

June 28, 2008

The Manager
Karachi Stock Exchange (Guarantee) Limited
 Stock Exchange Building
KARACHI

Pakistan Gum & Chemicals Limited
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Dear Sir,


UNSUBSCRIBED RIGHT SHARES.

We have to inform you that the Board of Directors of our Company in their meeting held on June 28, 2008 at 11:00 A.M. at the Karachi Boat Club, M.T.Khan Road, Lalazar, recommended the following.

In accordance with the Approval of Letter of Rights KSE/C-495/2060 dated March 19, 2008 for the right issue amounting to Rupees 24,783,220/- divided into 708,092 shares of Rs.10/- each at a premium of Rs.25/- per share, the banker to the issue M/s. Habib Bank Limited through letter SSA/SHARES/513 dated June 26, 2008 have confirmed the total subscription figure amounting to Rs.24,491,565/- for 699,759 shares having been received as on the last date of payment/renunciation i.e. June 16, 2008.

Now, under section 86(7) of the Companies Ordinance, 1984 the Board has allotted the 8,333 unsubscribed right shares amounting to Rs.291,655/- to the Directors of the Company in the following manner.

	<u>Name of the Director</u>	<u>No of shares</u>	<u>Amount (Rs.)</u>
1.	Mr. Moonis	1,000	35,000
2.	Mr. M. Aslam Hanafi	1,000	35,000
3.	Mr. M. Ali Hanafi	1,000	35,000
4.	Mr. Shuaib Ahmed	1,000	35,000
5.	Mr. Ozair A. Hanafi	1,333	46,655
6.	Mr. Tariq M. Amin	1,000	35,000
7.	Mr. Zaem A Hanafi	1,000	35,000
8.	Mr. Zahid Zaheer	1,000	35,000
	Total	8,333	291,655

Yours truly,
 For Pakistan Gum & Chemicals Limited

 Rafal Hussain
 Company Secretary

CC:
 Manager Company Affairs
Lahore Stock Exchange (Guarantee) Limited