

August 30, 2016

The Executive Director

Public Offering and Regulated Persons Department
Securities and Exchange Commission of Pakistan
National Insurance Corporation Building
Jinnah Avenue, Islamabad

The General Manager

Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road, Karachi

The Chief Executive

K-Electric Limited
2nd Floor, KE House, Plot # 39/B, Sunset Boulevard
Phase IV, Defence Housing Authority
Karachi

Subject: Public Announcement of Intention by Shanghai Electric Power Company Limited to acquire up to 66.40% shares of K-Electric Limited

Dear Sirs,

In accordance with Securities Act, 2015 read with the Listed Companies (Substantial Acquisitions of Voting Shares and Take-overs) Regulations 2008, we are pleased to submit a Public Announcement of Intention by Shanghai Electric Power Company Limited to directly or indirectly acquire up to 18,335,542,678 ordinary shares of K-Electric Limited (the "**Target Company**") representing 66.40% of the total issued share capital of the Target Company, subject to due diligence and execution of definitive agreements.

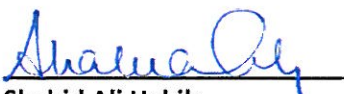
Arif Habib Limited has been appointed as Manager to the Offer.

The Public Announcement of Intention shall be published in one English and one Urdu language daily newspaper on September 02, 2016.

Please find enclosed a copy of the Public Announcement of Intention. You may contact the undersigned for any additional information or clarification.

Yours truly,

For and on behalf of **Arif Habib Limited**



Shahid Ali Habib
Chief Executive Officer

**Public Announcement of Intention to acquire up to 66.40% of shares of
K-Electric Limited
By
Shanghai Electric Power Company Limited
Under
Securities Act 2015 read with Listed Companies (Substantial Acquisition of Voting Shares) Regulations
2008**

1) Information about the acquirer

(a) Name(s) and Address(s) of acquirer along with persons acting in concert, if any.

Name: Shanghai Electric Power Company Limited

Address: No. 268 Zhongshan Road South, Shanghai, PRC

The acquisition may be undertaken by acquirer directly or through a subsidiary of the acquirer / a consortium led by a subsidiary of the acquirer

(b) The Name(s) and Address(s) of financial advisors of the acquirer, if any.

(c) In case the acquirer is a company(s):

(i) Names of the chief executive and directors of the company(s); and

Chief executive: Wang Huaiming

Directors:

- Wang Yundan
- Wang Huaiming
- Wang Jiangong
- Zhang Hongde
- Zhao Fengyun
- Mao Guoquan
- Xu Lihong
- Wang Jintao
- Xia Dawei
- Shao Shiwei
- Yu Xinyang
- Gao Yufeng
- Jin Mingda
- Xu Fei

(ii) Names of major shareholders of the company.

State Power Investment Corporation (43.02%)

China Power International Development Limited (16.98%)

2) Information about the target company

a) Name of the target company, its directors and major shareholders.

Name: K-Electric Limited

Directors:

- Waqar Hassan Siddique
- Muhammad Tayyab Tareen
- Aziz Moolji
- Chaudhary Khaqan Saadullah Khan
- Frederic Sicre
- Khalid Rafi
- Mubasher H. Sheikh
- Muhammad Zubair Motiwala
- Nayyer Hussain
- Noor Ahmed
- Omar Khan Lodhi
- Shan A. Ashary
- Zafar Abbas

Major shareholders:

- KES Power Limited (holding 18,335,542,678 ordinary shares representing 66.40% of the issued share capital of K-Electric Limited)

b) Total number of issued shares of the company.

27,615,194,248 ordinary shares

3) Number of shares already held by the acquirer, if any.

Nil

4) Number of shares along with the percentage intended to be acquired by the acquirer through public offer or agreement.

Up to 66.40% of the issued share capital of K-Electric Limited directly or indirectly (representing 18,335,542,678 ordinary shares of K-Electric Limited) cumulatively through an agreement with the major shareholders, subject to due diligence and execution of definitive agreements.

For and on behalf of Shanghai Electric Power Company Limited



Shi Mingwei

Deputy Chief Economist