX/06/2023/03 in which in principle approval was given by the Board for the merger of AEL with and into Stylers International Limited ("SIL") subject to corporate, regulatory and legal formalities. We hereby inform you of the following material information

The management of AEL has presented to the Board the Scheme of Restructuring / Arrangement ("Scheme") for the merger under the provisions of Sections 279 to 283 and 285 of the Companies Act, 2017 of AEL with and into SIL. The Board considered and approved the Scheme laid before them subject to obtaining all the required shareholders', creditors' and regulatory approvals and the sanction of the Scheme by the Honourable Lahore High Court along with fulfilment of related legal formalities, in terms of which, inter alia, the following take effect subject to the required consent of the shareholders of the Company and the sanction of the Honourable Lahore High Court: (i) AEL together with all its assets, rights, privileges (including status of listing on PSX and eligibility for induction with Central Depository Company) and all its liabilities, obligations, share capital, and reserves will be merged with and into SIL; (ii) 4,800,000 shares of SIL will be issued and allotted to the members of AEL as consideration for the proposed merger and the shares of SIL will stand listed on the PSX as a result of the merger after filing of necessary documents with PSX; and (iii) as a consequence of the Merger and upon listing of the shares of SIL on PSX, AEL will be de-listed from the PSX and will be dissolved without winding up.

The Scheme will be circulated to the PSX and the shareholders in due course subject to directions / order of the Honourable Lahore High Court, Lahore, and in accordance with the applicable laws.

We shall continue to keep you informed of the progress in respect of the above matters.

AEL Textile Limited

Registered Office: 19-A, Commercial Area, Izmir Town, Canal Bank Road, Lahore

Phone No. 92-42 35961974, 0333-4225449

web address: www.aeltextiles.com



A disclosure for as required under SRO 143(I)/2012 dated December 05, 2012, read with Section 131 of the Securities Act, 2015, is enclosed as Annexure "A" to this letter.

Yours truly

For and on behalf of
AEL Textiles Limited

Tariq Majeed
Company Secretary



Cc:
Director / HOD
Surveillance, Supervision and Enforcement Department
The Securities and Exchange Commission of Pakistan,
NIC Building, 63 Jinnah Avenue
Blue Area, Islamabad



Disclosure Form under the Securities Act, 2015

Name of the Company	AEL Textiles Limited
Date of Report (date of earliest event reported if applicable)	June 07, 2023
The exact name of the Company as specified in its Memorandum	AEL Textiles Limited
The registered address of the Company	19A Commercial Area, Izmir Town, Canal Bank Road, Lahore
Contact Information	Tariq Majeed Company Secretary AEL Textiles Limited Phone: 0333 422 5449
Disclosure of inside information by the Company in terms of the Securities Act, 2015	<p>In accordance with Section 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 inform you as follows:</p> <p>This is with reference to the disclosure/notice dated 03 June 2023 bearing reference No. AEL/PSX/06/2023/03 in which in principle approval was given by the Board for the merger of AEL with and into Stylers International Limited ("SIL") subject to corporate, regulatory and legal formalities.</p> <p>The management of AEL has presented to the Board the Scheme of Restructuring / Arrangement ("Scheme") for the merger under the provisions of Sections 279 to 283 and 285 of the Companies Act, 2017 of AEL with and into SIL. The Board considered and approved the Scheme laid before them subject to obtaining all the required shareholders', creditors' and regulatory approvals and the sanction of the Scheme by the Honourable Lahore High Court along with fulfilment of related legal formalities, in terms of which, inter alia, the following take effect subject to the required consent of the shareholders of the Company and the sanction of the Honorable Lahore High Court: (i) AEL together with all its assets, rights, privileges (including status of listing on PSX and eligibility for induction with Central Depository Company) and all its liabilities, obligations, share capital, and reserves will be merged with and into SIL; (ii) 4,800,000 shares of SIL will be issued and allotted to the members of AEL as consideration for the proposed merger and</p>

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Tariq Majeed
Company Secretary
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