



The General Manager  
**Karachi Stock Exchange (Guarantee) Limited**  
 Stock Exchange Building  
 Stock Exchange Road  
 Karachi.

December 31, 2007

Fax # 2415763/2460923/2437560

The General Manager  
**Lahore Stock Exchange (Guarantee) Limited**  
 19, Khayaban-e-Aiwan-e-Iqbal  
 Lahore-54000.

Fax # (042)111 441 441

The General Manager  
**Islamabad Stock Exchange (Guarantee) Limited**  
 Stock Exchange Building  
 101-E, Fazal-ul-Haq Road  
 Islamabad.

Fax # (051) 2275044

Dear Sir

Re: **Merger of Pakistan Industrial Credit and Investment Corporation Limited and PICIC Commercial Bank Limited with and into NIB Bank Limited:**

We write to notify the Stock Exchange that the State Bank of Pakistan has sanctioned the amalgamation of Pakistan Industrial Credit and Investment Corporation Limited (PICIC) and PICIC Commercial Bank Limited (PCBL) with and into NIB Bank Limited.

In terms of the sanction order, the amalgamation of PICIC and PCBL with and into NIB Bank Limited will take effect from close of business on December 31, 2007. In so far as the dissenting shareholders who voted against the resolution for amalgamation are concerned, the State Bank of Pakistan in accordance with Section 48 (3) of the Banking Companies Ordinance, 1962, has also determined the share value as Rs 67.94, Rs 39.72 and Rs 20.47 per share of PICIC, PCBL and NIB Bank Limited respectively. The dissenting shareholders may therefore (i) claim from the respective institution such value in respect of the shares held by them in such institution, or (ii) swap their respective shares in accordance with the swap ratio given below.

The State Bank of Pakistan has also determined the swap ratio for all eligible shareholders of PICIC and PCBL (other than NIB and PICIC) as follows:

- (i) 3.18 shares of NIB will be issued for each share of PICIC
- (ii) 2.27 shares of NIB will be issued for each share of PCBL.

We enclose herewith a self-explanatory letter from the State Bank of Pakistan notifying the effective date of the amalgamation of PICIC and PCBL with and into NIB Bank Limited.

Please inform your members accordingly.

Yours truly,

**Aurangzeb Amin**  
 Company Secretary  
 NIB Bank Limited  
 Encl: As above.

**Syed Muhammad Ali Zamin**  
 Company Secretary  
 PICIC

**Ather Ali Khan**  
 Company Secretary  
 PCBL