



SITARA ENERGY LIMITED

October 27, 2008

The Secretary
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Road
Karachi.

The Secretary
Islamabad Stock Exchange (Guarantee) Limited
101 E. Fazal-ul-Haq Road
Islamabad.

The Secretary
Lahore Stock Exchange (Guar.) Ltd
19 Khyaban-e-Aiwan-e-Iqbal
Lahore.

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Mumtaz Hasan Road, Karachi - 74000
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FINANCIAL RESULTS FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2008

Dear Sir

We have to inform you that the Board of Directors of Sitara Energy Ltd in their meeting held on Monday, October 27, 2008 approved the financial results of the company for the first quarter ended September 30, 2008.

The financial results are as follows:

| | QUARTER ENDED | |
|---------------------------------------|----------------------|----------------------|
| | September 30 2008 | September 30 2007 |
| | (Rupees in Thousand) | |
| SALES REVENUE | 924,161 | 409,413 |
| COST OF GENERATION | 807,032 | 358,281 |
| GROSS PROFIT | 117,129 | 51,132 |
| OTHER OPERATING INCOME | 676 | 218 |
| | 117,805 | 51,350 |
| OPERATING EXPENSES | 15,843 | 11,679 |
| OTHER OPERATING EXPENSES | 1,618 | 190 |
| FINANCE COST | 69,602 | 35,868 |
| | 87,063 | 47,737 |
| PROFIT FOR THE PERIOD BEFORE TAXATION | 30,742 | 3,613 |
| PROVISION FOR TAXATION | 143 | 81 |
| NET PROFIT AFTER TAXATION | 30,599 | 3,532 |
| EARNING PER SHARE | 1.60 | 0.18 |

We will send you 300 copies of printed accounts for distribution amongst the members of the Exchange in due course of time.

Yours faithfully
for SITARA ENERGY LIMITED

(MAZHAR ALI KHAN)
Company Secretary