

November 3, 2022

Mr. Shahid Ali
Company Secretary,
Dost Steel Limited,
401, 4th Floor, Ibrahim Trade Centre,
1-Aibak Block, Barkat Market,
New Garden Town,
Lahore.

Re: Latest Update – AGM dated 27th October 2022 / Board Meeting dated 28th October 2022

Dear Sir,

We refer to the company's AGM held on 27th October 2022 followed by Board Meeting of the new Board on 28th October 2022 and announcements made by the company for the results of both meetings.

Mr. Abuzar Shad, the newly elected director of Dost Steels Limited (DSL) during floor discussion revealed that new investment of more than Rs.5 billion will be made in the company for backward integration of billet furnace, working capital and other requirements, for starting operations and to make the company profitable. Crescent Star Insurance Limited (CSIL) which has substantial stake in DSL, as well as for the shareholders, it was encouraging to hear that the project may finally start operations. It is assumed that Mr. Abuzar Shad, will have an effective role in future management of the company.

The information revealed by Mr. Abuzar Shad of the company receiving a new investment of Rs.5 billion is material information. Accordingly it should have been disseminated to the Pakistan Stock Exchange for the purpose of transparency.

We CSIL having substantial stake in DSL should be informed and clarity given to all members by the company on the following:

- 1) Will the new management include the current sponsor family or any deal has been made with them for off-loading their (sponsors) current holding of approximately 25%.
- 2) Since Mr. Shad and family now hold approx. 54 million shares (17%-18%), Mr. Abuzar Shad becomes a BENEFICIAL OWNER. To the best of our knowledge Beneficial Ownership Return has not been filed with SECP CRO office. The interest of Mr. Abuzar Shad as beneficial owner has not been shared with members and PSX.
- 3) Other names which are in concert with the new major shareholder should be disclosed.
- 4) Will the injection of new Rs.5 billion investment be made in the company through issuance of shares through Right or Otherwise than Right.
- 5) Time line when this new investment of Rs.5 billion will be made.
- 6) The company had announced in February 2022, followed by EOGM held on 10th February 2022, intention of Mr. Shahzaib Akram to invest PKR.520 million as otherwise than right. The company has not yet updated the members even after a lapse of 8 months, if this offer / deal is still valid or has been shelved.

Head Office: 2nd Floor, Nadir House, I.I Chundrigar Road, Karachi - 74000, Pakistan

UAN : +92-21-111-274-000 **PABX:** +92-21-32415471-3 **Fax :** +92-21-32415474 **E-mail :** info@cstarinsurance.com

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CSIL being a major stake holder in DSL, requests the company to make clear announcements as required under the Material Information Sharing rule.

We look forward to the answers to the above relevant queries.

For Crescent Star Insurance Limited



Naim Anwar
Managing Director & CEO

cc: Securities & Exchange Commission of Pakistan
Securities Market Division - SMD,

SECP – CRO Office, Lahore

General Manager – Pakistan Stock Exchange