



L T M I T E D
MANUFACTURERS & EXPORTERS OF YARN



SALES TAX REGISTRATION NO.
04-04-5202-011-46

EXPORT REGISTRATION NO W-67224
EXPORT REGISTRATION NO W-211496

N.T.N 0650609-4

REF/BFL/071/19
December 20, 2019

Mr. Hafiz Maqsood Munshi
Manager
Companies & Securities Compliance -- RAD
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi-74000

SUB: NON-COMPLIANCE OF PSX REGULATION NO. 5.11.1(i)

Dear Sir,

Reference is made to your letter No. PSX/Gen-6036 dated December 18, 2019

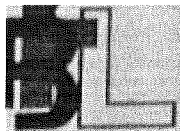
We would like to submit the progress report as given under regarding measures taken and efforts made by the Company for rectifications of defaults of clause 5.11.1(i) of PSX Regulations along with the reasons / justifications as to why further actions(s) should not be taken against the Company.

1. The required compliance with the directions of the Exchange has been made by including the current source of revenue under principal line of business after making alteration in Memorandum and Articles of Association of the Company. Certified true copy of Memorandum and Articles of Association and copies of the SECP acknowledgement of the relevant forms have already been submitted to PSX. In this regard, our statutory auditor has issued us a certificate confirming that the basis of revenue of our Company falls under principal line of business. Copy of the auditor's certificate has been submitted to PSX.

In accordance with the amended Memorandum and Articles of Association of the Company, the factory premises has been leased out on monthly rent which has been generating good cash flows and even though amid these adverse business conditions, it is still managing to provide employment to many families working in the leased factory.

We believe that our contribution and efforts will be acknowledged and encouraged by PSX that is indirectly playing vital role in economic and exports-led growth and to put the country back on a track leading to progress, prosperity and development.

2. The evaluation of the Company's property has been conducted and its impact has duly been taken into the financial statements for the year ended June 30, 2019
3. The compliance of conducting actuarial valuation has also been carried out during the last fiscal year and accordingly adjustments have been made into books last financial year.
4. All the PSX and SECP compliances are being made regularly and in a timely manner.



**BILAL FIBRES
LIMITED**
MANUFACTURERS & EXPORTERS OF YARN



EXPORT REGISTRATION NO. W-077224
IMPORT REGISTRATION NO. W-211496

NTN 0658669-4

SALES TAX REGISTRATION NO.
04-04-5202-011-40

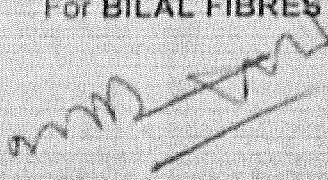
5. We have approached many international and local investors for a joint venture and we are very positive that we will be in a position to resume the business operations soon since the government has initiated many steps to facilitate the textile sector and conducting various meetings with The State Bank of Pakistan, APTMA and other concerned departments officials and in continuation of the government efforts, the Governor Punjab has recently visited Faisalabad and has meetings with businessmen to resolve the textile sector's revival issues
6. The Directors have contributed their personal wealth and provided subordinated loan to the Company to take respite and keep it going since the management of the Company is concerned about protection of the public interest and so suspension of the trading of the Company would directly affect the general public. The only reason for this induction was the belief in the local textile industry and its power to regain its position after passing through a bad phase. Our Auditor has even expressed the opinion in his letter, that has also been submitted to PSX, stating that the going concern issue may be resolved confirming our efforts for clearing the defaults.

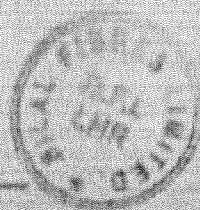
Based on the above mentioned facts and our efforts, we are sure that we have shown substantial progress and have rectified all the non-compliances of clause 5.11.1 (i) of PSX Regulations. Therefore you are kindly requested that the trading in shares of the Company may please not be suspended neither further actions under subsequent provisions of Clause 5.11.2 of PSX Regulations be taken. Likewise, the name of the Company please be removed from the Defaulters' Segment of the Exchange and shares in the name of Sponsors, Directors and Senior Management are kindly allowed for trading.

Looking forward for your kind consideration and favorable response as always.

Thanking You.

Yours truly,
For **BILAL FIBRES LIMITED**


Muhammad Ijaz Shahid
(Company Secretary)



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