

Reproduced hereunder the letter received from ATLAS ENGINEERING LIMITED for information of members of the Exchange.

\*\*\*\*\*

Annex. I

**ATLAS ENGINEERING LIMITED**

**INFORMATION ON ISSUE OF RIGHT SHARES**

**1. NECESSITY FOR THE ISSUE OF RIGHT SHARES**

Due to unprecedented rise in raw material prices, utilities cost, oil and also rupee devaluation, company's working capital requirement has increased. In order to meet the additional working capital requirement the management of the company has decided to raise funds through issue of Right Shares.

The Board in their meeting held on 10 January 2009 decided to issue right shares at par, in the ratio of 10 shares for every 10 shares held i.e 100%.

**2. BENEFITS TO THE COMPANY**

After issue of proposed right shares the paid up capital of the company will increase from Rs.123.36 million to Rs. 246.72 million.

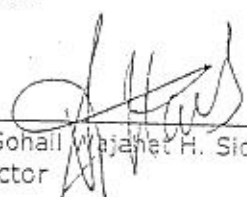
The company will be benefiting from the above right issue as the sufficient liquidity will be available to meet its working capital requirement. It will also help in reducing company's finance cost to improve profitability. Projections for the next three years ending 30 June 2009, 2010 and 2011 are enclosed as Annex - A.



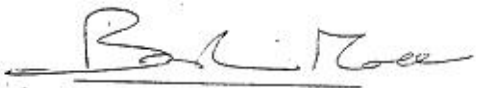
Mr. Yusuf H. Shirazi,  
Chairman

Mr. Jawaid Iqbal Ahmed  
Director


Mr. H. Masood Sohail  
Director




Mr. Sohail Wajid H. Siddiqui  
Director




Mr. Bashir Makki  
Director



Mr. Mohammad Atta Karim  
Director



Mr. Ali H. Shirazi  
Director



Mr. Sadaqat Ali  
Chief Executive Officer