

June 23, 2025

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

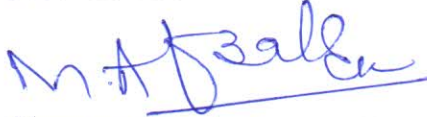
SUB:- **RESULTS BOARD MEETING OTHER THEN FINANCIALS**

Dear Sir,

We wish to inform you that the Board of Directors of Dost Steels Limited, in its meeting held on Monday, June 23, 2025, at 11:30 a.m. in Lahore, has considered and approved the resolutions (copy attached) passed by the Board, subject to the necessary corporate, legal, and regulatory approvals.

Yours sincerely,

For Dost Steels Limited



Company Secretary

cc:1. The Executive Director / HOD,
Offsite-II Department, Supervision Division,
Securities & Exchange Commission of Pakistan

2. Share Registrar: Corplink (Pvt.) Ltd.

DOST STEEL LTD.
Office # 6-F, 4th Floor, Al-Hafeez Tower,
M.M. Alam Road, Gulberg III,
Lahore.
Ph: 042-35785342

RESOLVED THAT Mr. Naim Anwar, Director of The Company be and is hereby authorized to sign Applications to be submitted in Court to give effect to the settlement agreement with Bank.

RESOLVED FURTHER THAT Mr. Naim Anwar Director of the Company be and is hereby authorized to sign, execute documents, and affix company stamp on Company's behalf.

RESOLVED FURTHER THAT Mr. Naim Anwar Director of the Company be and is hereby authorized to do all acts, deeds and things that may be necessary for carrying out the purpose aforesaid.

FURTHER RESOLVED THAT Extra Ordinary meeting of the Company will be held at a date to be subsequently announced.

RESOLVED FURTHER THAT the resolution passed on 26th May, 2025 for issuance of Right shares only be rescinded and the following resolution be passed replacing the previous resolution with regard to Right issue. All other resolution passed except issuance of Right Shares remain as passed by the Board on 26th May, 2025.

RESOLVED THAT the ordinary issued paid up share capital of the Company be increased by issue of a further 444,695,577 (Four hundred Forty-Four million Six hundred Ninety-Five thousand Five hundred Seventy Seven) ordinary shares, having face value of PKR 10/- (Pak Rupees Ten) each, as Right Shares, to be offered to the members of the Company in proportion of approximately 100 Right Shares for every 100 ordinary shares held i.e. 100%, at Par that is at a price of PKR 10/- (Pak Rupees Ten) per Right Share. The Right Shares will be offered in proportion to number of shares held by each shareholder immediately prior to the close of the share transfer books of the Company, in accordance with the provisions of Section 83 of the Companies Act, 2017 and subject to applicable laws and regulatory compliances, against payment to the Company of the price for the shares subscribed, which shares shall rank *par passu* in all respects with the existing ordinary shares of the Company (the "**Rights Issue**").

FURTHER RESOLVED THAT the following are the quantum, size, price and purpose of the Rights Issue, along with the utilization of proceeds, benefits of the same to the Company and its shareholders, the risk factors associated with the Rights Issue, and the justification for the issue of shares at a premium in accordance with Regulation 3(1)(iii) of the Companies (Further Issue of Shares) Regulations, 2020:

a) Quantum of the Right Issue (i.e. as a percentage of existing paid-up capital)

The quantum of the Right Issue is approximately 100% of the existing paid-up capital of the Company i.e. approximately 100 right shares for every 100 ordinary shares held by the shareholders of the Company immediately prior to the close of the share transfer books of the Company.

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b) Right Issue Size

The Company shall issue 444,695,577 (Four hundred Forty Four million Six hundred Ninety-Five thousand Five hundred Seventy Seven) ordinary shares, at Par that is at a price of PKR 10/- (Pak Rupees Ten) per Right Share, aggregating to PKR 4,446,955,770/- (Pak Rupees Four billion Four hundred Forty Six million Nine hundred Fifty Five thousand Seven hundred Seventy only).

c) Issue Price Per Share

PKR 10/- (Pak Rupees Ten) per share (i.e. at Par)

d) Purpose of the Right Issue

The purpose of the Rights Issue is to raise funds for the installation of a melting furnace to produce billets and to meet the Company's working capital requirements.

e) Utilization of Proceeds of the Right Issue

The proceeds from the Rights Issue will be utilized for the installation and commissioning of a melting furnace to produce billets. Additionally, the funds will be used to meet the working capital requirements of the Company.

f) Benefits to the Company and Shareholders

By setting up the melting furnace, DSL will be producing billets which is essential raw material for producing the end product. This will significantly reduce raw material costs, leading to improved profit margins. This project will boost operational efficiency, provide enhanced supply chain control, and support the business's long-term sustainability. These improvements are anticipated to result in increased profitability and shareholder value, thereby strengthening the Company's financial position and competitive standing in the market.

g) Risk Factors associated with the Right Issue, if any

The Right Issue of the Company is being carried out at a price which is near the current market price and hence there is no major risk associated with the Right Issue. The substantial shareholders and Directors of the Company have confirmed that they shall subscribe to (or arrange the subscription of) their respective right entitlements, while the balance portion of the Right Issue shall be fully underwritten as per requirements under applicable regulations. Normal risks associated with the business will remain.

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h) **Justification for issue of shares at Par**

The shares are being issued at Par that is at a price of PKR 10/- (Pak Rupees Ten) per Right Share.

i) **Minimum Subscription Amount**

Not Applicable

j) **Provision of ASBA**

Not Opted for

FURTHER RESOLVED THAT the letter of offer, as prescribed under Section 83(2) of the Companies Act, 2017 shall be issued / signed jointly by any two (2) directors of the Company in compliance with the applicable laws.

FURTHER RESOLVED THAT that, any two (2) Directors of the Company, be and are hereby authorized to sign the circular accompanying the letter of offer, once finalized in accordance with the procedure stipulated under the Regulations.

FURTHER RESOLVED THAT all fractional entitlements, if any, will be consolidated and disposed of by the company and the proceeds from such disposition shall be paid to such of the entitled shareholders as may have accepted such offer;

FURTHER RESOLVED THAT any unsubscribed shares may be offered and allotted to such persons as the directors may deem fit in accordance with Section 83(1)(a)(iv) of the Companies Act, 2017, including the sponsors / substantial shareholders, directors or associated undertakings of the company or any third party, before calling upon the underwriters to subscribe to any unsubscribed shares.

FURTHER RESOLVED THAT the any Director and or the Company Secretary and / or the Chief Financial Officer, be and are hereby singly authorized to prepare finalize the draft offer document / letter and share it with the Securities and Exchange Commission of Pakistan ("SECP") and Pakistan Stock Exchange Limited ("PSX"), and revise the same based on the observations and changes of the SECP and PSX as may be deemed fit by them, in the manner prescribed under the Companies (Further Issue of Shares) Regulations, 2020, along with preparing and submitting other necessary documents in this respect. While the draft offer letter shall be placed on the PSX, public comments on the same shall not be required to be solicited.

FURTHER RESOLVED THAT the any Director, and/or the Chief Financial Officer, and/or the Company Secretary, be and each of them is hereby authorized, such that any one of them may do all or any of the following for and on behalf and in the name of the Company:

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- (i) Appoint / negotiate with consultants / advisors / auditors and underwriter(s) to the Rights Issue, to finalize terms and conditions and sign underwriting agreements(s), other documents and settle / finalize fees, underwriting commission, take up commission and third-party expenses and / or any other expenses relating to the Rights Issue;
- (ii) To prepare the schedule for issue of right shares including date of payment, and to make any amendment in the said schedule, appointment of banker(s) to the issue, announce book closure dates, and to take all necessary actions, in respect of the Rights Issue and ancillary matters thereto, as required by the SECP, PSX, Central Depository Company of Pakistan Limited ("CDC") (including, but not limited to, induction of the offer for right shares in the Central Depository System of the CDC) or any other authority/body;
- (iii) to decide and announce the closure of the share transfer books of the Company, including the dates thereof, to determine entitlements of the shareholders of the Company with respect to the Right Issue;
- (iv) To open, maintain, operate and close bank accounts for the purpose of amounts received from subscription of rights shares;
- (iv) To credit right shares once allotted by the Board and file returns / documents as required by SECP/ PSX/ CDC along with the auditors' certificates; and
- (v) To take all other necessary steps, and do all other acts, deeds and things, to prepare the offer letter, circular accompanying the offer letter as required under Section 83 (3) of the Companies Act, 2017, schedule for issue of right shares and any other documents and to make any amendment in the said documents and schedule and to take all necessary action as may be required in this regard including execution of any documents and agreements or any ancillary or incidental actions to give effect to the above resolutions.

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Office # 6-F, 4th Floor, Al-Hafeez Tower,

M.M. Alam Road, Colaba III,

Lahore,

Ph: 042-36761342

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Mill Site: 52 km, Multan Road, Phoolnagar - 55260, Pakistan.