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**ENGRO CHEMICAL PAKISTAN LTD.**

February 20, 2008.

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

The Secretary
Lahore Stock Exchange (Guarantee) Ltd.
19, Khayabane Aiwane Iqbal
Lahore-54000
Fax: (042) 111-441-441

The Secretary
Islamabad Stock Exchange (Guarantee) Ltd.
Stock Exchange Building
Blue Area
Islamabad
Fax: (051) 2275044

RESULTS FOR THE YEAR ENDED DECEMBER 31, 2007

Dear Sir:

We have to inform you that the Board of Directors of our Company in their meeting held on Wednesday, February 20, 2008 recommended the following:

CASH DIVIDEND

A final cash dividend for the year ended December 31, 2007 at Rs. 3.00 per share i.e. 30 %. Interim Dividends totalling Rs. 4.00 per share i.e. 40%, have already been paid making a total of Rs. 7.00 per share or 70%.

RIGHTS ISSUE

A Rights issue of 10%, i.e. 1 Right shares for every 10 shares held, at a price of Rs. 175 per share, i.e. a premium of Rs. 165 per share over the par value of Rs. 10/-. The aforesaid premium is above the free reserves per share. A copy of the certificate from our Auditors on the free reserves per share of the Company is enclosed herewith. A Statement setting out the purpose of the Rights Issue, benefits to the Company, use of funds and financial projections for three years is also enclosed.

The Company had earlier announced a Rights Issue of 15% at a price of Rs. 125 per share on April 26, 2007 and the last date for payment for the Rights issue was August 16, 2007. Rule 5(1) of the Companies (Issue of Capital) Rules 1996 requires that a Company "shall not make a right issue within one year of the further issue of capital through right issue". As the Company requires this further equity infusion by end June to meet its commitments for the fertilizer expansion project of around US\$ 1B that is being undertaken, the Company has announced this Rights issue, and will be applying to the SECP for relaxation of the one year requirement. This announcement is consequently subject to the relaxation being granted by the SECP.