



PAKISTAN OILFIELDS LIMITED

February 24, 2017

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

Re: **Material Information**

Dear Sir,

This is in continuation of our letter dated February 13, 2017 whereby testing results of sub-thrust of Lockhart and Hungu formations at Appraisal well Mardankhel-3 well were shared.

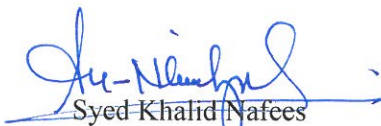
In accordance with the Listing Regulations, as per information received from MOL, the operator of TAL Block, as a result of Drill Stem Test (DST) conducted at Appraisal well Mardankhel-3, hydrocarbons have also been encountered in the up-thrust of Lockhart and Hungu formations. The well has tested 288 barrels per day of condensate, 10.02 MMscf of gas per day and 86 barrels per day of water at 32/64" fixed choke size at the flowing wellhead pressure of 1,875 psi.

Acid job is also planned at this well and production rates after acid job may differ from the rates mentioned above. Production from the well is expected to start from October, 2017 tentatively.

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