

Reproduced hereunder letter dated September 05, 2008 received from ATLAS BANK LIMITED for information of members of the Exchange.



ISSUANCE OF 20% RIGHT SHARES OF ATLAS BANK LIMITED

The undersigned, being members of the Board of Directors of Atlas Bank Limited in their meeting held on August 27, 2008 have approved issue of further capital of Rs.1,000,293,250/- comprising of =100,029,325= ordinary shares of Rs.10/- each to be offered to the members as right shares at par in the ratio of one share for every five existing shares held as on September 25, 2008.

The above right shares shall rank pari-passu with the existing shares in all respects.

The information required under the Companies (Issue of Capital) Rules, 1996 is given below:

1. PURPOSE OF THE RIGHT ISSUE

To meet the State Bank of Pakistan regulations pertaining to the minimum capital requirements for Commercial Banks.

2. BENEFITS TO THE COMPANY AND USE OF FUNDS

Compliance with SBP's minimum capital requirement. Further, Commercial Banks require a large infrastructure to cater to the requirements of its clients. To this end investments from equity is desired. This right issue will directly contribute towards financing this infrastructure. The infrastructure can take the form of branches, provision of specialized IT equipment and software etc.

The Bank is planning to expand its infrastructure as well as invest in human capital to gear itself for sustainable growth and earnings in the near future. This will entail expenses which will not be commensurate with the revenues so generated in the same period. However, it is expected that in future the revenue will grow exponentially, thus justifying the high expenses in the first year of the forecast period.

CERTIFIED TRUE COPY
For Atlas Bank Limited

IRFAN IBRAHIM KHAN
Company Secretary