ISHTIAQ TEXTILE MILLS LIMITED

The Secretary
Karachi Stock Exchange (Guarantee) Ltd
Stock Exchange Road
Karachi.

January 30, 2008

SUB: **Buy Back of Shares and De-Listing of the Company**

Dear Sir,

Please refer to our letter dated 15-12-2007,communicationg your Exchange the decision of Board of Directors for buy bank of shares of small shareholders by the majority sponsors along with a certified copy of Board's resolution. As required by Listing Regulation we are enclosing the sponsors undertaking to purchase share from the minority shareholders at a price of Rs. 5/- per share along with our Cheque No. **0063135** dated **30-01-2008** Rs. **100,000/-** (Rupees One hundred thousand only).

We submit that the Board of Director, after a careful and thorough study of financial position and future prospects of the Company, has considered the proposal of buy bank of share of minority shareholders and to get the Company de listed form your Exchange, Therefore, the Board for the benefit of small shareholder has approached the sponsors to buy back shares from minority shareholders. We therefore, submit as under.

1) **Accumulated Losses:**

The Company has been suffering loss continuously in the past with the exception of few years. The balance accumulated loss on 30-06-2007 stood at Rs. 35,594,457.

The prevailing business scenario of our industry in the country resulted in increased cost of raw material both local as well as international market with no corresponding increase in selling price of Company's product. We are giving below position of profit earned and losses suffered during the last twelve years. The details of losses for theses years are under.

1995-1996	Rs.	(11.869) million	2001-2002	Rs.	2,988 million
1996-1997	Rs.	(10.870) million	2002-2003	Rs	(18.697) million
1997-1998	Rs.	(29.788) million	2003-2004	Rs.	(10.558) million
1998.1999	Rs.	(23.821) million	2004-2005	Rs.	4.410 million
1999-2000	Rs.	46.378 million	2005-2006	Rs.	11.517 million
2000-2001	Rs.	11.308 million	2006-2007	Rs.	(2.081) million

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