



# Mandviwalla MAUSER Plastic Industries Limited

November 28, 2019

Mr. Hafiz Munshi  
Manager  
Companies & Securities Compliance -RAD  
Pakistan Stock Exchange  
Stock Exchange Building, Stock Exchange Road  
Karachi

Subject: - Independent Auditors' Report for the Year Ended June 30, 2019

Dear Sir,

With reference to your letter # Gen-5584 dated November 19, 2019 regarding captioned subject.

Our management has fully explained in Director / Chairmen Report- 2019 which is as under  
*"The auditors have given qualification on the going concern assumption that the going concern assumption used in preparation of these financial statements is inappropriate; consequently the assets and liabilities should have been stated at their realizable and settlement amounts respectively. However, the management is of the view that the sponsor's are continuously injecting funds into the company and as on June 30, 2019 already provided Subordinated loans and long term loans to the Company amounting to Rs 329.642 million. The Company has a unique product mix and the highest credibility in their field. The technology is unique and difficult to gain experience in due to which condition in the future are expected to become favorable. The company has elaborated the factors in note 1.1 to the financial statements, and that has been considered in preparation of the financial statements on going concern basis"*

Moreover, the company is shifting plant to Port Qasim Karachi and to start production by March 31, 2020. Up to March 31, 2020. Sponsoring Directors will inject funds to meet expenses.

We will persuade the auditor to remove the qualification on Going Concern and not to issue the adverse opinion in the next year financial statements ending June 30, 2019.

Should you wish to discuss further, please let us know.

Hina Ambreen  
Company Secretary