

COLONY MILLS LIMITED

Registered Office :
Ismail Awan-i-Science,
Shahrah-i-jalaluddin Roomi,
LAHORE-54600

CML/Corp/652
April 2, 2008

The General Manager,
Karachi Stock Exchange (Guarantee) Ltd.,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

REF:- EXTRA ORDINARY GENERAL MEEGING

Dear Sir,

With reference to the Extraordinary General Meeting of the members of Colony Mills Limited held on March 31, 2008, we are writing to inform you that such members have passed the following Special Resolutions with the requisite majority:

1. **RESOLVED** that a special interim dividend of **21.5 %** as dividend-in-specie by the issuance of **one** ordinary share of par value Rs. 10 each of Colony Sugar Mills Limited ("CSML") for every **4.65** shares of par value Rs. 10 each held in the capital of Colony Mills Limited ("CML"), as declared and recommended by the Board of Directors be and is hereby approved.

FURTHER RESOLVED that each of CML's Chief Executive Officer and/or its Director, Mr. Bilal Ahmed Khan Niazi, and/or its Company Secretary, be and is hereby singly authorized and empowered to act on behalf of the CML in doing and performing all acts, matters, things and deeds, to file all returns, and to take all other necessary actions in this regard.

2. **RESOLVED** that the sale to CSML of the CML's Sugar Division, valued at Rs. 1,480,059,071/-, in consideration of the issuance to CML of 35,000,000 ordinary shares of Rs. 10 each of CSML, amounting to Rs. 350,000,000/-, and the balance amount of Rs. 1,130,059,071 being payable to CML under a loan extended on musharika basis by CML to CSML, all as recommended by the Board of Directors, be and is hereby approved and consent thereto be and is hereby granted.

FURTHER RESOLVED that each of CML's Chief Executive Officer and/or its Director, Mr. Bilal Ahmed Khan Niazi, and/or its Company Secretary, be and is hereby singly authorized and empowered to act on behalf of the CML in doing and performing all acts, matters, things and deeds to implement and/or give effect to the foregoing sale, transfer and vesting and all the transactions contemplated thereby.

