

# SHAFFI CHEMICAL INDUSTRIES LIMITED

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REF: # SCIL/CS/015-3

DATED: 25-10-2021

## The General Manager

Pakistan Stock Exchange Limited  
Stock Exchange Building, Stock Exchange Road  
Karachi.

Subject:- **Material Information**

Dear Sir,

In accordance with the applicable provisions of the Securities Act, 2015 and the Rule Book of Pakistan Stock Exchange (PSX), we hereby convey the following.

1. That during the meeting of BOD of 25<sup>th</sup> October, 2021, various points were discussed which caused the company to cease its operations and company was forced to prepare and report its financial statement as non-going concern basis since December, 2016. The name of company was reported in eCIB of State Bank of Pakistan due to litigations with Allied Bank Limited and thus no financial institution was ready to finance the company for its business activities. However upon settlement and payment of loan to ABL on 10.05.2018, the company has no further debt or claim on its assets by any financial institution for working capital line.
2. That with the introduction of Prime Minister's "Naya Pakistan Housing Scheme" the country economics indicates a tremendous growth in Steel, Cement, bricks and furniture industry. Keeping in view the current demand of furniture business, the management is intending to venture in this business.
3. Followings are the steps towards the revival of business activities.
  - a) Company shall remove its name from defaulter segment by fulfilling all legal requirements of the Pakistan Stock Exchange Limited. (PSX).
  - b) Raising of equity for new business, the Company shall raise funds by issuing of right shares in near future.
  - c) The start of new business, may create direct new jobs for almost 400-500 workers.
  - d) This new business may contribute an amount exceeding Rs.100 (Millions) to the national exchequer in form of direct and indirect taxes in upcoming years.

You may please inform the members of the Exchange accordingly.

Sincerely yours  
for SHAFFI CHEMICAL INDUSTRIES LIMITED

ZAHOOR AHMAD  
Company Secretary

Cc: The Director / HOD  
Surveillance, Supervision and Enforcement Department,  
Securities and Exchange Commission of Pakistan,  
NIC Building, 63-Jinnah Avenue, Blue Area, Islamabad