

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

Name of Company: SECURITY PAPERS LIMITED

Year Ended: JUNE 30, 2026

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are nine as per the following:

- a. Male: 08
- b. Female: 01

2. The composition of the Board is as follows:

Category	Names
i) Independent Director*	Mr. Munir Ahmed
ii) Non-Executive Directors	Mr. Mohammad Aftab Manzoor
	Mr. Jamal Nasim
	Mr. Hamid Bazargan
	Hafiz Mohammad Yousaf
	Mr. Shafqaat Ahmed
	Mr. Arshad Mehmood Bhatti
iii) Executive Director	Mr. Imran Qureshi
iv) Female Director	Mrs. Pernur Alabeyoglu

Explanations for not rounding up the fractional number under Regulation 6 (1) is as follows:

Regulation 6 (1) of the Listed Companies (Code of Corporate Governance) Regulations, 2019 stipulates that it is mandatory for each listed company to have at least two or one-third members of the Board, whichever is higher, as independent directors. In a Board comprising 11 members, one-third works out to 3.67.

*The election of independent directors' matter of Security Papers Limited ("SPL") had to be addressed at the 8th EOGM, which was due to be held on November 29, 2023. However, the EOGM got suspended/adjourned twice owing to the matters related to Company's legal status. SECP had granted three extensions on the due date for holding elections, owing to impediments being faced by the Company and its Board related to its legal status. The Company applied for an extension for the fourth time, owing to the same impediments but the same was rejected by SECP and as it was practically impossible to fulfill the statutory requirements of holding an EOGM within the prescribed timeframe, SPL proceeded with filing of an appeal on this matter with the Registrar of Companies, SECP. A hearing was held on June 19, 2025 with the Registrar of Companies, SECP which was attended by the Legal Counsel & Company Secretary. Thereafter, SECP had requested the Company to provide them with the CRO Order dated November 12, 2024 related to the rejection of extension in due date for holding elections and a chronological summary/synopsis of the SPL's legal status case. The said information was provided to SECP on June 23, 2025 and since then there has been no update from Registrar of Companies, SECP on the appeal related to extension in due date for holding the elections.