



FIRST ALLIED BANK MODARABA

REF: FABM/SMA/2006/ 429

August 3, 2006

The General Manager
Karachi Stock Exchange(G) Limited,
Stock Exchange Building
Stock Exchange Road
Karachi.

ANNOUNCEMENT OF MERGER

ALLIED BANK LIMITED AND FIRST ALLIED BANK MODARABA are pleased to announce that the Scheme of Arrangement for the Amalgamation of the Company and Modaraba, which was earlier approved and adopted by the Members / Certificate holders of the Company and Modaraba, has been sanctioned by the Honorable Lahore High Court, Lahore by its Order dated July 12, 2006.

As a consequence of the Amalgamation, the business formerly carried on by FIRST ALLIED BANK MODARABA will be continued at the same address by ALLIED BANK LIMITED.

The Register of certificate holders of First Allied Bank Modaraba will be finally closed from 25th August, 2006 to determine the names of certificate holders entitled to receive the Ordinary shares of Allied Bank Limited in accordance with the Scheme of Arrangement approved by the Hon' able Lahore High Court, Lahore.

Yours Faithfully

SHARIQUE UMAR FAROOQUI
CHIEF EXECUTIVE