

January 14, 2004

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The Board of Directors
Packages Limited
Lahore

Gentlemen

FREE RESERVES

Based on the initialled accounts of Packages Limited for the year ended December 31, 2004, the company's "Free Reserves" as defined in the Companies (Issue of Capital) Rules, 1996 are Rs 73.90 per ordinary share of Rs 10 each.

2. We have reviewed the contingent liabilities outstanding as at December 31, 2004 to determine the contingent loss, if any, falling within the scope of paragraph 8 of the International Accounting Standard 10 and confirm that no such liabilities are deductible from the aforementioned "Free Reserves".

3. The company's "Free Reserves" do not include any reserves created as a result of revaluation of fixed assets or any intangible or fictitious assets such as preliminary expenses, goodwill, brokerage or commission.

Yours truly

A. Ferguson - L

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FOR PACKAGES LIMITED

Arif J. Looming
Secretary