

NISHAT MILLS LIMITED



Exchanges/2010/

June 6, 2018

The General Manager,
Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange road,
Karachi.

Subject: Disclosure of Material Information

Dear Sir,

In accordance with the requirements of the Rule Book of Pakistan Stock Exchange Limited and applicable provisions of the Securities Act, 2015, Nishat Mills Limited (the "Company") hereby conveys the following information:

"We have to inform you that M/s Sojitz Corporation, Japan has released an announcement in Japan today regarding Hyundai Nishat Motor (Private) Limited, which is setting up a greenfield project for the assembly and manufacturing of Hyundai brand vehicles in Pakistan. A copy of the announcement is attached herewith for information."

A disclosure form is attached herewith (**Annexure "A"**).

You may please inform the members of your Exchange, accordingly.

Yours' sincerely,


Khalid Mahmood Chohan
Company Secretary

Encl: as above

Copies as per requirement of SECP.

HEAD OFFICE

: 7-MAIN GULBERG, LAHORE PAKISTAN.UAN:111 33 22 00 TEL: 92-42-35716351-9 FAX:92-42-35716350 E-MAIL: nishat@nishatmills.com

REGISTERED OFFICE & SHARES DEPTT : NISHAT HOUSE, 53-A, LAWRENCE ROAD, LAHORE - PAKISTAN PH : (042) 36367812-15 TLX : 47523 NISHAT PK, FAX : (042) 36367414

NISHAT MILLS LIMITED



NISHAT MILLS LIMITED DISCLOSURE FORM (Securities Act, 2015)

June 06, 2018

Name of the Company	Nishat Mills Limited
Date of Report (Date of earliest event reported if applicable)	NA
Exact Name of the Company as specified in its Memorandum	Nishat Mills Limited
Registered address of the Company	Nishat House, 53-A, Lawrence Road, Lahore.
Contact Information	Mr. Khalid Mahmood Chohan Company Secretary Tel: +924236301654 Fax: +924236367414
Disclosure of inside information by the Company in terms of Securities Act, 2015	<i>"We have to inform you that M/s Sojitz Corporation, Japan has released an announcement in Japan today regarding Hyundai Nishat Motor (Private) Limited, which is setting up a greenfield project for the assembly and manufacturing of Hyundai brand vehicles in Pakistan. A copy of the announcement is attached herewith for information."</i>


Khalid Mahmood Chohan
Company Secretary

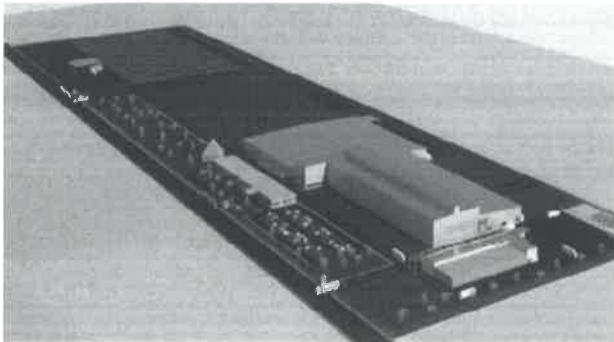
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**Sojitz Enters the Assembly, Wholesale, and Retail Business for
Hyundai Vehicles in Pakistan**

Sojitz Corporation (“Sojitz”) along with Nishat Mills Limited and its Associates (together referred as “NML”), a consortium forming part of major Pakistani conglomerate Nishat Group, and Millat Tractors Limited (“MTL”), Pakistan’s largest tractor manufacturer, will enter the assembly, wholesale, and retail business for Korean Hyundai Motor Co. (“Hyundai”) brand vehicles in Pakistan.



[Concept Image of Completed Assembly Plant]



In March 2016, the Pakistani government established the “Automotive Development Policy 2016-2021” to encourage growth in the country’s automotive industry, with an incentive policy* for newcomers to the market. Sensing an opportunity, Sojitz and NML together established Hyundai Nishat Motor (Private) Limited (“HNMPL”) to conduct an initial feasibility study for the sale of Hyundai vehicles. Now, following a capital injection and investment from the parties including MTL , HNMPL is set to launch its manufacturing operations.

HNMPL’s total setup cost will be in the JPY 15 billion range. An assembly plant—scheduled for completion in December 2019—is currently under construction in a special economic zone in Faisalabad, Pakistan’s third largest city. Sales will be carried out through distributor-owned dealers and franchise dealers, with the goal

of reaching 6% market share by 2024.

Pakistan is characterized by its high population, which reaches 200 million according to latest census. Political stability in the country has sustained steady economic growth, and in recent years, Pakistan's automotive market has demonstrated an annual growth rate of over 10%. The country's automotive market is forecast to expand further thanks to rising numbers of consumers.

Capitalizing on its many years of experience with the assembly and sale of Hyundai vehicles, Sojitz will work alongside NML and MTL (companies with local manufacturing, finance, and retail industry resources), to establish Hyundai's presence in Pakistan as a powerful, quality brand, while simultaneously contributing to the development of the country's automotive industry.

(* Subject to terms and conditions, incentives include reduced import tariffs on Plant & Machinery (during construction) and CKD kits for a limited period (post commercial operations date).

Related Information:

[Company Overview – Hyundai Nishat Motor (Private) Limited]

Established	March 2017	
Head Office	1-B, Aziz Avenue, Canal Bank Road, Gulberg V, Lahore, Pakistan	
Representative Director	Hasan Mansha	
Ownership	Sojitz Corporation	40%
	Millat Tractors Limited.	18%
	Nishat Mills Limited.	12%
	Associates of Nishat Mills Limited	30%
	-Adamjee Insurance Co. Ltd.	10%
	-Security General Insurance Co. Ltd.	10%
	-D.G. Khan Cement Co. Ltd.	10%
Main Business	Assembly, wholesale, and retail of Hyundai vehicles	

[Company Overview – Nishat Mills Limited]

Established	1951
Head Office	Nishat House, 53-A, Lawrence Road, Lahore, Pakistan
Representative Director	Umer Mansha
Main Business	Manufacture and sale of textile products

[Company Overview – Millat Tractors Limited]

Established	1964
Head Office	Sheikhupura Road, Shahdara Lahore, Pakistan
Representative Director	Syed Muhammad Irfan Aqueel
Main Business	Manufacture and sale of tractors

For questions regarding this release, contact:

Sojitz Corporation PR Dept.

03-6871-3404