ENVOY TEXTILES LIMITED

Corporate & Registered Office: Envoy Tower (5th– 8th Floor), 18/E, Lake Circus Kalabagan, West Panthapath, Dhaka-1205

PRICE SENSITIVE INFORMATION

This is for information of all concerned that a meeting of the Board of Directors of Envoy Textiles Limited held Wednesday, 14 July 2021 via video conference at 5.00PM, concluded at 5.45PM, has decided to set up Spinning Project expansion Unit at existing factory premises in Jamirdia, Bhaluka, Mymensingh having a capacity of 3,710 MT cotton-polyester-spandex core-spun yarn production per year with an estimated total cost of BDT 1,761.90 million.

Additional information of the project:

a. The project is scheduled to be completed by July 2022, subject to a usual business & health environment condition.

b. The project is configured with all European and Japanese machineries with state-of-the-art ring spinning production facility.

c. Out of the total estimated cost of the project, an amount of BDT 561.90 million to be invested from the Company's retained earnings and remining of BDT1,200.00 million to be financed by bank borrowings. The debt-equity ratio is considered at nearly 32: 68

d. 98% of capacity assumed to be utilized. A production of around 60 to 70% to be consumed in-house for the denim production, and remaining is for deemed export market.

e. The project is expected at a pay back of investment by 7 years.

M Saiful Islam Chowdhury FCS
Company Secretary

Wednesday, 14 July 2021
Dhaka