



Habib Sugar Mills Limited

3RD/4TH FLOOR, IMPERIAL COURT, DR. ZIAUDDIN AHMED ROAD, KARACHI-75530 (PAKISTAN)

Ref: 23/24/143/C

December 26, 2023

The General Manager
Pakistan Stock Exchange
Limited
Stock Exchange Building
Off: I.I. Chundrigar Road,
Karachi

Director / HOD Surveillance, Supervision and
Enforcement Department
Securities & Exchange Commission of Pakistan
Islamabad

Dear Sir(s)

MATERIAL INFORMATION

In accordance with Sections 96 and 131 of the Securities Act, 2015, Section 88(7) of the Companies Act, 2017, Regulation 10(a) of the Listed Companies (Buy-Back of Shares) Regulations, 2019 and clause 5.6.1 of the Rule Book of the Pakistan Stock Exchange Limited, we hereby would like to convey the following information:

The Board of Directors of Habib Sugar Mills Limited (the "**Company**"), in its meeting held on December 23, 2023 at 12:00 Noon has approved and decided to recommend to the members of the Company for their approval by passing of special resolutions, the purchase/ buy-back of up to 15,000,000 (Fifteen Million) issued ordinary shares of the Company (constituting 10% of the current issued ordinary share capital) of the face value of PKR 5/- (Pak Rupees Five) each, by the Company in accordance with Section 88 of the Act read with the Regulations

With reference to the above matter, following are the salient features of the buy-back of Company's shares as recommended by the Board of Directors for consideration and approval by the shareholders/members in the upcoming Annual General Meeting of the Company by way of special resolutions:



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Description	RBOD Recommendations
Purpose of the purchase	Cancellation of shares.
Mode of Purchase	Through the Pakistan Stock Exchange Limited.
Indicative (maximum) number of ordinary shares proposed to be purchased (buy-back)	Up to 15,000,000 (Fifteen Million) paid-up ordinary shares of the Company having face value of PKR 5/- (Pak Rupees Five Only) each.
Indicative (maximum) percentage of ordinary shares proposed to be purchased (buy-back)	10% of the total outstanding paid-up shares of the Company.
Purchase price (per share)	The shares shall be purchased from time to time at the spot/current price acceptable to the Company prevailing during the purchase period as per the Regulation 8(2) of Listed Companies (Buy-Back) of Shares, Regulations, 2019.
Purchase Period	From February 2, 2024 to July 30, 2024 (both days inclusive) or till such date that purchase is complete, whichever is earlier.
Source of funds	The purchase of shares shall be made out of the distributable profits as required under Section 88(8) of the Companies Act, 2017. The Company will utilize its internally generated cash flows and ensure availability of funds for the purchase/buy-back of shares.
Justification for the purchase/buy-back and effect on the financial position of the Company	The proposed buy-back of shares will have a positive impact on the financial position of the Company. This will also improve the Earning per Share (EPS) as well as break-up value of the Company's shares. Further, it will provide an opportunity of exit to those shareholders who wish to liquidate their investments.

The Board of Directors has decided to convene an Annual General Meeting (AGM) of the Company on Wednesday, **January 24, 2024** at 11:00 a.m. at Auditorium Hall, The Institute of Chartered Accountants of Pakistan, Chartered Accountants Avenue, Karachi. The agenda of the meeting shall also include seeking members' approval (by way of passing special resolutions) for the proposed purchase/ Buy- Back of shares besides approval of the annual audited financial statements of the Company.



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The Share Transfer Books of the Company will remain closed from Monday, January 15, 2024 to Wednesday, January 24, 2024 (both days inclusive). Transfers received at our Share Registrar, THK Associates (Private) Limited, Plot No. 32-C, Jami Commercial Street – 2, D.H.A., Phase VII, Karachi, before the close of business on Friday, January 12, 2024 will be considered in time to determine voting rights of the members for attending the meeting.

We will be transmitting the Notice of the AGM of the Company in electronic form through PUCARS within the specified time.

Yours truly,

For and behalf of Habib Sugar Mills Limited

Imran Amin Virani
Company Secretary

Amir Bashir Ahmed
Chief Financial Officer