

Date: September 28, 2016

Mr. Hafiz Maqsood Munshi
Manager
Companies & Securities Compliance-RAD
Pakistan Stock Exchange Limited
(Formerly Karachi Stock Exchange Limited)
Stock Exchange Building, Stock Exchange Raod
Karachi -74000.

Dear Sir,

Sub: **Restructuring of Term Finance Certificates of M/s. Azgard Nine Limited**

First of all we would like to clarify that we did not receive your letter # C-1027-A-5655 dated July 27, 2016 otherwise we would have promptly responded to your queries.

We however received your letter No. C-1027-A-6741 dated September 15, 2016 requiring us to apprise you of the status of our financial restructuring and to submit the revised repayment schedule of our listed TFC issue of PKR 2.4 Bln with you during a hearing scheduled by your kindself. The said hearing was later on rescheduled, upon our request, vide your letter No. and C-1027-A-7031 dated September 23, 2016.

With reference to the above letters our submissions are as follows:

Status of Financial Restructuring of Azgard Nine Limited:

We are pleased to inform you that by the grace of Almighty Allah, we have achieved the requisite majority consent of our overall creditors/financial lenders on the Financial Restructuring/Corporate Revitalization Plan of Azgard Nine Limited.

The documentation in this respect is now being drafted by the respective legal counsels and we hope to circulate the documents to our creditors very soon for their concurrence. After this, the same shall be filed with the honourable High Court for validation in near future.

The honourable court has the authority and competence to close the financial restructuring under Sections 284-288 of Companies Ordinance 1984 and implement its decision on all the creditors/financial lenders of Azgard based on the consent of 75% of total creditors/financial lenders.

As soon as the Court approval is received, settlements of principal and markup shall be made as per Corporate Revitalization Plan of the company. This will enable the company to substantially reduce its total financial liabilities (Principal + Markup).

The reduced debt levels and revised markup rates & terms will have a positive impact on profit margins and cashflows of the company enabling the company to service its debt in future.

Azgard Nine Limited

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The proposed financial restructuring will prove to be an important milestone for a financially stable Azgard Nine Limited.

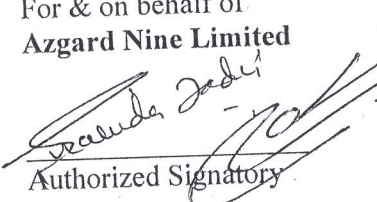
Revised Repayment Schedule of PKR 2.4 Bln Listed TFC issue of Azgard Nine Limited:

As soon as the Court Decision is received and the financial restructuring is implemented on all the Creditors/ Financial lenders (including TFC holders) of the company, a revised repayment schedule duly signed and approved by the Trustee of the said issue i.e. Faysal Bank Limited (Acting on behalf of all TFC holders of this issue) will be presented to Pakistan Stock Exchange Limited.

We hope the above suffices your requirement. Should you have any further queries, kindly contact us.

Regards,

For & on behalf of
Azgard Nine Limited


Authorized Signatory

