

DSL/PSX/11/2019/

November 29, 2019

Hafiz Maqsood Munshi
Manager
Companies and Securities Compliance-RAD
Pakistan Stock Exchange Limited
Stock Exchange Building
Karachi

PLACEMENT OF DOST STEELS LIMITED IN THE DEFAULTERS' SEGMENT UNDER PSX REGULATIONS NO.5.11.1(I)

Dear Sir,

This is with reference to your letter No. Gen-5621 dated November 15, 2019 to Dost Steels Limited (DSL or the Company) with respect to the above cited subject.

In respect of the above please refer to page 21 of the Financial Statements of the Company for the year ended 30 June 2019, wherein para-wise comments on the qualification and reservations of the Company's Auditors have been given in the relevant section of the Directors' Report.

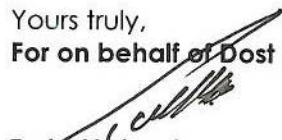
It is stated that the Company is making all its efforts for potential investment, joint venture strategic alliance / partnership to overcome the working capital crisis being faced by the Company. The Company is hopeful that their efforts would be successful in the near future and the Company will be able to resume its operations to earn profits in coming financial years and to fulfill all its obligations to pay back all loans and payables in normal course of the business.

In addition to the above, it may be noted that the Company is already implementing a restructuring plan including negotiating with financial institutions for arrangement of funds for meeting working capital requirements. As soon as restructuring plan is finalized in the near future, the same shall be communicated to PSX.

In light of the above, we hereby request PSX to remove the name of the Company from the Defaulters' Segment with immediate effect, since the Company is in the restructuring process and such an action by PSX negatively impacts negotiations with strategic partners/investors and the restructuring process undertaken by the Company.

We look forward for kind consideration in the best interest of all the stakeholders of the Company.

Yours truly,
For on behalf of Dost Steels Limited



Tariq Majeed
Company Secretary

Copy to:
The Director (CSD)-SECP
Additional Director (AD-SMD)-SECP
Acting Chief Regulatory Officer-PSX