



26<sup>th</sup> September, 2023

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

**Subject: Disclosure of Material Information**

Dear Sirs,

In accordance with the requirements of applicable provisions of the Securities Act, 2015 and the Rule Book of the Pakistan Stock Exchange Limited, we hereby convey the following:

At a meeting of the Board of Directors of Agha Steel Industries Limited (hereinafter referred to as the "Company") held at 11:30 a.m. on 25<sup>th</sup> September, 2023 at 801 & 804, Emerald Tower, 8<sup>th</sup> Floor, Block 5, Clifton, Karachi, the Board of Directors resolved that subject to obtaining all necessary corporate and regulatory approvals, the Company is authorized to issue 100,000,000 (One Hundred Million) preference shares, with differential rights and privileges, having face value of PKR 10/- (Pak Rupees Ten) each (the "Preference Shares") to certain existing shareholders and directors of the Company namely Mr. Raza Iqbal Agha and Mr. Hussain Iqbal Agha, and certain strategic investors namely Ms. Natasha Iqbal, Mr. Saad Iqbal and Mr. Danish Iqbal who have offered to subscribe to the Preference Shares, at a price of PKR 10/- (Pak Rupees Ten) each, aggregating up to PKR 1,000,000,000/- (Pak Rupees One Billion), other than by way of right issue for cash consideration, pursuant to Sections 58 and 83(1)(b) of the Companies Act, 2017 and other applicable laws, as permitted under the Articles of Association of the Company (the "Direct Issue").

The Preference Shares intended to be issued shall have the following rights, privileges, terms and conditions:

- (i) Unlisted;
- (ii) Callable after 3 (three) years on a cumulative basis;
- (iii) Non-convertible;
- (iv) Non-voting;
- (v) Preferential dividend calculated at the rate of 6 month KIBOR + 0.5% per annum, shall be paid in priority to ordinary shareholders; and
- (vi) Preference over ordinary shares in the event of liquidation / winding up of the Company.

The funds received by the Company from the Direct Issue shall be utilized to strengthen and capitalize the Company to support Company's financial stability and long-term growth objectives such as expanding operations, funding new projects, reducing debt, or investing in new opportunities, with the intention of obtaining tax credits under the applicable laws.



Registered Office: Plot No. NWIZ/II/P-133, SP6, D-2, Port Qasim Authority, Karachi.  
T: +92-21-111 11 (AGHA) 2442 W: www.aghasteel.com

Corporate Office: Suite No. 801 & 804, 8th Floor, Emerald Tower, G-19, Block-5, II Talwar, Main Clifton Road, Karachi.

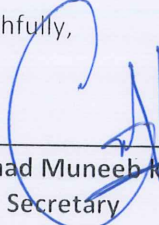




The proposed issue of Preference Shares remains subject to shareholders, Securities and Exchange Commission of Pakistan and Pakistan Stock Exchange approval and appropriate disclosures will be made in accordance with applicable laws as the matter progresses.

You may please inform the members of exchange accordingly.

Yours faithfully,

  
Muhammad Muneeb Khan  
Company Secretary



Cc:

Director / HOD

Surveillance, Supervision and Enforcement Department

**Securities and Exchange Commission of Pakistan**

NIC Building, 63 Jinnah Avenue

Blue Area, Islamabad



**DISCLOSURE FORM**  
(Securities Act, 2015)

Name of the Company	Agha Steel Industries Limited
Date of Report (Date of earliest event reported if applicable)	25 <sup>th</sup> September, 2023
Exact Name of the Company as specified in its Memorandum	Agha Steel Industries Limited
Registered address of the Company	Plot No. N.W.I.Z/1/P-133, (SP-6) D-2, Port Qasim Authority, Karachi, Malir Bin Qasim Town
Contact Information	Muhammad Muneeb Khan Company Secretary Agha Steel Industries Limited Plot No. N.W.I.Z/1/P-133, (SP-6) D-2, Port Qasim Authority, Karachi, Malir Bin Qasim Town
Disclosure of price sensitive / inside information by the Company in terms of Securities Act, 2015	<p>The Board of Directors resolved that subject to obtaining all necessary corporate and regulatory approvals, the Company may issue preference shares, with differential rights and privileges, having face value of PKR 10/- (Pak Rupees Ten) each (the "<b>Preference Shares</b>") to existing sponsors/shareholders and certain strategic investors who have offered to subscribe to the Preference Shares, at a price of PKR 10/- (Pak Rupees Ten) each, aggregating up to PKR 1,000,000,000/- (Pak Rupees One Billion), other than by way of right issue, pursuant to Sections 58 and 83(1)(b) of the Companies Act, 2017 and other applicable laws, as permitted under the Articles of Association of the Company.</p> <p>The Preference Shares intended to be issued shall have the following rights, privileges, terms and conditions:</p> <ul style="list-style-type: none"> <li>(i) Unlisted;</li> <li>(ii) Callable after 3 (three) years on a cumulative basis;</li> <li>(iii) Non-convertible;</li> <li>(iv) Non-voting;</li> <li>(v) Preferential dividend calculated at the rate of 6 month KIBOR + 0.5% per annum, shall be paid in priority to ordinary shareholders; and</li> <li>(vi) Preference over ordinary shares in the event of liquidation / winding up of the Company.</li> </ul>