Candyland®
Confectionery Division

ISMAIL INDUSTRIES LIMITED

Head Office: 17 Bangalore Town, Main Shahrah-e-Faisal, Karachi - 75350, Pakistan.
Tel: +92 21 34311170-77, 34370056-68
Fax: +92 21 34541094, 34547843, 34541095

Ref: IIL/19-20/____

February 10, 2020

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Road,
Karachi

The Director/ HOD,
Surveillance, Supervision and Enforcement Department,
Securities and Exchange Commission of Pakistan,
NIC Building, 63-Jinnah A venue, Blue Area,
Islamabad

Subject: Subscription of Right Shares by Directors / Sponsors of Ismail Industries Limited

Dear Sir,

In accordance with the Pakistan Stock Exchange Limited (the "PSX") procedures for issue of Right Shares, we are pleased to inform the PSX that the Directors / Sponsors of Ismail Industries Limited (the "Company") have deposited the amount of their respective portion of Right Shares offered to them by the Company before commencement of book closure date. Certified true copy of Statutory Auditor's Certificate confirming the same is enclosed herewith as annexure "A".

Copy of the Notice towards deposit the amount against their respective portion of Right Shares by the Directors / Sponsors of the Company is attached herewith as annexure "B", prior to its being insertion in newspapers.

You may please inform the TRE Certificate Holders of the PSX accordingly.

Regards,

For Ismail Industries Limited

Ghulam Farooq
Company Secretary

Encl: As above

Factory: C-230-241, H.I.T.E., Distt. Lasbela, Balochistan, Pakistan.
Tel: +92 853 302526, 302392 Fax: +92 853 302527
E-mail: info@candyland1.com
Web: www.ismailindustries.com.pk

Company Secretary

Grant Thornton
An instinct for growth™

Annexure "A"

BAS/C138/20/0207

February 07, 2020

GRANT THORNTON ANJUM RAHMAN
1st & 3rd Floor,
Modern Motors House
Beaumont Road,
Karachi 75530

T +92 021 3567 2951-56
F +92 021 3568 8834
www.gtpak.com

Mr. Ghulam Farooq
Company Secretary
Ismail Industries Limited
17-Bangalore Town
Main Shahrah-e-Faisal
Karachi

Dear Sir

PRACTISING MEMBERS' CERTIFICATE ON RECEIPT OF AMOUNT OF SUBSCRIPTION MONEY AGAINST ISSUE OF RIGHT SHARE

We have been requested to provide you with a certificate to confirm the receipt of subscription money for subscribing right shares of Ismail Industries Limited (the Company) as required by Pakistan Stock Exchange (PSX) vide its letter PSX/C-662-271 ('the letter'), dated January 23, 2020.

Scope of certificate

The requirement of clause 7(iii) of Annexure-I of the letter is produced below;

"Directors and sponsors of the Company shall deposit the amount of their subscription before the book closure date"

We as statutory auditors of the Company are required to issue a certificate to confirm the receipt of subscription money for subscribing right shares of the Company under clause 7 (iii) of Annexure-I of the letter'.

Management Responsibility

It is the management's responsibility to fulfil the requirement of Companies (issue of further shares) Regulations, 2018 and ensure compliance with the requirement of PSX as required under the letter.

Auditor's Responsibility

Our responsibility is to certify the compliance with the requirement of PSX as required under clause 7(iii) of Annexure I of the letter and issue certificate in accordance with the *'Guidelines for Issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms'* issued

TRUE COPY
For Ismail Industries Limited
Company Secretary

Grant Thornton
An instinct for growth

by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures as mentioned below:

1. Matched from audited financial statement for the year 2010-11 to 2014-15 of subscription money of Rs. 902,151,700 received from directors/sponsors.
2. Obtained bank statement for Rs. 5,699,830 of specific account open for this purpose.

Certificate

Based on the procedures mentioned above, we are pleased to certify that the Company has received amounting to Rs. 902,151,770 in company's bank accounts in financial years from 2010-11 to 2014-15. Further the Company has also received amounting to Rs. 5,699,830 in specific account open for this purpose.

Restriction on use and distribution

This certificate is being issued in capacity of statutory auditor of the Company on specific request of the management for onward submission with the PSX as required under clause 7(iii) of Annexure I of the letter and is not to be used or distributed for any other purpose. This certificate is restricted to the fact stated herein.

Yours truly

Grant Thornton Anjum Rahman

Grant Thornton Anjum Rahman
Chartered Accountants
Karachi

TRUE COPY
For Ismail Industries Limited
Company Secretary

Chartered Accountants
Member of Grant Thornton International Ltd

Offices in Islamabad, Lahore

Head Office: 17 Bangalore Town, Main Shahrah-e-Faisal, Karachi - 75350, Pakistan.
Tel: +92 21 34311170-77, 34370056-68
Fax: +92 21 34541094, 34547843, 34541095

Annexure "B"

DIRECTORS / SPONSORS OF ISMAIL INDUSTIRES LIMITED HAVE DEPOSITED THE AMOUNT OF THEIR PORTION OF RIGHT SHARES OFFERED BY THE COMPANY

The shareholders are hereby notified that the Directors / Sponsors of Ismail Industries Limited (the "Company") have deposited the amount of their respective portion of Right Shares offered to them by the Company before the commencement of Book Closure date. The above facts have been duly certified by the Auditors of the Company.

By Order of the Board

Ghulam Farooq
Company Secretary

Karachi: February 10, 2020