UKAS QUALITY MANAGEMENT Registration Number 014

olympia Textile Mills Ltd.

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Fax: 042-36307368
Mills: 13-K.M. Sheikhupura-Faisalabad Road, Sheikhupura

MOODY INTERNATIONAL PNAC

April 11, 2015

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

13/4/2015

Subject: **Buy-Back of Shares from Minority Shareholders and Consequent De-Listing of Shares of Olympia Textile Mills Limited from Stock Exchanges in Pakistan**

Dear Sir,

The management of Olympia Textile Mills Limited wish to intimate the Stock Exchanges and Securities and Exchange Commission of Pakistan (SECP) under Regulation 30-A (i) and Clause (xx) of the Code of Corporate Governance set out in Regulation 35 of Listing Regulations that Monnoo family (the majority shareholders / sponsors) who are also Directors of the Company intents to purchase all the securities without exception from all the share holders in order to de-list the shares of the Company from Stock Exchanges in Pakistan and seek revocation of CDS eligibility of Company's shares. The sponsors have a combine holding of 9,671,169 shares among themselves which constitute a percentage holding of 89.5147% of total 10,804,000 issued shares.

1. **Reasons for De-Listing**

   (i) **Financial Position**

   The Company is not in a position to earn profits due to closure of its operations. For past several years it has been making losses and as on 31st December, 2014, the accumulated losses amount to Rs. 450,340,713 against the paid-up capital of Rs. 108,040,000. The shareholders equity is fully eroded and has become Negative by Rs. 89,593,833.

   The accumulated losses over the years have adversely affected the financial position of the Company. The current ratio as at December 31, 2014 was 0.638 i.e. current liabilities are Rs. 30,175,278 and current assets are Rs. 47,273,834.