



AL-GHAZI TRACTORS LTD

PRODUCERS OF NEW HOLLAND TRACTORS IN PAKISTAN

7 January 2019

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

Subject: Material Information: Clarification regarding news item

Dear Sir

This has reference to news item published in certain newspapers inferring that the Company is facing challenges in continuity of its operations. By way of this letter we would like to state Company's stance on the subject for the benefit of investing public and the members of your Exchange.

The Company is currently facing liquidity challenges and incurring huge financial cost due to hold up of our due sales tax refunds by the authority to the tune of Rs 2 billion approximately.

It is to be noted that tractor industry has though experienced a decent growth during last couple of years, the current market has recently shown comparatively a declining trend adding pressure on the industry. In order to meet these challenges of the current situation to bring out good operational results, the Company looks towards the Government for immediate release of its legitimate refunds. This will help the Company to avoid any undue exposure and expense to business operation.

The management believes that there are no doubts upon the Company's ability to continue its operations.

You may please inform the members of the Exchange accordingly for the benefit of the investing public.

Yours truly
For: Al-Ghazi Tractors Limited

Muhammad Babar Khan
Company Secretary

cc: Director/HOD
Surveillance, Supervision and Enforcement Department
Securities & Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue
Blue Area, Islamabad



QUALITY MANAGEMENT-BRAND STRENGTH