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KOHINOOR TEXTILE MILLS LIMITED

Registered Office : 42-LAWRENCE ROAD, LAHORE PAKISTAN. PHONE: 6302261, 6302262 FAX: 92-42-6368721

April 05, 2010

KTML/BM/86(1)/027

Fax # 021-111-573-329

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

Fax # 111 441 441

The Secretary,
Lahore Stock Exchange (G) Ltd
Lahore Stock Exchange Building,
19-Khayaban-e-Aiwan-e-Iqbal,
Lahore.

Fax # 051-111-473-329

The Managing Director,
Islamabad Stock Exchange (G) Ltd.
55-B, Jinnah Avenue, Blue Area,
Islamabad-44000.

Fax # 051-9204915
051-9218592

The Executive Director Monitoring & Enforcement Division
Securities and Exchange Commission of Pakistan
NIC Building, Jinnah Avenue,
Islamabad

- **FURTHER ISSUANCE OF 100 MILLION ORDINARY SHARES OF RS. 10/- EACH OTHER THAN RIGHTS**
- **PURCHASE OF 153.846 MILLION ORDINARY SHARES OF MAPLE LEAF CEMENT FACTORY LTD**
- **INCREASE IN AUTHORISED SHARE CAPITAL OF THE COMPANY FROM RS. 2.00 BILLION TO RS. 4.00 BILLION**

Dear Sir,

We have to inform you that the Board of Directors of the Company in their meeting held on April 05, 2010 (today) at 3.00 p.m. at its Registered Office, 42-Lawrence Road, Lahore, has recommended to further issue shares otherwise than rights upto the extent of Rs. 1,000 million divided into 100 million ordinary shares of Rs. 10 each by issuing upto 25 million shares to M/s Mercury Management Incorporated (BVI), upto 52 million shares to M/s Hutton Properties Limited (BVI) and upto 23 million shares to M/s Zimpex (Private) Limited at par value, subject to approval of shareholders and Securities and Exchange Commission of Pakistan with the condition that the existing shareholders shall have the right to subscribe shares in proportion to the paid up value of shares held by them as on April 26, 2010 out of the abovementioned ordinary shares at the aforesaid price within 45 days of the issuance thereof. The ordinary shares so issued shall rank pari passu with the existing shares in all respects.

We are pleased to enclose herewith the following requisite information / documents in original duly signed by all Directors present in the Board Meeting:

- The purpose of further issue of 100 million ordinary shares of Rs. 10/- each at par value other than rights, its Benefits to the Company, Utilization of Funds and summary of financial projections.
- Three years Projected accounts containing balance sheet and profit & loss account.

In addition to the above, we have to inform you that the Board of Directors of the Company has also recommended the following matters subject to approval of shareholders by way of special resolutions in the forthcoming Extraordinary General Meeting scheduled to be held on Monday, May 03, 2010 at 3.00 p.m. at its Registered Office.

- To subscribe, on Company's behalf, 153.846 (M) ordinary shares of M/s. Maple Leaf Cement Factory Limited, a subsidiary of the Company, @ Rs. 6.50 per share i.e. at a discount of 35% that are being offered through further issue of capital other than through rights.
- To increase in authorized share capital of the Company from Rs. 2.00 billion to Rs. 4.00 billion and to suitably amend the clause V of the Memorandum of Association of the Company.

We trust that the information provided above would suffice. However, we shall be glad to provide any further information should you so require.

Yours faithfully,
For Kohinoor Textile Mills Limited

(Muhammad Ashraf)
Company Secretary

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Encl. As above