

NISHAT POWER LIMITED**EXCHANGES/NPL/2010/638**

March 31, 2010

- 1) The General Manager,
Karachi Stock Exchange (G) Ltd.
Stock Exchange Building
Stock Exchange Road, KARACHI. **Fax No. (021) 111 573 329**
- 2) The Secretary,
Lahore Stock Exchange (G) Ltd.
19-Khyaban-e-Aiwan-e-Iqbal, LAHORE. **Fax No. (042) 111 441 441**
- 3) The Executive Director
Monitoring & Enforcement Division
Securities & Exchange Commission of Pakistan
8th Floor, NIC Building, Jinnah Avenue,
Blue Area, ISLAMABAD. **Fax No. (051) 9218592**

RE: MATERIAL INFORMATION – UPDATE ON THE COMMERCIAL OPERATIONS

Dear Sir,

In accordance with the Listing Regulations under Code of Corporate Governance, we are pleased to convey the following information:

The shareholders of the Company were informed through Directors Report attached to the interim accounts for the half year ended December 31, 2009 that due to the country's precarious law and order situation and travel advisory to foreign nationals not to travel Pakistan, the Company was unable to achieve the required commercial operations date of December 31, 2009 as provided in the power purchase agreement (PPA). It was further informed that the plant experienced some technical / teething problems due to which process of testing was delayed. The matter was taken up with EPC contractor M/s Wartsila who were taking remedial measures on war footings to restore the plant operations to enable full load testing required under the PPA. It was also informed to the shareholders that the Company was expected to achieve Commercial Operation Date by the end of March 2010 subject to successful completion of Reliability Run Test as required under PPA.

Continued on page 2