

Ref:No.CL/183/22  
Dated:20-06-2022

Hafiz Maqsood Munshi  
Senior Manager,  
Listed Companies Compliance Department-RAD,  
Pakistan Stock Exchange Limited,  
Stock Exchange Building,  
Stack Exchange Road,  
Karachi.

Dear Sir,

**Sub: - NON COMPLIANCE OF PSX REGULATIONS 5.11.1. (c) ,(d) & (e).**

Please refer your letter No. No. PSX/C-1082-1176 dated June 10, 2022 on the subject it is submitted as under:-

- i- On the application of Joint official Liquidator the Lahore High Court Lahore had appointed Auditors M/s Rahman Sarfaraz Rahim Iqbal Rafiq, Chartered Accountants, Lahore for Audit of Accounts for the year ended June 30, 2017, June 30, 2018 and June, 30,2019. The order sheets of Lahore High Court Lahore are attached in support of this facts.
- ii- We also attach copy of letter No.EMD/233/670/2005-115 dated September 16, 2021 issued from SECP addressed to Joint Official Liquidator to hold AGM for the year ended June 30, 2017, 2018, 2019 and 2020 but regret to inform you that this assignment remained pending at their end till reversal of winding up order dated 29-10-2021.
- iii- In view of the above situation it was the duty of Official Liquidator to get permission of two matters from the court for Audit of Accounts and for half yearly Accounts (reviewed) in view of status of listed Company and regret to inform you that this lapse has been committed on their part and would request you to please condone this requirement including quarterly Accounts for the year 30, 2017 and 2018 as a special case having been closed and past transaction
- iv- Later on the financial Audited Accounts for the years June 30, 2017 and June 30, 2018 were got approved by the Share Holders in their meeting held on February 28, 2022 @ 11.AM and at 2.00 PM respectively. Necessary information has already been conveyed to your good office.
- v- Presently the Annual Accounts for the year ended June 30, 2019 is under Audit and Audited Accounts are expected to be available very soon whereby process of its adoption by the Board and approval by the share holders shall be taken in hand u/s 147 of Companies Act, 2017. In the meantime the half yearly (reviewed) Accounts for December 2018 and quarterly Accounts for September 2018 and March 2019 shall be released. Thereafter Audit of Accounts for the year ended June 30, 2020, June 30, 2021 and June 30, 2022 shall also be taken in hand one by one.


Cont.....P/2

P/2

- vi (i). As regards payment of outstanding Annual listing fee and listed Company Supervisory fee it is being arranged for the year 2017 and 2018 shortly, whereas these payments for next financial years shall be released soon after holding of AGM for 2019, 2020 and 2021.
- (ii) With regard to payment of surcharge it is requested to please waive off surcharge during the period trading of the shares of Chenab Limited was suspended i.e 22-12-2017 till trading of Shares is restored. Notification of PSX is also attached.

A perusal of above explanation shows that **BOARD** of the company is in the process of removing Non Compliance of PSX regulations one by one arisen on account of liquidator's office and expect that above arrangements shall be accepted by you.

Thanking you.  
Yours faithfully,  
For CHENAB LIMITED

  
(MUHAMMAD ARSHAD)  
COMPANY SECRETARY

Encls: As above

Form No. HCO/511  
ORDER SHEET

IN THE LAHORE HIGH COURT LAHORE  
JUDICIAL DEPARTMENT

C.O. No. 43/2011

Saudi Injaz V/s. Jazzeb Limited etc.

No. of Pages	Date of Order	Order with signature of Judge, and list of
1	14/11/2011	Parties (if any) - here necessary Mr. Aftab Ghous Khan Advocate/Official Liquidator

C.O. No. 17/2011

This is an application for appointment of external auditor. According to the JOL it would be proper that an independent auditor be appointed in order to audit the accounts of the company and this has been necessitated on account of the fact that the auditor appointed by the company under liquidation would not be in a position to audit the account for various reasons.

2. This application is allowed and the auditor mentioned in this application is appointed on the terms and conditions settled by the JOL for audit of the accounts of the company. C.M. Stan's disposed of.

Application No. \_\_\_\_\_

Cases No. \_\_\_\_\_

Copy of Proceedings \_\_\_\_\_

Urgent \_\_\_\_\_

Registered \_\_\_\_\_

Noted \_\_\_\_\_

Executed \_\_\_\_\_

Date \_\_\_\_\_

TRUE COPY

C.O. No. \_\_\_\_\_

Examiner: JS (Commercial Branch)  
Lahore High Court, Lahore

(SHAHID KARIM)  
JUDGE

*Handwritten notes and signatures:*  
6782P  
A/S/B  
7/11/11  
Various illegible signatures and initials.

IN THE HONORABLE HIGH COURT, LAHORE

O.M. No. 17 of 2018

N

CIVIL ORIGINAL NO. 43/2011

Saudi-Pak Industrial and Agricultural Investment Co

Versus

Chenab Limited

APPLICATION under Section 337 read with Section 376 of the  
Companies Act, 2017.

Respectfully Sheweth:


- 1) That in the filed case this Honourable Court was pleased to order the winding up of the Company on 3-07-2017.
- 2) That in terms of law, the audit of the Company under liquidation has to be got done by the Official Liquidators under Section 337 of Companies Act 2017.
- 3) That during last Annual General Meeting, the Company had decided to get the accounts of the Company audited for the current year through Mrs. Awaiz, Hyder, Liaquat, Nauman and an amount of Rs. 725,000/- has been earmarked.
- 4) That since order of liquidation it has been observed that the old management which is continuing with the business of the Company in view of the order of the Honourable Supreme Court is not keeping the liquidators fully involved in running the business of company despite having been directed more than once so the audit of the Company through already nominated auditors may not reflect the correct financial health of the Company.
- 5) That it is in the interest of the creditors/ contributors etc. that independent auditors are engaged, so as to know the correct financial health of the Company, which will be desirable for future decisions and the process


of liquidation of the Company. Keeping in view the above referred position, the official liquidators after survey of the market have found M/s RAHMAN SARFARAZ RAHIM IQBAL RAFIQ (RSRIQ), Chartered Accountants, an appropriate company to undertake this assignment.

- 6) That the offer given by M/s RAHMAN SARFARAZ RAHIM IQBAL RAFIQ (RSRIQ), Chartered Accountants is annexed 'A' and in terms of this offer, they have demanded a revised audit fee of Rs.800,000/- for Annual Financial Statement of Chenab Limited plus 10% out of pocket expenses. They have further demanded that 50% of the fee would be payable before the commencement of assignment and the balance amount will be payable on the submission of initial audit report. It has been also expressed that it will be responsibility of the management of M/s Chenab to ensure providing information and material to the work place of the auditors as and when so required by them. The team member of the proposed Chartered Accountants has demanded full and complete access at any working time to all records and documents, agreements, minutes of the meetings, bank records, etc. The proposals seem reasonable and justified.
- 7) That in case approval, the Chartered Accountants will be directed to do the needful as demanded, so as to ensure compliance of Audit of the Company as per law.

It is, therefore, respectfully prayed that the appointment of External Auditors M/s RAHMAN SARFARAZ RAHIM IQBAL RAFIQ (RSRIQ), Chartered Accountants, as per terms referred to above may kindly be approved, so that they are communicated the orders of initiating process of Audit, as per law.

OFFICIAL LIQUIDATORS / APPLICANTS

  
 (JALAL AHSAN)  
 Chartered Accountant  
 119-120, Chabulji Park  
 Lahore

  
 (AURANGZEB MIRZA)  
 Advocate Supreme Court  
 Room No. 57, 2<sup>nd</sup> Floor  
 Iqbal Plaza, 85, The Mall,  
 Lahore

Form No:HCID/C-121  
**ORDER SHEET**  
**IN THE LAHORE HIGH COURT LAHORE**  
**JUDICIAL DEPARTMENT**

Case No. CO No.13/2011


Saudi Pak Industries Versus Chenab Ltd etc

No. of let ceeding	Date of Order Proceeding	Order with signatures of Judge and that of parties or counsel, where necessary.
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14.10.2019 Mr. Aurangzeb Mirza, Advocate and Jalal Ahsan  
Chartered Accountant/ Joint Official Liquidators

C.M.No 26/2019

This is an application for appointment of auditors to undertake the audit of the company for the years ended on 30.06.2018 and 30.06.2019. In this regard learned JCs have proposed M/s Rahman Sarfraz Rahim Iqbal Rafiq (RSRIQ) Chartered Accountants who have undertaken audit of the company for the previous years and they have quoted lowest bid. This application is allowed and M/s Rahman Sarfraz Rahim Iqbal Rafiq (RSRIQ) is approved to be appointed as auditors for the company mentioned in the application. Disposed of

  
(SHAHID KARIM)  
JUDGE

1/10  
10/10/2019

IN THE LAHORE HIGH COURT, LAHORE

C.M. No. 26 of 2019

IN

CIVIL ORIGINAL NO. 43/2011

Saudi-Pak Industrial and Agricultural Investment Co.

Versus

Chenab Limited

APPLICATION

under Section 337 read with section 278 of the Companies Act, 2017

Respectfully Sheweth

- 1) That in the titled case this Honourable Court was pleased to order the winding up of the Company on 03.07.2017.
- 2) That in terms of law, the audit of the Company under liquidation has to be got done by the Official Liquidators u/s 337 of Companies Act, 2017.
- 3) That in the Annual General Meeting of the Company held in the year 2018 they had decided to get the accounts of the company audit by their auditors. It was observed that since the company had gone liquidation, so independent Chartered Accountants be hired for conducting audit of the accounts of the company for the year 2017-18.
- 4) That the auditors who had been appointed for that assignment were M/s Rahman Sarfaraz Rahim Iqbal Rafiq (RSRIQ), Chartered Accountants. They had demanded revised audit fee of Rs 800,000/- for the annual financial statement of Chenab Ltd plus 10% out of pocket expenses.
- 5) That in terms of the order of this Honourable Court dated 22.05.2018, the offer of M/s RSRIQ Chartered Accountants were accepted and thereon

account of completion of assignment, now the company is to be audited for the accounts for the year 2018-19.

6) That in respect of getting the accounts audited, the proposal were invited from the Chartered Accountants. Two firms have offered their proposals which are as under:-

a) M/s RSRIQ they have quoted Rs. 600,000/- plus provincial sales tax at the rate of Rs.16% and 10% on account of pocket expenses for the audit of the years ended June 30 2018 & June 30 2019 respectively. 50% of the fee has been claimed to be payable before the commencement of assignment and the balance would be payable on submission of initialed audited report (Annex-A refers).

b) M/s Grant Thornton has submitted a proposal with a professional fee for external audit for the financial year 2018-19 of Chenab Ltd as Rs. 1,200,000/- They have further demanded out of pocket expenses to be billed at actual. The sale tax will be charged as per prevalent rate on date of billing (Annex-B refers).

7) That in view of the above mentioned position M/s RSRIQ Chartered Accountants are the lower offer. They have already completed assignment of audit for the year ended 30 June 2017. Their work has been found satisfactory.

It is therefore, respectfully prayed that an appointment of external auditors M/s RSRIQ as per terms referred to above may kindly be approved, So that they had directed to initiate the process of audit for the years ended on 30-06-2018 and 30-06-2019 respectively as per law

APPLICANTS/OFFICIAL LIQUIDATORS

*Jalal Ahsan*  
(JALAL AHSAN)  
Chartered Accountant

(AURANGZEB MIRZA)  
Advocate Supreme Court





SECP

No: EMD/233/670/2005-115

LISTED COMPANIES SUPERVISION WING  
OFFSITE – II DEPARTMENT  
SUPERVISION DIVISION

Through courier  
September 16, 2021

Sr. No.	Respondents	Address
1.	Mr. Aurangzeb Mirza, Advocate Official Joint Liquidator Chenab Limited	Office No. 6-7, 2 <sup>nd</sup> Floor, Imtiaz Plaza, 85- The Mall, Lahore
2.	Mr. Jalal Ahsan, Chartered Accountant Official Joint Liquidator Chenab Limited	Ahsan & Ahsan Chartered Accountant, 119/120 Chuburji Park, Lahore

Subject: Joint Official Liquidators in the matter of winding up of Chenab Limited

Dear Sir(s),

This is with reference to your letter dated February 23, 2021, in response to Commission's letter dated February 11, 2021 on the subject matter, whereby it has been informed that Hon'ble Lahore High Court has allowed an extension of three months' time for completion of the audit of the accounts of Chenab Limited (the "Company") vide its order dated February 12, 2021.

2. In connection with this, please note that the said extension of three months has been elapsed, therefore please provide the current status of holding of annual general meetings and finalization of accounts for the years ended June 30, 2017, June 30, 2018, June 30, 2019 and June 30, 2020 of the Company.

Please furnish your response along with supporting documents within seven (07) days of the date of this letter.

Regards,

Rizwan Haroon  
Addl. Joint Director

cc:

Mian Muhammad Latif (Ex-CEO) Chenab Limited Chenab House, Chak No. 204/R.B, East Canal road, Faisalabad	Mian Muhammad Naeem (Ex-Director) Chenab Limited Nishatabad, Faisalabad. Phone: 0092-41-8754472-6
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SECURITIES AND EXCHANGE  
COMMISSION OF PAKISTAN

NIC Building, 63 Jinnah Avenue,  
Islamabad Pakistan

PABX:+92-51-9207091-4, Fax:+92-51-9100423, 9100471, Email: webmaster@secp.gov.pk, Website: www.secp.gov.pk



## PAKISTAN STOCK EXCHANGE LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi  
Phones: 111-001-122

PSX/N-7826

NOTICE

December 22, 2017

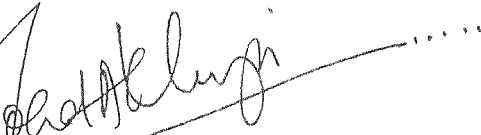
### SUSPENSION OF TRADING IN THE ORDINARY & PREFERENCE SHARES OF M/S. CHENAB LIMITED AND PLACEMENT OF COMPANY IN THE DEFAULTERS' SEGMENT OF THE EXCHANGE

Further to our Notice No.PSX/N-7816 dated December 22, 2017 whereby copy of winding-up Order bearing Civil Original No.43 of 2011 passed by the Honorable Lahore High Court under Section 305, 306 and 309 read with Section 314 of the Companies Ordinance, 1984 and appointment of Mr. Aurangzeb Mirza, Advocate and Mr. Jalal Ahsan, Chartered Accountant, Ahsan & Ahsan, Chartered Accountants. as Joint Official Liquidators in the petition, filed by M/s. Saudi Pak Industrial & Agricultural Investment Company Limited, has been notified for information of all concerned.

Consequently and as required under proviso to clause 5.11.1.(m) of the PSX Regulations, the Exchange is required to place it in the Defaulters' Segment and simultaneously suspend trading in the shares of the Company.

In view of the above and in the public interest; in exercise of the powers vested in the Exchange under Section 19(7) of the Securities Act, 2015 and PSX Regulations; PSX has placed M/s. Chenab Limited in the Defaulters' Segment and suspended trading in its Ordinary & Preference shares with immediate effect until such time the cause(s) of suspension have been rectified or for a period of 60 days.

The above may be noted for record purposes.



ABBAS MIRZA | Acting Chief Regulatory Officer

Copy to:

The Executive Director (PRPD-SMD) – SECP  
The Acting Managing Director – PSX  
The Deputy Managing Director – PSX  
All Departmental Heads – PSX  
Company Concerned Registration Office  
Registrar of Company  
Company Concerned

Central Depository Company of Pakistan Limited  
National Clearing Company of Pakistan Limited  
PSX Notice Board and Website  
State Bank of Pakistan  
Pakistan Banks' Association  
Institute of Chartered Accountants of Pakistan (ICAP)  
Auditor of the Company Concerned