

SHAFFI CHEMICAL INDUSTRIES LIMITED

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Ref:- SCIL/CS/015-3

Dated:- 21-03-2025

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

Subject:- **MATERIAL INFORMATION**

Assalam-O-Alaikum,

We are writing to inform you of significant developments in our company's strategy and business plan, as per Section 96 of the Securities Act, 2015, and Clause 5.6.1(a) of PSX Regulations.

The Board of Directors has reviewed and approved a new future strategy, focusing on key growth initiatives. This includes reviving business operations by manufacturing furniture products within our factory premises.

Pursuant to the Companies Act, 2017, a company may engage in any lawful business or activity, provided that its principal line of business is stated in its Memorandum of Association and is consistent with its name. The "principal line of business" refers to the business in which a company holds or is likely to hold substantial assets or earns or is likely to earn significant revenue. In compliance with the Companies Act, 2017, we will adopt a new Memorandum and Articles of Association, designating furniture manufacturing as our principal line of business

Key decisions made during today's meeting include:

1. **Change in Principal Line of Business:** We are shifting our primary focus to furniture manufacturing. Consequently, our principal line of business will be to carry on furniture-related activities. To reflect this change, we will adopt new Memorandum and Articles of Association in accordance with the Companies Act 2017, designating furniture manufacturing as our principal line of business.
2. **Company Name Change:** We propose changing our name from "Shaffi Chemical Industries Limited" to "Shaffi Industrial Enterprises Limited," subject to approval from the Securities and Exchange Commission of Pakistan.
3. **Increase in Authorized Capital:** Our authorized capital will increase from Rs. 120 million to Rs. 400 million, enabling us to initiate a rights issue for fundraising and equity expansion in the near future.

You may inform the TRE Certificate Holders accordingly.

Thanking you,

For SHAFFI CHEMICAL INDUSTRIES LIMITED


ZAHOOR AHMAD
Company Secretary

Factory: Plot # 2, Gadoon Amazai Industrial Estate, Swabi, Khyber Pakhtoonkhwa, Ph (0938) 270697