

THE KARACHI COTTON ASSOCIATION

(The Cotton Exchange, I.I. Chundrigar Road, Karachi)

EXECUTIVE COMMITTEE MEETING NO. 12 OF 2015-16

MINUTES

A **REGULAR MEETING** of the 84th Executive Committee of The Karachi Cotton Association was held in the Board Room of the Association, The Cotton Exchange, I.I. Chundrigar Road, Karachi on **Monday, July 04, 2016** at **12:05 hours** to consider the following Agenda:-

P R E S E N T

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|-----|-----------------------|-------------------|
| 01. | Khawaja Tahir Mahmood | Chairman |
| 02. | Syed Mohammad Sameer | Vice-Chairman |
| 03. | Mr. Ahmed Ebrahim | |
| 04. | Mr. Anwer Haji Karim | |
| 05. | Mr. Amir Javed | |
| 06. | Mr. Mohammad Khalid | |
| 07. | Mr. Nadeem Maqbool | |
| 08. | Mr. Rizwan Iqbal Umer | |
| | & | |
| 09. | Mr. Aftab Alam | Secretary General |

The meeting started with the recitation from the **HOLY QURAN**.

MINUTES (51)

01. **To confirm minutes of the Regular meeting No. 10 of the Executive Committee held on 01-06-2016.**

As no objection to the minutes of the meeting No. 10 of the Executive Committee held on 01-06-2016 was received, the same were confirmed by the Executive Committee and signed by Chairman in token of confirmation.

02. **To confirm minutes of the Special meeting No. 11 of the Executive Committee held on 23-06-2016.**

As no objection to the minutes of the meeting No. 11 of the Executive Committee held on 23-06-2016 was received, the same were confirmed by the Executive Committee and signed by Chairman in token of confirmation.

APPLICATION FOR THE MEMBERSHIP OF THE ASSOCIATION

03. **To consider application dated 27-05-2016 from M/s. Umar Usman Cotton Ginning & Allied Industries for admission as member of the Association.**

The Executive Committee interviewed Mr. Sajjad Ahmad, Authorized Representative of M/s. Umar Usman Cotton Ginning & Allied Industries.

RESOLUTION No. 128: After the interview, it was decided to ballot the application of M/s. Umar Usman Cotton Ginning & Allied Industries for membership of the Association in the next meeting of the Executive Committee.

MEMBERSHIP BALLOTS

04. (a) **To hold ballot under Article No. 9 in respect of M/s. Cot Control, the authorized representative of the firm met the Executive Committee on 26-04-2016. The Executive Committee had fixed to-day's meeting for balloting of their application.**
- (b) **To hold ballot under Article No. 9 in respect of M/s. Ahsan Zubair Cotton Ginning Factory & Oil Mills, the authorized representative of the firm met the Executive Committee on 10-05-2016. The Executive Committee had fixed to-day's meeting for balloting of their application.**

Secretary General informed that due to want of quorum of the Members of the Executive Committee in term of Article No. 9 of the Articles of the Association, the applications of (i) M/s. Cot Control and (ii) M/s. Ahsan Zubair Cotton Ginning Factory & Oil Mills for admission as members of the KCA could not be balloted in today's E.C. meeting.

RESOLUTION No. 129: After consideration, the Executive Committee decided to hold ballots in respect of applications of (i) M/s. Cot Control and (ii) M/s. Ahsan Zubair Cotton Ginning Factory & Oil Mills for admission as members of the KCA in its next Regular Meeting.

CHANGE IN AUTHORIZED REPRESENTATIVE

05. **To consider letter dated 20-06-2016 received from M/s. Haji Khudabux Amir Umar (Pvt) Limited, requesting to change the name of their Authorized Representative from Mr. Fayyaz Umar S/o. Amir Umar to Mr. Aftab Umar S/o. Amir Umar in the record of the Association.**

The Executive Committee considered letter dated 20-06-2016 received from M/s. Haji Khudabux Amir Umar (Pvt.) Limited, requesting to change the name of their Authorized Representative from Mr. Fayyaz Umar S/o. Amir Umar to Mr. Aftab Umar S/o. Amir Umar in the record of the Association.

RESOLUTION NO. 130: After consideration, the Executive Committee approved the change in Authorized Representative of M/s. Haji Khudabux Amir Umar (Pvt.) Limited from Mr. Fayyaz Umar to Mr. Aftab Umar w.e.f. 04-07-2016.

ELECTION SCHEDULE

06. **To approve the Election Schedule for the Election of the Executive Committee/Office Bearers of the KCA for the year 2016-17.**

The Executive Committee considered the brief dated 27-06-2016 on the Election Schedule and Draft of Program thereof prepared by the Secretariat for the Election of the Executive Committee/Office Bearers of the KCA for the year 2016-17.

Secretary General informed the Executive Committee that the Government had announced Eid holidays from 05-07-2016 to 08-07-2016. Therefore, the proposed date of 05-07-2016 for issuance of Provisional List of Voters was required to be changed suitably.

RESOLUTION NO. 131: After consideration, the Executive Committee approved the Election Schedule/Program prepared by the Secretariat for the Election of the Executive Committee/Office Bearers of the KCA for the year 2016-17 subject to change of date for issuance of Provisional List of Voters from 05-07-2016 to 09-07-2016 and directed the Secretariat to publish the same in DMR for information of the members.

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ELECTION COMMISSION

07. **To appoint the Election Commission to look after all the arrangements connected with the conduct of elections of the Executive Committee/Office Bearers of the KCA for the year 2016-17.**

The Executive Committee considered the brief dated 27-06-2016 prepared by the Secretariat on the above subject.

RESOLUTION NO. 132: Appreciating the role of the Election Commission played in the past, the Executive Committee appointed the Election Commission comprising of the following gentlemen to make the arrangements for conducting the elections of the Executive Committee/Office Bearers of the KCA for the year 2016-2017 as required under Rule 16 of the TOR, 2013:-

- | | | |
|----|-------------------------|-----------------------------------|
| 1. | Mr. Saqib Siddique | M/s. Sadiq Siddique Co., |
| 2. | Mr. Bashiruddin Qureshi | M/s. Sadiq Traders (Pvt.) Limited |
| 3. | Mr. Abdul Razak | M/s. Usman Cotton Co. |

APPOINTMENT OF COMMITTEE TO APPROVE AND SIGN THE ACCOUNTS AND DIRECTORS REPORT/REPORT OF THE EXECUTIVE COMMITTEE

08. **To appoint a Committee to approve and sign Balance Sheet and Statement of Income & Expenditure Accounts of the Association for the year 2015-16 (ending 30-06-2016) and also the Directors Report/Report of the Executive Committee for the year 2015-16.**

RESOLUTION No. 133: The Executive Committee appointed a Committee comprising of the following Members of the Executive Committee to approve and sign Balance Sheet and Statement of Income & Expenditure Accounts of the Association for the year 2015-16 (ending 30-06-2016) and also approve the Directors' Report/Report of the Executive Committee for the year 2015-16:-

- | | | |
|------|-----------------------|---------------------|
| i) | Khawaja Tahir Mahmood | - Chairman |
| ii) | Khawaja M. Zubair | - Sr. Vice-Chairman |
| iii) | Syed Mohammad Sameer | - Vice-Chairman |
| iv) | Mr. Amir Javed | - Member E.C. |
| v) | Mr. Rizwan Iqbal Umer | - Member E.C. |

KCA'S BROKERS ADVISORY COMMITTEE

09. **Recommendations of the Brokers Advisory Committee of the KCA as contained in the minutes of its meeting held on 03-06-2016.**

RESOLUTION No. 134: After consideration, the Executive Committee approved the recommendations of the Brokers Advisory Committee as contained in its minutes of the meeting held on 03-06-2016.

KCA'S BUILDING AND FINANCE COMMITTEE

10. (a) **Recommendations of the Building and Finance Committee of the KCA as contained in the minutes of its meeting held on 09-06-2016.**
- (b) **To approve recommendations of the Building and Finance Committee made by Circulation dated 11-06-2016.**

RESOLUTION No. 135: After consideration, the Executive Committee approved the recommendations of the Building and Finance Committee as contained in its minutes of the meetings held on 09-06-2016 and 11-06-2016 respectively.

KCA'S HUMAN RESOURCE COMMITTEE

11. **Recommendations of the KCA's Human Resource Committee as contained in the minutes of its meeting held on 21-06-2016.**

RESOLUTION No. 136: After consideration, the Executive Committee approved the recommendations of the KCA's Human Resource Committee as contained in its minutes of the meeting held on 21-06-2016.

UP-COUNTRY EXPENSES

12. **Recommendations of the Committee, formed by the Chairman in pursuance of Board Resolution No. 30 (ii) dated 30-08-2000 on the above subject, as contained in the minutes of its meeting to be held on 25-06-2016 for approval.**

RESOLUTION No. 137: After thorough consideration, the Executive Committee approved the recommendations of the Committee on Up-Country Expenses as contained in its minutes of the meeting held on 25-06-2016.

MEMORANDUM OF UNDERSTANDING

13. **To consider Draft of Memorandum of Understanding (MOU) between ICA and the KCA.**

The Committee considered Draft of Memorandum of Understanding (MOU) between ICA and the KCA.

Chairman was of the view that the said Draft of MOU should be considered by the Extra Ordinary General Meeting of the Members of the KCA.

RESOLUTION No. 138: After consideration, the Executive Committee decided that the Draft of Memorandum of Understanding (MOU) between ICA and the KCA be placed before the Extra Ordinary General Meeting of the Members of the KCA for consideration.

**PROJECTS / TASKS ON IMPROVEMENT OF COTTON TRADE
AND THE COTTON EXCHANGE**

- 14 **Follow-up Report by Projects Head (EC. Members) for the respective Projects/Tasks.**

RESOLUTION No. 139: The Executive Committee deferred to obtain follow-up reports from the Projects Head (EC. Members) in respect of their Projects/Tasks in the next meeting of the Executive Committee.

HAJJ 2016

15. **To consider application dated 27-05-2016 received from Mr. Mohtamim Khan, Security Guard, the KCA, requesting to send him on the expenses of the KCA to perform UMRAH this year.**

RESOLUTION No. 140: After consideration, the Executive Committee decided to file the application dated 27-05-2016 received from Mr. Mohtamim Khan, Security Guard, the KCA on the above subject.

RATES COMMITTEE

16. **To appoint the Rates Committee for the month of August , 2016.**

RESOLUTION No. 141: After consideration, the Executive Committee authorized the Chairman to appoint Rates Committee for the month of August, 2016 at his discretion.

GRADE AND STAPLE MARGINS

17. **Recommendations of the Grade and Staple Margins Committee of the KCA as contained in the minutes of its meeting to be held on 30-06-2016 .**

RESOLUTION No. 142: The Executive Committee noted the recommendations of the Grade and Staple Margins Committee as contained in the minutes of its meeting held on 30-06-2016.

COTTON SITUATION

18. **To discuss the cotton situation.**

Mr. Rizwan Iqbal Umer stated that cotton was hardly available in global market at present. He also stated that due to buying of cotton by the local textile mills owing to less availability of cotton in the local market, the trend of increasing price of cotton was witnessed.

RESOLUTION No. 143: Noted.

GRANT OF LEAVE TO THE MEMBERS OF THE EXECUTIVE COMMITTEE

19. **To grant leave of absence to the Members of the Executive Committee from attending the meeting of the Executive Committee.**

RESOLUTION NO. 144: The Executive Committee granted leave of absence to Mr. Mohammad Atif Dada from attending to-day's meeting of the Executive Committee on written request from him.

The Executive Committee also granted leave of absence to Khawaja M. Zubair Mr. Jahangir Moghul, Mr. Rehan Shoukat, Mr. Sohail Naseem, Mr. Wahid S. Balagamwala, Mr. Waqas Anwar, Mr. Amin Hashwani, Ms. Naheed Ishaq, Mr. Abdul Karim Memon and Dr. Khalid Abdullah from attending to-day's meeting of the Executive Committee on the intimation received on telephone regarding their pre-occupations on other assignments.

**ANY OTHER MATTERS
WITH THE PERMISSION OF THE CHAIR**

DRAFT OF PRESS RELEASE

20. **To consider Draft of Press Release prepared by the Secretariat to release to the Press.**

The Executive Committee considered the Draft of Press Release prepared by the Secretariat and placed before the Executive Committee

RESOLUTION NO. 145: After consideration, the executive Committee approved the following Draft of Press Release to release to Press by the KCA:-

"PRESS RELEASE

The Karachi Cotton Association has expressed its deep concern over the devastating cotton crop failure in cotton season 2015-16 and expected shortfall in cotton crop 2016-17 season due to which, all stakeholders of cotton economy are badly affected.

Keeping in view of the situation stated above, the local textile industry is compelled to import raw cotton from abroad to meet its requirement of basic raw material and to ensure its contribution towards achieving the target of exports fixed by the Government through exports of value added products as well as earning much needed foreign exchange for the country.

However, due to payment of 3% Custom Duty and 1% Additional Duty on import of cotton, cost of the basic raw material of the textile industry i.e. imported cotton is considerably increased due to which the local textile industry is unable to compete in the international markets.

Reiterating its firm stand to ensure free trading policy in cotton i.e. free export and free import of cotton without any quantitative and qualitative restrictions, the KCA strongly urges upon the Government to waive all duties and taxes on import of cotton immediately in order to provide an opportunity to the local industry to meet their requirement of raw material from abroad in the backdrop of shortage of cotton crop at home and make their business competitive.

The KCA also urges upon the Government to take concrete and effective measures in all directions to increase cotton production in the years to come so as to meet the rising requirement of the local industry as well as leave adequate surplus cotton for exports to keep the presence of Pakistan cotton in the international market and earn much needed foreign exchange for the country. The provision of export surplus will ensure international price of cotton to the Pakistani growers.”

21. **REPAIRING /REPLACEMENT OF R.C.C BEAMS SLAB, OF THE ROOF OF THE COTTON EXCHANGE.**

Chairman informed the Executive Committee that with regard to conduct the job of repairing/replacement of R.C.C Beams, Slab of the Roof of the Cotton Exchange, all the affectees tenants of the 4th Floor were requested, vide KCA’s letter dated 07-05-2016, to vacate their affected offices / portions within 15 days of receipt of letter. In response to our letter referred to above Mr. Javed Hassan of M/s. Gold Mohur Corporation verbally requested to provide him a copy of Agreement signed between the KCA and M/s Nasrullah Khan, Contractor to carry out the job referred to above.

RESOLUTION NO. 146: After consideration, the Executive Committee decided that Mr. Javed Hassan of M/s. Gold Mohur Corporation be invited at the KCA’s Secretariat to see/study the Agreement signed between the KCA and M/s Nasrullah Khan Contractor to carry-out the job referred to above.

The Executive Committee also decided that Khawaja M. Zubair, Senior Vice-Chairman and Mr. Shahid Shafiq, Former Vice-Chairman, the KCA be also requested to join the occasion.

22. **IMPORT OF ONE HVI USTER 1000 M1000 (THE FIBRE CLASSIFICATION AND ANALYSIS SYSTEM BY THE KCA FOR ITS FIBRE TESTING LAB.**

While briefing the Executive Committee about the status of import of One HVI Uster 1000 M1000 by the KCA, Chairman suggested to constitute a short Sub-Committee to look into the matter and take necessary decision as and when required in the matter.

RESOLUTION NO. 147: After consideration, the Executive Committee desired Mr. Rizwan Iqbal Umer to provide help and assistance to the KCA regarding import of One HVI Uster 1000 M1000 by the KCA at the earliest.

Thereafter, the meeting ended with a vote of thanks to the Chair.

(AFTAB ALAM)
Secretary General
KARACHI: 04-07-2016

CHAIRMAN

THE KARACHI COTTON ASSOCIATION

(The Cotton Exchange, I.I. Chundrigar Road, Karachi)

KCA-AM/51/

Karachi; 21-07-2016

SUBJECT:- MEETING OF THE EXECUTIVE COMMITTEE FOR THE YEAR 2015-16

Draft Minutes of the Regular Meeting No. 12 of the 84th Executive Committee for the year 2015-16 held on 04-07-2016 at 12:30 hours are submitted for approval please.

CHAIRMAN

(AFTAB ALAM)
Secretary General