

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-1002

NOTICE

February 24, 2009

Reproduced hereunder the letter received from PACE (PAKISTAN) LIMITED for information of members of the Exchange.

PACB&T/02/09/

23 February 2009

The Managing Director
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Peace (Pakistan) Limited - Increase in issued, subscribed & paid up capital

Dear Sir,

We are pleased to inform you that Peace (Pakistan) Limited ("PACE" or "the Company") has issued 4,052,754 ordinary shares of face value of Rs. 10/- each to SG Hambros Bank (Channel Islands) Limited pursuant to the conversion of their investment in Foreign Currency Convertible Bonds ("FCCB's) of US Dollars 1,250,000. The paid up capital of the Company is increased from 220,482,561 ordinary shares of Rs. 10/- each to 224,535,315 ordinary shares of Rs. 10/- each. These shares have been issued after receipt of the conversion notice from SG Hambros Bank (Channel Islands) Limited, one of the Bond holder, opting for conversion of FCCB's into ordinary shares of the Company as per the terms and condition of the issuance of subject FCCB's.

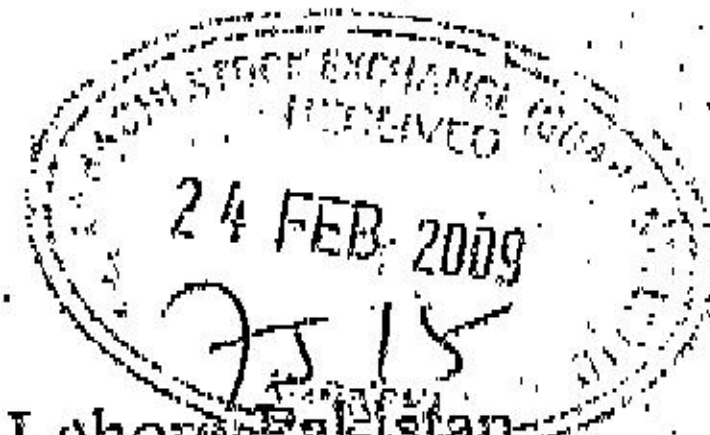
The subject issue of 4,052,754 ordinary shares of Rs. 10/- each of the Company is otherwise than rights to SG Hambros Bank (Channel Islands) Limited pursuant to the Shareholders' approval dated 03 September 2007 and subsequent approval from Securities and Exchange Commission of Pakistan ("SECP") vide its letter dated 18 September 2007, copies enclosed. We are also enclosing approval letter no. INT/B-8146/3 (194)-07 dated 04 December 2007 issued from State Bank of Pakistan for issuance of FCCB's.

We shall be depositing with you fee for the increased paid up capital and return of allotment in due course for the subject increase in paid up capital of the Company.

Yours truly,
For Peace (Pakistan) Limited

Almad Bilal
Company Secretary

Cc: Mr. Abdul Samad - Central Depository Company of Pakistan Limited
Rana Naveed Ahmad - Lahore Stock Exchange (Guarantee) Limited



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