

NOTICE OF THE ANNUAL GENERAL MEETING

Notice is given that 50th Annual General Meeting of the shareholders of D.M. Textile Mills Ltd, will be held on Wednesday October 31, 2007 at 1500 hours at registered office of the company at Westridge Rawalpindi to transact the following business:

ORDINARY BUSINESS

1. To confirm the minutes of the 49th Annual General Meeting of the company held on October 31, 2006.
2. To receive and adopt the Audited Accounts of the company for the year ended June 30, 2007 together with Directors' and Auditors' Report thereon.
3. To appoint Auditors and fix their remuneration

SPECIAL BUSINESS

4. To approve following resolution pursuant to section 208 of the Companies Ordinance 1984 with or with out modification.

RESOLVED UNANIMOUSLY:

- a) THAT pursuant to requirement of section 208 of the Companies Ordinance 1984, the company be and is hereby authorize to make inter company loans and advances to and from Bilal Textile (Pvt) Ltd an associated undertaking.
 - b) THAT the Chief Executive of the company be and is hereby empowered and authorized to make inter company loans and advances to and from Bilal Textile (Pvt) Ltd an associated undertaking.
5. To transact any other business with the permission of the Chairman

STATEMENT UNDER SECTION 160 (1) (b) OF THE COMPANIES ORDINANCE 1984.

This statement sets out the material facts pertaining to the special business to be transacted at the forthcoming Annual General Meeting of the company to be held on October 31, 2007

Bilal Textile (Pvt) Ltd was incorporated as a private limited company on 17 January 1977 and doing business of export of cloths, bags, bed sheets and pillow covers and have installed a spinning unit of 25,440 spindles at Shahkot Dist Faisalabad. The Board of Directors of the company at their Meeting Held on October 4, 2007 have recommended and approved the special resolution as set out in the notice of Annual General Meeting. Other information as required under notification no SRO 865(1)/ 2000 Dated December 06, 2000 issued by Securities and Exchange Commission of Pakistan is given here under:

i.Name of Associated undertaking

Bilal Textile (Pvt) Ltd

ii. Rate of Interest	Equivalent to mark up rates charged by their bankers.
iii. Security	Personal Guarantee of Sponsor Directors.
iv. Period for which loans and advances will be made	Short term and renewable if required
v. Purpose	To accommodate each other
vi. Interest of Directors	Three Directors are common in both companies and they have no personal interest.
vii. Current Ratio	The Current ratio of D.M Textile Mills Ltd is 0.63:1 and current ratio of Bilal Textile (Pvt) Ltd is 0.76:1.

By order of the Board

M.F. Zaman Qureshi FCA
Company Secretary.

Rawalpindi

Dated: October 7, 2007

Note:

- i) The share transfer books of the company will remain closed from 31-10-2007 to 07.11.2007 (both days inclusive)
- ii) A member entitled to attend and vote at this general meeting is entitled to appoint an other member as proxy to attend and vote instead of him/her. Proxies in order to be valid must be received at the registered office of the company not less than 48 hours before the time for holding of the meeting.
- iii) Members who have not yet submitted photo copies of their computerized National Identity Card to the company are requested to send the same at the earliest and to promptly notify the company of any change in their addresses.
- iv) Account holders and sub-account holders holding book entry securities of the company in the Central Depository System of Central Depository Company of Pakistan Limited who wish to attend the Annual General Meeting are requested to please bring their original National Identity Card with copies thereof duly attested by their bankers for identification purpose. Representative of corporate members should bring their usual documents required for such purpose.