



# PAKISTAN ENGINEERING COMPANY LTD.

Company of State Engineering Corporation, Ministry of  
Industries and Production, Government of Pakistan.

May 27, 2025

Ref No. : PECO/Fin/OOBC/2025-080

<b>The General Manager</b> Pakistan Stock Exchange Limited Stock Exchange Building Stock Exchange Road Karachi	<b>Executive Director / HOD</b> Offsite-II Department, Supervision Division Securities & Exchange Commission of Pakistan 63, NIC Building, Jinnah Avenue, Blue Area Islamabad
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Subject: **Material Information Disclosure**

Dear Sir

In accordance with Sections 96 and 131 of the Securities Act, 2015 and clause 5.6.1(a) of the Rule Book of Pakistan Stock Exchange Limited, we hereby convey the following information:

1. The Excise and Taxation Department, Government of Punjab, has sealed the factory premises of Pakistan Engineering Company Limited ("PECO" or "the Company") due to non-payment of property tax amounting to PKR 1.9 million. The management is actively engaging with the relevant authorities to resolve the matter and ensure restoration of access to the factory offices to avoid disruption in administrative functions.
2. With reference to the announcement of a Right Issue by the Company dated 21st January 2025, it is hereby informed that PECO has not proceeded with the said Right Issue due to directives issued in two separate proceedings initiated by the Securities and Exchange Commission of Pakistan (SECP).

The SECP has restricted PECO from proceeding with the Rights Issue, citing regulatory limitations primarily due to the Company's name appearing in the CIB report in relation to an overdue liability. The Company is actively pursuing appropriate forums and representations to clarify that the proposed Right Issue is aimed at addressing these very compliance concerns, and therefore, the restrictions should not apply in such a context.

The Company shall keep the shareholders apprised of all significant developments as and when the matter progresses further.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Thanking you

For and on behalf of  
Pakistan Engineering Company Limited

  
for Mian Anwar Aziz  
Company Secretary (CS)/Chief Financial Officer (CFO)

