



PAKISTAN STOCK EXCHANGE LIMITED

PSX/N-4674

NOTICE

August 13, 2018

Reproduced hereunder letter received from **786 INVESTMENTS LIMITED**, for information of all TREC Holders of the Pakistan Stock Exchange.

(Copy of the same is also available on our Website www.psx.com.pk).



August 6, 2018

Hafiz Maqsood Munshi
Manager
Companies & Securities Compliance – RAD
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Subject: Shifting of the name of Company from Defaulters Segment to Normal Counter and Resumption of Trading in the shares of 786 Investments Ltd

This is with reference to your letter no. PSX/C-848-3415 dated July 30, 2018, on the subject.

As required we are highlighting following points as presented earlier in our presentation on July 23, 2018 at PSX auditorium covering following points.

- Reasons of Non-Compliance.
- Steps taken by the company for rectification of non-compliances and to ensure that such non-compliances do not occur in future.
- Reasons for non-operation of the company and the steps taken by the company for its revival.
- Reasons of non-declaration of any corporate entitlement to its shareholders since past many years.
- Strategy/Financial Plan and/or any Plan for restoration of operations of the company and to safeguard the interest of minority shareholders.

786 Team explained reasons and steps taken by the Company for the rectification of non-compliance

- 786 Investments Limited (formerly Dawood Capital Management Ltd) could not conduct annual general meeting for two consecutive years due to lack of quorum of Board of Directors to conduct the Board meetings. During this time, 786 made best efforts for approval of director from SECP to meet quorum.

- Therefore, PSX suspended the trading of the shares in compliance of PSX Rule Book.
- Board of Directors' election was held on July 29, 2015 and subsequently SECP approval was obtained in August 31, 2015.
- Conducted all due BoD's meeting and annual general meetings (2013-2016) for the approval of Financial Statements once quorum requirements were met and approved by SECP.
- As explained above all the due annual general meetings were held in 2016 and the annual general meeting for the year 2017 were also held in stipulated time, further going forward we will ensure to comply the requirement of PSX Rule Book and other regulatory requirement and conduct annual general meeting with in the stipulated time.

786 Team further explained the reason of non-declaration of corporate entitlement during the previous years.

- Due to the restrictions on our operational activities during the suspended period, the Board of Directors kept the AMC retained earnings to meet the requirement of capital and meet all SECP/NBFC compliances and utilize the same to revitalize the company.
- Considering the cash constraint and profit during the year (2013-2016) was generated due to mark to market unrealized gain on equity investment by AMC in underlying funds.
- The detailed reason for non-declaration of corporate entitlement to its shareholders is mentioned in the annual reports of the respective years.
- However, over 90% distribution of profit has been made from funds under the management of AMC during the period by the management, announced in the first permitted board meeting, once quorum was met.
- Financial highlights during the last five financial years.

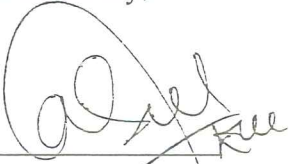
Financial Year	2013	2014	2015	2016	2017	2018 (March)
Paid-Up Capital	149,737,500	149,737,500	149,737,500	149,737,500	149,737,500	149,737,500
Equity	177,909,399	203,329,352	237,404,540	210,526,450	270,886,451	258,667,742
Net Profit /(Loss) after tax	27,261,963	26,182,398	33,360,396	(25,019,630)	55,142,017	(8,620,921)
EPS	1.82	1.75	2.23	(1.67)	3.68	(0.58)
Bank Balance	19,288,515	3,325,781	1,929,499	1,740,633	12,355,666	8,700,368

On

786 Team also share their future plans for reviving the company.

- Launch of new funds.
- Establish offices in major cities of Pakistan.
- Creating Job opportunities.
- Fueling high growth, while at all times reducing carbon footprint.
- Attracting the High Net-Worth Individuals and Institutional Investors, but also focusing on untapped retail market particularly of young professionals.
- Participate in Investor Awareness Campaigns

Yours Sincerely,



Talal Ismail Pasha
Company Secretary

cc: The Acting Chief Regulatory Officer - PSX
The DGM Operation - PSX