

Ref. KSE 1645

July 01, 2015

The General Manager
Karachi Stock Exchange Limited
Karachi.

Fax No. 111-573-329

Dear Sir,

Dissemination of Material Information

Please refer to note 14.1 to the financial statements for the quarter ended March 2015 which is already available with you and is also readily available on the Company's website (for easy reference copy of the note is attached).

We are pleased to inform you that the Honorable Supreme Court of Pakistan has dismissed the Civil Review Petitions filed by the FBR and has maintained its earlier decision in favour of the Company. Consequently, the Company shall be entitled to receive a refund of Rs. 1,912 million which was paid to the Federal Board of Revenue.

You are requested to kindly inform the members of the Exchange accordingly. Should you require any further assistance please do not hesitate to contact us.

Yours sincerely,



Shamsul Islam
Company Secretary

For

14. COMMITMENTS AND CONTINGENCIES

- 14.1 In 1998, the Federal Board of Revenue ("FBR") made assessments under section 52/86 of the Income Tax Ordinance, 1979 ["ITO,79"] amounting to Rs. 1,896 million stating that the Company did not withhold tax at the time of issue of shares to sponsors against project development costs incurred by them. The Company deposited Rs. 297 million against the above assessments in accordance with the departmental procedures prevalent at that time. Appeals filed by the Company before the Commissioner of Income tax (Appeals) [the "CIT (A)"] and thereafter with the Income Tax Appellate Tribunal ("ITAT") were decided against the Company. Against the decision of the ITAT, the Company filed appeals before the High Court ("HC") which were also decided against the Company in March 2012. Against the decision of the HC, the Company filed further appeals before the Honourable Supreme Court of Pakistan ("SCP").

In order to restrict the penal exposure of the Company, in May 2012 the Company availed the scheme offered by the FBR vide SRO 547(I)/2012 dated May 22, 2012 and made payment of Rs. 1,615 million. In July 2014, the SCP decided the case in favor of the Company. The FBR is seeking a review of the SCP decision and has filed a review petition before the SCP which is pending adjudication.