Dost Steels Limited

28th January 2016

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Re: **ISSUANCE OF RIGHT SHARES – MATERIAL INFORMATION**

Dear Sir,

We are pleased to inform that the Board of Directors of Dost Steels Limited has passed the following resolutions in its meeting held today.

RESOLVED THAT, SUBJECT TO the successful acceptance and signing of the Restructuring Agreements by the each of the lenders of the company i.e. both syndicate lenders and morabaha financiers, in accordance with the Rehabilitation and Restructuring proposals submitted to them and subject to the all legal and regulatory approvals including but not limiting to that of the shareholders, Securities and Exchange Commission of Pakistan, issue **248,269,360** shares at **Rs 4.50/- per share** (i.e., at a discount of Rs 5.50/- per share) by way of a rights issue under section 86 of the Companies Ordinance, 1984 **be and is hereby approved**

RESOLVED THAT, SUBJECT TO the successful acceptance and signing of the Restructuring Agreements by the each of the lenders of the company i.e. both syndicate lenders and morabaha financiers, in accordance with the Rehabilitation and Restructuring proposals submitted to them and subject to the all legal and regulatory approvals including but not limiting to that of the shareholders, Securities and Exchange Commission of Pakistan, issue zero coupon Convertible Term Finance Certificates in accordance with the Restructuring Agreement.

RESOLVED FURTHER THAT the Chief Executive singly or any two Directors of the Company jointly be and are hereby authorized to complete all the necessary corporate and legal formalities in respect of the above including but not limited to calling of a meeting of the shareholders for the purposes of passing a special resolution for implementing the above in accordance with the requirements of the proviso provided under s. 86(1) of the Companies Ordinance, 1984, filing of application(s) with SECP, making necessary alterations and amendments in the application or any other matter in respect of the above. The Chief Executive is also authorized to delegate the authority granted hereby to any other person who he may deem fit."

RESOLVED FURTHER THAT F. D. Registrar Services (SMC-Pvt) Ltd., be and are hereby appointed as Independent Share Registrar / Transfer Agent of the company with effect from 1st March 2016.

You may please inform the members of the Exchange accordingly.

Thank You.

Yours faithfully,
Dost Steels Limited

Zahid Iftakhar
Company Secretary

DOST STEELS LIMITED
101, CHAPAL PLAZA
HASRAT MOHANI ROAD,
KARACHI-74000

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