



PAKISTAN OILFIELDS LIMITED

February 13, 2017

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road
Karachi.

Re: **Material Information**

Dear Sir,

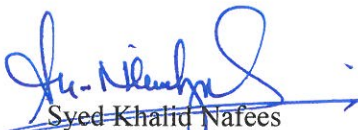
In accordance with the Listing Regulations, as per information received from MOL, the operator of TAL Block, hydrocarbons have been encountered in Appraisal well Mardankhel-3, which has been drilled and is currently under testing phase. As a result of Drill Stem Test (DST) conducted at the well to test the potential of lower sheet (sub-thrust) of Lockhart and Hungu formations, the well has tested 195 barrels per day of condensate, 5.6 MMscf of gas per day and 48 barrels per day of water at 16/64" fixed choke size at the flowing wellhead pressure of 4,470 psi.

DSTs are also planned to test the potential of upper sheets of Lumshiwal, Hungu and Lockhart formations and the true potential of the well shall be known after the conclusion of testing of all these formations and finalization of the completion strategy for optimum production.

A drill stem Test (DST) is a procedure for isolating and testing the surrounding geological formations through the drill stem. The test is a measurement of pressure behavior at the drill stem and is a way to obtain important fluid sampling information and to establish the probability of commercial production. Accordingly it should be borne in mind that actual production may differ significantly from the test results.

The pre-commerciality working interest of Pakistan Oilfields Limited is (25%)

Yours faithfully,
For Pakistan Oilfields Limited


Syed Khalid Nafees
Company Secretary