

Flash Note

Thursday, October 19, 2023



Pak Suzuki Motor Company Limited (PSMC)

Board of Directors Resolve Delisting and Buyback of Shares

Buyback & delisting: Pak Suzuki Motor Company Limited (PSMC) in its notice through Pakistan Stock Exchange (PSX) has notified that the Board of Directors in their meeting have resolved to delist PSMC from PSX and the majority shareholder has been authorized to buy back all the shares from minority shareholders. The delisting and buy back shall take place to the extent and at a price determined in accordance with the Rule Book or by PSX or Securities Exchange Commission of Pakistan (SECP) for voluntary delisting of PSMC.

Reasons for delisting: The Company in its notice has highlighted 3 key reasons for potential delisting of PSMC from stock exchange:

- The operations of PSMC resulted in losses in 2019, 2020, 2022 and 9MCY23;
- The Company has not paid out any cash dividend since 2019 with the exception of only cash payout in 2021;
- PSMC is currently trading at historic low share price and daily transactions/sales are limited.

The company will submit its application with PSX for delisting and upon acceptance, a general meeting of shareholders shall convene with 30 days of agreement with PSX on minimum share price to seek approval through special resolution for delisting.

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