



Ref: CL-110/10  
Dated: May 27, 2010

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**Mr. Haroon Askari**  
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**Subject: News About Hearing of JSCL Petitions**

Dear Sir

Please refer to the communication sent earlier on May 03, 2010 vide our letter No. CL-097/10 where we have already explained that the notices of the Securities and Exchange Commission of Pakistan ("SECP") presupposed and proceeded on the assumption that (i) certain transactions carried out by Jahangir Siddiqui & Co. Ltd. ("JSCL") in the shares of EFU General Insurance Ltd. ("EFUG") and Pakistan International Container Terminal Ltd. ("PICT") within a six month period constituted sale and purchase transactions in shares of the said companies for the purpose of Section 224 of the Ordinance, and (ii) that these transactions resulted in a gain for JSCL. However, in reality JSCL, as a beneficial owner of more than 10% shares in EFUG and PICT, merely carried out a mark-to-market exercise in respect of its shareholding in the aforesaid companies, pursuant to which 13,330,010 shares of EFUG were sold on 10.03.2008 and repurchased the very next day at a price that was greater by 74 paisas per share, and 16,380,300 shares of PICT were sold on 28.05.2008 and repurchased the very next day at a price that was greater by 14 paisas per share. Thereafter, within a period of six months, only further purchases were made by JSCL in the shares of both these companies, which continue to be held by JSCL as part of its long term investments.

As such, it is the contention of JSCL that there has been no financial gain whatsoever from this set of transactions and the contention of JSCL is that the notices issued by the SECP are obviously misconceived and contrary to law.