



13 August 2007

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

Re: **Material Information**

Dear Sir,

In accordance with Regulation No. 28 of the Listing Regulations, and clause (xxiii) of the Listing Regulation No. 37 under the Code of Corporate Governance, we are pleased to convey the following information.

At the 27th Board of Directors meeting of TeleCard Limited (TCL) held on 08 August 2007, and concluded on 13 August 2007 at its Corporate Office located at World Trade Centre, 10th Khayaban-e-Roomi, Clifton, Karachi-75600, the Board decided to approve the following:

PREAMBLE

While TCL continues to maintain its sharp operating and strategic focus on its core telephony business, it is pursuing a joint venture/(s) for maximizing shareholder value. This is to enable the Company to participate and rapidly entrench in market segments which represent significant growth opportunities. The Company also feels that going forward it will be appropriate to focus on various distinct businesses (including for example Value Added Services [VAS]) through separate entities.

Accordingly, at this point in time, TeleCard has decided to pursue two separate joint ventures. The first one is the Joint Venture (JV) currently presented, very limited in scope to specific VAS, for which an approval is being given today in terms of valuation/minimum benefits to accrue to TCL.

The second JV is to be UK based to facilitate international services/Telecom infrastructure provisioning. For this JV more details are being worked through.