

**ENGRO CHEMICAL PAKISTAN LTD.**

December 4, 2008.

The General Manager
Karachi Stock Exchange (Guarantee) Ltd.
Stock Exchange Building
Stock Exchange Road
Karachi.
Fax: (021) 2415763 / 2437560 / 2460923

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

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

Dear Sir:

We refer to our earlier letter dated March 10, 2008, copy enclosed, with regard to the establishment of a phosphatic fertilizer complex in Algeria as a joint venture with FERPHOS, the National iron ore & mining company of Algeria.

We have now received confirmation from FERPHOS that the concerned government authorities have accepted the bid made by Engro Chemical Pakistan Limited. FERPHOS have now invited ECPL to negotiate the terms and conditions of the partnership with them. Thereafter, a detailed feasibility study will then be required to be undertaken for establishment of the complex.

Very truly yours

A handwritten signature in black ink, appearing to read "Andalib Alavi".

ANDALIB ALAVI
General Manager - Legal
& Company Secretary

Encl: As above.