ENVOY TEXTILES LIMITED

Corporate & Registered Office: Envoy Tower
18/E, Lake Circus Kalabagan, West Panthapath, Dhaka-1205

PRICE SENSITIVE INFORMATION

This is for the information of all concerned that the Board of Directors of Envoy Textiles Limited, during its 236th meeting held on Thursday, 5 September 2024 at 3:00 pm at corporate office of the company, has approved the establishment of a Waste Fabric Recycling Plant at our existing factory premises.

This plant will process both local and in-house pre-industrial and post-consumer waste fabrics, converting them into high-quality recycled fiber. Once operational, the recycling plant will enable us to replace external waste cotton with in-house produced recycled fiber.

In addition to operational profitability, this project addresses the growing demand from our buyers for environmentally responsible production processes. This strategic initiative not only strengthens our eco-friendly manufacturing credentials but also positions us favorably in terms of export pricing, giving us a competitive edge. The plant is designed to process 12 MT of waste fabrics per day, with a 98% recovery rate of input material into recycled fiber.

The total project investment is estimated at BDT 237.04 million, funded through a debt-to-equity ratio of 70:30. We anticipate the plant will be fully operational by the end of this fiscal year, significantly enhancing our production capacity and aligning with the increasing sustainability expectations of our buyers.

Under favorable market conditions, the project is expected to generate approximately BDT 80 million in profits annually, contributing positively to the company's bottom line.

By order of the Board
Sd/-
M Saiful Islam Chowdhury FCS
Company Secretary

Thursday, 5 September 2024
Dhaka