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Company Secretary  
Fauji Fertilizer Company Limited  
93 – Harley Street  
Rawalpindi

1-689-2005

28 July 2005

Dear Sir,

Further to your request, we confirm that the free reserves of Fauji Fertilizer Company Limited ("the company") according to its audited accounts for the year ended 31 December 2004 will be more than 25 percent of the increased paid up capital of the company after the proposed issue of 58,514,731 bonus shares of Rs. 10 each. The term free reserves has been deemed to have the meaning given to it in Rule 5 of the Companies (Issue of Capital) Rules, 1996.

Yours faithfully

Taseer Hadi Khalid & Co.