

**AVANCEON LTD.****Regional Operations Center**19 KM Multan Road  
Lahore-54660, Pakistan

p: (92) 42-111 940 940

f: (92) 42-37515128

Ref:AVN-04-14-001

The General Manager  
Karachi Stock Exchange Ltd.  
Stock Exchange Building  
Stock Exchange Road  
Karachi  
Fax: 111-573-329

The General Manager  
Lahore Stock Exchange Ltd.  
19, Khayabane Aiwane Iqbal  
Lahore-54000  
Fax: (042) 36368485

Dear Sir,

**Issuance of Bonus Shares @ 5%**

Please refer to our letter dated 14 March, 2014 concerning the Financial Results of the company for the year ended December 31, 2013( Copy Enclosed), in which letter we also informed you that the Board of Directors of the company recommended issue of Bonus Shares.

Please find enclosed herewith copy of the Free Reserve Certificate no LAC/1494/14 March 25<sup>th</sup>, 2014 issued by the Company's Auditors Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountants confirming therein that the Company's residual "Free Reserves" in terms of the meaning given in the Companies (Issue of Capital) Rules 1996, after the proposed issue of bonus shares would not be less than twenty five percent of the enhanced paid-up capital.

Kindly acknowledgement receipt hereof.

Yours Faithfully,  
Avanceon Limited

Ahsan Khalil  
Company Secretary

Enclosed as above.

