

**THE BANK OF PUNJAB**

BOP/HO/2008

March 27, 2008

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

The Secretary,
Lahore Stock Exchange (Guarantee) Limited,
Lahore.

The Secretary,
Islamabad Stock Exchange (Guarantee) Limited,
Islamabad.

Dear Sirs,

ADJUSTMENT IN OUTSTANDING EXPOSURE


This refers to the Bank's exposure against three companies of the same group (Reference No.11.2 of the Bank's Annual Report 2007).

In order to establish intention to repay the amount due and to ensure cordial business relations with the Bank, the client, under the new settlement arrangements, has repaid a sum of Rs. 450 million towards adjustment of the outstanding liability.

This information is being notified for all the concerned in the spirit of good corporate governance.

For and on behalf of
The Bank of Punjab


FAROOQ AZIZ
General Manager


AZIZUL HAMEED
Company Secretary