PAKCHEM
Spreading goodness of Guar

Annexure A

EXTRACT FROM THE
MINUTES OF THE BOARD OF DIRECTORS MEETING
HELD ON TUESDAY 23 AUGUST, 2016 AT 10:00 AM
IN THE COMPANY'S BOARD ROOM

* * * * * * * * * * *

WHEREAS, the Company has been suffering losses since the last financial year ended 31 December 2015 and in light of the prevailing and continuing adverse market conditions, the Company's profitability will be negatively affected and consequently is expected not to declare dividends in the near future.

AND WHEREAS, the sponsors of the Company believe that it would be in the best interest of the minority shareholders to be provided a fair and just opportunity for exit, so that they could make best use of their investment in other profitable avenues. Furthermore, the minority shareholders hold only 10.40% of he paid up share capital of the Company.

AND WHEREAS, it is considered in the interest of minority shareholders to delist the Company.

In view of the above, it is hereby

> **RESOLVED THAT** Pakistan Gum and Chemicals Limited (the "Company") be delisted from the Pakistan Stock Exchange Limited (the "PSX") under Voluntary Delisting Regulations of PSX.
>
> **RESOLVED FURTHER** that the sponsors of the Company be and are hereby authorized to buy-back 441,792 ordinary shares (10.40% of the paid up share capital of the Company) held by the minority shareholders of the Company at a price of Rs. 183.20 determined in accordance with the regulations or as may be determined by the PSX or the Securities and Exchange Commission of Pakistan for the purposes of Voluntary De-listing of the Company from the PSX.
>
> **RESOLVED FURTHER** that Mr. Mohammad Moonis, Chairman, and Mr. Sajid Iqbal Hussain, Chief Executive, (the "**Authorised Officers**") be and are hereby authorized to fulfill all requisite legal and procedural formalities for accomplishing the de-listing of the Company from the Pakistan Stock Exchange, to appoint the Advisor for the delisting of the Company and make application, sign and submit requisite documents as may be necessary, negotiate the price with the PSX so as to effectuate the delisting of the Company and to take all actions and do necessary acts, deeds and things for implementation of this resolution.
>
> **RESOLVED FURTHER** that all actions taken and/or to be taken by and on behalf of the Company by any of the Authorized Officers in respect of the above are hereby ratified and confirmed by the Company.

Certified true copy
FOR PAKISTAN GUM & CHEMICALS LIMITED

Chief Executive

Pakistan Gum & Chemicals Limited
B-19/A, Irshad Qadri Road, S.I.T.E., Karachi - 75700 Pakistan.
P.O.Box 3639, Tel: +92-21 3256 1124-26 Fax: +92-21 3256 1320
Email: • marketing@pakchem.com.pk, • info@pakchem.com.pk
Website: www.pakchem.com.pk