THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-7934 **N O T I C E** **December 12, 2008**

Reproduced hereunder letter received from **CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED** *for information of members of the Exchange.*

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BABRI COTTON MILLS LIMITED

CENTRAL DEPOSITORY COMPANY

N O T I C E

To: - The Chief Executive Officer, Babri Cotton Mills Limited

CC: - Joint Director (SMD-South), Securities and Exchange Commission of Pakistan
- Managing Director, The Karachi Stock Exchange (Guarantee) Limited
- Managing Director, Lahore Stock Exchange (Guarantee) Limited
- The Chief Executive Officer, National Clearing Company of Pakistan Limited
- CDS Elements – Account Holders/ Participants/ Eligible Pledgees

From: Kamran Qazi
CFO & Company Secretary

Date: December 12, 2008

Subject: **NOTICE OF INTENTION TO SUSPEND THE CDS ELIGIBILITY OF ORDINARY SHARES OF BABRI COTTON MILLS LIMITED UNDER THE CDC REGULATIONS**

By our letter no. CDC-MCSS-11-08-1245 dated November 28, 2008, we informed Babri Cotton Mills Limited ("**Issuer**") about blocking of current R/TA authorities due to non-submission of documents for change of R/TA in the CDS and advised the Issuer to furnish the same within Seven Business Days of the receipt of the said letter.

It is now notified that as the Issuer has failed to submit the said documents despite our follow up, this has resulted in non-compliance of CDC Regulations, which *inter alia* requires the Issuers to meet the Technical and Performance criteria requirement by appointing an R/TA. Therefore, CDC intends to suspend the CDS eligibility of Ordinary Shares of the Issuer and hereby gives notice under Regulation 5.3.2 of the CDC Regulations requiring the Issuer to submit the required documents duly signed by its authorized signatories within seven (07) Business Days i.e. by December 20, 2008, failing which the CDS eligibility of Ordinary Shares of the Issuer will be suspended in accordance with the CDC Regulations.

As a requirement of Regulation 5.3.2 of the CDC Regulations, a copy of this notice is also being sent to the Stock Exchanges where the Ordinary Shares of the Issuer are listed.

Regards,

Note: CDS Participants are required to forthwith inform their relevant Sub-Account Holders regarding issuance of this notice.